

**THE PLANTATION
CORPORATION OF
KERALA LIMITED**



**TWELFTH
ANNUAL REPORT
1973-'74**



**Explanatory statement pursuant to Section 173 of Companies Act,
1956 in respect of special business**

The Governor of Kerala has appointed Shri R. RAVEENDRAN as a Director of the Corporation vide G.O.MS. No. 196/74/AD dated 31-7-1974.

Sri. R. Raveendran is holding the post of General Manager on a salary scale of Rs. 800-50-1000 60-1240-80-1800 with other allowances applicable to the Officers of the Corporation. Therefore the appointment of Shri R. Raveendran, requires the consent of the Company by a Special Resolution under Section 314 of the companies Act. Hence the Resolution is proposed.

- NOTE: (i) A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member. A form of proxy is attached. This must be returned duly completed to reach the office not less than 48 hours before the meeting.
- (ii) Consent of all Share-holders has been obtained as per Section 171 (2) of the Companies Act, 1956 for holding the meeting at shorter notice.

THE PLANTATION CORPORATION OF KERALA LTD.

KOTTAYAM-4

DIRECTORS' REPORT

Gentlemen,

Your Directors have pleasure in presenting to you the Twelfth Annual Report of the Corporation for the year ended 31st March 1974.

Share Capital:

The paid-up capital of the Corporation stood at Rs. 422.44 lakhs as on 31-3-1974 as against the authorised share capital of Rs. 7.5 crores. There is no change in the position as on 31-3-1973.

Finance:

Apart from the sales revenue, the Company's operations were being financed by loans from Government of Kerala and Banks. Such assistance was exclusively utilised for payment of interest and capital expenditure.

During the year 1973-74, the Company obtained loan amounting to Rs. 15/- lakhs from Government of Kerala and Rs. 16,98,000/- from the Agricultural Finance Corporation and their ten member banks for Rubber. Interest payable on these loans are at 7½% for loans from the Government and Bank rate plus 3% per annum for loans from Agricultural Finance Corporation and their ten member banks. A sum of Rs. 20/- lakhs (including Rs. 5/- lakhs released in 1972-73) has also been received from Government of Kerala as advance towards share capital for Oil Palm. This bears interest at 7½% and 8½% till allotment of shares.

Loans repaid during the year were Rs. 1,71,796 - to Government of Kerala and

Rs. 1,46,182.09 to Agricultural Finance Corporation and member banks. The repayment to Agricultural Finance Corporation and member banks represents the value of insurance claim realised from the State Insurance Department against fire loss and the sale proceeds of capital assets.

A further sum of Rs. 10/- lakhs was sanctioned during 1973-74 as Loan by Government of Kerala which was realised by the Company early in April 1974.

Profit & Loss Account:

As was envisaged earlier, the Company has made an initial profit of Rs. 17,42,982.08 out of the current year transactions. This profit has been reduced to Rs. 13,35,309.13 by writing off a total amount of Rs. 4,07,672.95 comprising of preliminary expenses towards the formation of the Company, purchase consideration representing interest on investment made by Government of Kerala prior to formation of the Company and cost of abandoned wells. As against the profit indicated above, the profit & loss account for the year 1972-73 showed a deficit of Rs. 42,23,656.32

The profit of Rs. 17,42,982.08 is after setting off the following appropriations and provisions:-

	Rs.
1. Bonus paid	13,07,853.89
2. Taxes (Provision)	25,000.00
3. Interest on loan and guarantee commission	33,72,859.64
4. Rehabilitation Reserve	8,48,723.60
5. Depreciation	10,34,843.83
6. Amounts written off	4,973.71
Total	65,94,254.67

As against this the corresponding appropriation and provision during 1972-73 was Rs. 54,08,482.34. Considerable increases are in items (1), (3) and (4). But for these appropriations and provisions, the Company would have shown an operating surplus of Rs. 83,37,236.75 against Rs. 11,84,826.02 during the previous year. The reason for the achievement of this profit during the year is mainly due to the fact that there was no major disruption of work due to strike, increase in area of tapping, and increase in yield from the area under tapping.

Fire Accidents:

During the year under review, there were six major fire accidents in the Kalady Group of plantations, affecting an area of 58.26 Hectares of Rubber plantation of various years of planting, resulting in a loss of plantation worth Rs. 3,99,326.78. Out of this, an amount of Rs. 3,97,826.78 is recoverable from the State Insurance Department as the plantations were covered under insurance against fire risk.

Planting:

New planting of rubber during the season was done in Perambra, Kodumon and Chandanappally Estates. The total planted area as on 31-3-1973 was 6897 Hectares. New planting of 134.25 Hectares is distributed as follows:-

Perambra Estate	65.00 Hectares
Kodumon Estate	65.25 "
Chandanappally Estate	4.00 "

The planting was done with germinated seeds in the field for later budding. Seeds were collected from our own Estates. Failures are very few. Total area as on 31-3-1974 is 7031.25 Hectares.

Thannithode:

We have a proposal to establish a Rubber Estate at Thannithode, Konni. An area of 500 acres has been taken over from the Forest Department and preliminary planting operations are under progress to plant this 500 acres

Alakode Estate:

The surplus land belonging to Koliat Estate extending an area of 431 Hectares consisting of

Cinnamon, Cardamom, Coffee and Rubber has been handed over to the Corporation by the Government of Kerala for management. Necessary personnel have been posted in the Alakode Estate for the Management of the Estate.

Tapping & Crop:

Tapping was extended to 750.93 Hectares during the year. The total area under tapping as on 31-3-1974 is 4993.93 Hectares. Out of this, 157.78 Hectares came under tapping during March 1974 only. Crop from the areas already in tapping showed satisfactory increase. Total crop received during the year was 4243.610 M. T. against the target of 3900 M. T. The crop was processed into smoked sheet, latex concentrate, crepe and brown crepe. Quality was maintained throughout the season and products found a ready market at all times.

Besides sheet, crepe and concentrated latex, your Corporation will be producing Crumb Rubber in the near future. Machineries ordered have arrived in the Vettilappara Factory and are under erection. It is hoped that we may be able to manufacture Crumb Rubber from September 1974 onwards.

Due to various reasons beyond our control, there was accumulation of scrap, latex lump and skim lump which could not be milled. These were sold by inviting tenders. Due to lack of sheeting capacities, we had to sell normal latex as such in the market. With the commissioning of Crumb Rubber Plant, we hope to process the excess crop into Crumb Rubber.

Sales:

During the year 1973-74 our sales increased to 4084.221 M. T. compared to previous year sale of 2792.748 M. T. The amount realised from sales during the year under review is Rs. 2,23,23,038.55 against Rs. 1,45,43,304.80 realised during the previous year. The average sale price realised by us was above the average market price for the period.

During the period under review our Selling Agents for centrifuged latex continued to be the same as for the previous year. From 1-7-1974, 12 Selling Agents were appointed for the sale of latex covering the entire country dividing the area into 6 regions.

Personnel:**Total Strength:**

The Total strength of Officers increased from 58 to 61 and that of staff increased from 527 to 568 and that of permanent workers from 4937 to 5047 during the period under review.

Promotions:

During the financial year, one First Assistant, Three First Grade Field Assistants and Four Field Assistants were promoted to higher grades. The senior most Construction Engineer is promoted and posted as Chief Construction Engineer in the Corporation. The policy of giving maximum promotion opportunities to our existing employees continued.

Staff Pattern:

Staff consists of Office staff, Field staff, Medical staff and Engineering staff. All non-staff and excluded categories and Tapping Supervisors still in vogue in private Plantations have been converted into staff cadre and given all benefits enjoyed by the staff in the Corporation. This amounts to 57% of the staff.

Industrial Relations:

The labour management relations in the Corporation continued to be cordial.

There were many joint discussions between the Management and the Trade Union Representatives on various demands and most of them were settled amicably.

Taking into consideration the mounting cost of living, the staff of P. C. K. Limited have been granted an interim relief ranging from Rs. 20/- to Rs. 35/- with effect from 1-5-1974.

The minimum wages fixed by the Government for the plantation workers have been implemented in the Corporation.

An advance bonus at the rate of 14½% of basic pay and D. A. was granted to the employees of the Corporation for the year 1973, subject to the condition that the amount so paid will be adjusted when a final settlement on the issue on bonus is arrived at.

Welfare:**Housing Facilities:**

The 48% of permanent worker is given free accommodation. All Staff and Officers are provided with free furnished quarters. Electricity and water are also provided free of cost. Steps are being taken to provide additional housing facilities on a phased programme with a view to accommodate all the permanent employees of the Corporation.

Medical Facilities:

Free medical aid to the employees and their dependants are provided. Three modern and well equipped hospitals are in existence, in Kodumon Group, in Kalady Group and in Perambra. Action has also been taken to start hospital in Oil Palm Project. Apart from this, there are dispensaries in various Estates for the convenience of the employees. Ambulance facilities are also provided free of cost.

Educational Facilities:

An Upper Primary School is run in Kalady which now imparts education to 857 children of employees upto VIIIth standard. A school bus exclusively for the to and fro journey of the children at free of cost has also been provided. The Corporation as a good gesture has granted financial assistance to schools in the neighbourhood of Estates for upgrading and also for constructing and maintaining school buildings. The Corporation has already taken all steps to start a school in Perambra Estate this year itself and even intimated the Government its willingness to hand over land and building to Government.

Training:

17 Officers and 3 staff were deputed for attending seminars and refresher course during this year. Besides, some of the employees are also sent for training in Worker Teacher Training Course in Alwaye. Unit level classes were conducted in various Estates under the Workers Education Scheme.

Recreation Facilities:

Recreation Clubs and Libraries for the employees of the Corporation are provided in all the Estates with facilities for indoor and out door games.

Head Office Building:

The construction of the four storeyed building for the Head office at Kottayam has been completed on 28th January 1974 with the cost of construction far within the probable amount of contract. Hon. Minister for Agriculture & Labour Sri Vakkom B. Purushothaman, inaugurated the building on the 500th day of laying the foundation stone by him. Provision has been made for the construction of 4th floor.

Oil Palm Project:

As reported earlier, out of the total proposed area of 3000 Hectares for raising oil palm cultivation in Anchal, an area of 550 Hectares has been planted with oil palm upto 31-3-1974. Seedlings required for planting an area of 600 Hectares in 1975 have been raised in our Nursery. At present oil extraction on a small scale has been started from March 1974. This extraction is done by locally fabricated crusher. The Hydraulic Press to be imported from Holland will reach shortly. On receipt of the Press, it will be erected and extraction commenced on a commercial basis. Steps are also being taken for importing seeds for planting in 1976.

Audit:

The accounts of the Company for the year 1973-74 were audited by M.s. Rangamani & Company, Chartered Accountants, Alleppey.

Board of Directors:

The Board of Directors of the Corporation was re-constituted on 2-2-1974. Shri G.

Gopinathan Nair, Chairman was replaced by Shri M. M. Jacob. Shri Girvasis Areeckal and Shri P. Seethi Koya Haji were replaced by Shri M. V. G. Namboothiri and Shri B. V. Seethi Thangal respectively. Shri S. Anantakrishnan I. A. S. was replaced by Shri P. G. Muralidharan I. A. S. from 15-5-1974. The number of Directors on the Board has been increased from 11 to 15 and Shri K. Narayanan, Special Secretary, Industries Department, Shri N. Kaleeswaran I. A. S. Director of Agriculture and Shri R. Ravindran, General Manager, Plantation Corporation of Kerala Limited were appointed as Directors with effect from 31-7-1974.

Your Directors take this opportunity to thank the Government of India, Government of Kerala, The Rubber Board for their co-operation and ready assistance rendered to us in all matters. The Officers, staff and workers of the Organisation deserve our thanks for their valuable contribution and willing co-operation in building up this Public Sector Undertaking a profitable Plantation Industry. Your Directors earnestly solicit all help and assistance from all concerned in building up this Organisation to be a model Public Sector Unit of the Government of Kerala.

For and on behalf of Directors

Sd/-

M. M. JACOB,
(CHAIRMAN)

Kottayam,
3-9-1974.

Annexure to the Directors' Report

**Review of the Accounts of the Plantation Corporation
of Kerala Ltd. for the year ended 31st March, 1974
by the Accountant General, Kerala.**

1. Financial Position:

The table below summarises the financial position of the Company under broad headings for the past three years.

<i>Liabilities</i>	<i>1971-72</i>	<i>1972-73</i>	<i>1973-74</i>
	<i>(Rs. in Lakhs)</i>		
(a) Paid up capital	422.44	422.44	422.44
(b) Reserves and surplus	0.75	0.78	0.78
(c) Borrowings (including cash credit)	290.76	365.50	394.30
(d) Trade dues and current liabilities (including provisions)	52.22	62.79	89.89
Total	766.17	851.51	907.41
<i>Assets</i>			
(e) Gross Block			
i. Buildings, roads, Plant and machinery etc.	224.07	258.47	283.65
ii. Development of property	339.48	354.30	379.62
	563.55	612.77	663.27
(f) Depreciation on (e) (i) above	36.81	45.73	54.95
(g) Net fixed assets:			
i. Buildings, roads, Plant and machinery etc.	187.26	212.74	228.70
ii. Development of property	339.48	354.30	379.62
	526.74	567.04	608.32
(h) Buildings and roads under construction, machinery under erection	18.50	17.41	22.46
(i) Investments	0.06	0.06	0.06
(j) Current assets, loans and advances	91.11	100.33	135.89
(k) Miscellaneous expenditure (including accumulated loss)	129.76	166.67	140.68
	766.17	851.51	907.41
Capital employed	565.63	604.58	654.32
Net worth	293.43	256.55	282.54

- Note:-**
- (1) Capital employed represents net Fixed Assets plus working capital.
 - (2) Net worth represents paid up capital plus reserves less intangible assets.

2. Capital Structure:

DEBT EQUITY RATIO:

The debt equity ratio of the Company was 0.69:1 in 1971-72, 0.87:1 in 1972-73 and 0.93:1 in 1973-74. The increase in 1973-74 was on account of loans of Rs. 13.27 lakhs and Rs. 15.53 lakhs received from the Government of Kerala and from the Agricultural Finance Corporation respectively during 1973-74.

3. Liquidity and Solvency:

- a) The proportion of current assets to total net assets varied from 11.89% in 1971-72 to 11.78% in 1972-73 and to 14.97% in 1973-74.
- b) The percentage of current assets to current liabilities (including provision) decreased from 174.47 in 1971-72 to 159.79 in 1972-73 and to 151.17 in 1973-74.
- c) The percentage of quick assets (sundry debtors, advances, interest accrued on investments and cash and bank balances) to current liabilities (excluding provisions) declined from 104.28 in 1971-72 to 84.74 in 1972-73 and to 72.32 in 1973-74.

Note:- Advances for the Oil Palm Project and Alakode Government Estates have been excluded from "Quick Assets".

4. Working Capital:

The working capital (current assets, loans and advances less trade dues and current liabilities) of the Company at the close of each of the three years ending 31st March 1974 amounted to Rs. 38.89 lakhs, Rs. 37.54 lakhs and Rs. 46.00 lakhs respectively and represented about 3.1, 2.5 and 2.6 month's value of production at cost (excluding depreciation) during these years.

The working capital requirements of the Company during 1971-72, 1972-73 and 1973-74 were met mainly from loans obtained from the Agricultural Finance Corporation by hypothecating standing crops and assets of the Company. An equitable mortgage has also been created on the lease hold lands of the Company where rubber plantations are raised.

By the close of the year 1973-74, the Company had drawn a sum of Rs. 219.35 lakhs against the limit of Rs. 221/- lakhs allowed by the Agricultural Finance Corporation.

5. Sources and uses of funds:

Funds amounting to Rs. 9.34 lakhs (depreciation, provision and reserves) from internal sources and Rs. 55.78 lakhs from other sources were utilised during 1973-74 as shown below:-

		(Rupees in lakhs)
i) Gross fixed assets	...	50.50
ii) Capital work in progress, current assets, loans and advances	...	40.61
iii) Reduction in loss	...	(—) 25.99

Total	...	65.12

6. Working Results:

The working results of the Company for the last three years are tabulated below:

	1971-72	1972-73	1973-74
	(Rupees in Lakhs)		
i) Profit / Loss before tax	(—) 28.65	(—) 42.00	13.60
ii) Tax provision	...	0.24*	0.25
iii) Profit / Loss after tax	(—) 28.65	(—) 42.24	13.35

Note: *This includes Rs. 0.11 lakhs for previous year. The profit of Rs. 13.60 lakhs is after adjusting Rs. 4.07 lakhs towards miscellaneous expenses.

1) Percentage of profit before tax:			
(a) To sales	...	...	6.09
(b) To gross fixed assets	...	...	2.05
(c) To capital employed	...	...	2.08
2) Percentage of profit after tax:			
(a) To net worth	...	...	4.72
(b) To Equity capital	...	...	3.16
(c) To capital employed	...	...	2.04

7. Cost Trends:

The table below indicates the sales, the cost of sales and the percentage of cost of sales to sales during the last three years.

	1971-72	1972-73	1973-74
	(Rupees in lakhs)		
Sales	129.91	145.50	223.42
Add: Loss / less profit	28.65	42.24	13.35
Cost of sales	158.56	187.74	210.07
Cost of sales to sales	122.05	129.03	94.02

8. Production Performance:

The value of production during the last three years is worked out below:

	1971-72	1972-73	1973-74
	(Rupees in lakhs)		
(1) Sales	129.91	145.50	223.42
(2) Closing stock of finished goods	3.14	2.15	8.83
(3) Opening stock of finished goods	2.90	3.14	2.15
(4) Value of production (1-2-3)	130.15	144.51	230.10

The percentage of value of production to net worth increased from 44.35 in 1971-72 to 56.33 in 1972-73 and to 81.44 in 1973-74. The percentage of value of production to total net assets decreased from 16.99 in 1971-72 to 16.97 in 1972-73 and increased to 25.36 in 1973-74.

9. Inventory and Production:

The following table indicates the comparative position of the inventory and its distribution at the close of the three years.

	1971-72	1972-73	1973-74
	(Rupees in lakhs)		
1) Stores and spares			
(a) General stores and spares (including fuel)	7.02	7.86	4.03
(b) Engineering stores	2.52	3.05	2.43
2) Loose tools	0.84	0.78	0.90
3) Stock in trade finished goods	3.14	2.15	8.83
4) Work in process	8.76	6.61	15.22
5) Equipments	0.71	0.69	0.82
Total	22.99	21.14	32.23

The stock of general stores and spares equalled 1.64 month's requirements (for production and development of property) during 1973-74 as compared to 4.01 month's in 1972-73 and 3.4 months in 1971-72 (Engineering stores intended for capital construction are excluded for the purpose of this analysis.)

Finished goods represented 0.47 month's sales during 1973-74 as compared with 0.18 months sales during 1972-73 and 0.29 month's sales during 1971-72.

10. Sundry Debtors and Turnover:

As on	Total book debts considered good	Considered doubtful (Rupees in lakhs)	Sales	Percentage debt to sales
31-3-1972	18.97	...	129.91	14.60
31-3-1973	28.08	...	145.50	19.30
31-3-1974	29.90	...	223.42	13.38

The sundry debtors increased by 48.02% in 1972-73 and 57.62% in 1973-74 as compared to 1971-72. The sundry debtors represented about 1.75 month's turnover during 1971-72, 2.32 month's turnover during 1972-73 and 1.61 month's during 1973-74.

The following table indicates the details of the debts outstanding for more than one year as on 31-3-1974.

	<i>Government Departments/ Companies</i>	<i>Private parties (Rupees in lakhs)</i>	<i>Total</i>
1. Debts outstanding for more than one year but less than two years	2.49	0.27	2.76
2. Debts outstanding for more than two years but less than three years	3.17	0.09	3.26
3. Debts outstanding for three years and more	...	0.01	0.01

Trivandrum,
28th September 1974.

Sd/-
(R. C. GHEI)
Accountant General, Kerala.

THE PLANTATION CORPORATION

Registered Office

BALANCE SHEET AS AT

Previous year Rs.	LIABILITIES	Rs.	Rs.
	SHARE CAPITAL:		
	Authorised:		
7,50,00,000.00	75,000 equity shares of Rs. 1,000/- each	7,50,00,000.00	
	Subscribed & Paid up:		
4,22,44,000.00	42,244 equity shares of Rs. 1,000/- each subscribed & paid up	4,22,44,000.00	
3,54,40,000.00	35,440 equity shares of Rs. 1,000/- each fully called up	3,54,40,000.00	
68,04,000.00	6,804 equity shares of Rs. 1,000 each allotted as fully paid up pursuant to a contract without payment being received in cash	68,04,000.00	4,22,44,000.00
Nil	Reserves & Surplus		Nil
78,160.16	Welfare fund		78,561.16
	Secured Loans: (from scheduled Banks)		
2,03,83,280.48	Loan from Agricultural Finance Corporation and their ten member Banks		2,19,35,143.78
	Unsecured loans:		
1,46,66,666.00	Loan from Govt. of Kerala	1,59,94,870.00	
15,00,000.00	Loan from Govt. of Kerala for Oil Palm Project	15,00,000.00	1,74,94,870.00
	Current Liabilities & Provisions:		
62,66,007.31	A. Current Liabilities as per Schedule H	89,63,547.73	
	B. Provisions:		
13,000.00	Provisions for taxation	25,000.00	89,88,547.73
8,51,51,113.95	TOTAL		9,07,41,122.67

OF KERALA LIMITED

Kottayam-4.

31st MARCH, 1974.

Previous year Rs.	ASSETS	Rs.	Rs.
	Fixed Assets:		
2,12,73,558.06	(a) Buildings, Roads, Plant & Machinery, Furniture etc. as per Schedule A	2,28,70,106.07	
3,54,30,402.50	(b) Development of property as per Schedule B	3,79,61,495.96	
17,40,747.61	(c) Buildings & Roads under construction (at cost) and Plant & machinery under erection	22,46,443.84	6,30,78,045.87
	Investments:		
1,000.00	Investment in equity shares of companies (unquoted) fully paid up (at cost) as per Schedule C	1,000.00	
5,100.00	Investment in equity shares of Co-operative Societies (unquoted) fully paid up (at cost) as per Schedule D	5,100.00	6,100.00
	Current Assets, Loans & Advances:		
67,56,829.84	A. Current Assets as per Schedule E	82,84,082.37	
32,76,067.65	B. Loans & Advances as per Schedule F	53,04,687.67	1,35,88,770.04
	Miscellaneous Expenditure		
4,60,201.42	(To the extent not written off or adjusted as per Schedule G)		45,032.62
	Profit & Loss Account:		
1,79,72,019.17	Balance as per last Balance Sheet	1,79,72,019.17	
...	Less: Net Profit for the year	13,35,309.13	
		1,66,36,710.04	
(-)17,64,812.30	Less: Rehabilitation reserve as per last Balance Sheet	17,64,812.30	
	Add: for the year	8,48,723.60	26,13,535.90
			1,40,23,174.14
8,51,51,113.95	TOTAL		9,07,41,122.67

Note:

1. The company has discounted usance and sight bills worth Rs. 9,51,547.81 as on 31-3-1974 with the banks for which the company is contingently liable.
2. The company is liable to pay a compensation of Rs. 10,241.54 to persons evicted from Kodumon Group of estates which has not been provided for since the persons are deceased and the claimants are to produce succession or heirship certificates.
3. Estimated amount of contracts to be executed on capital account and not provided for Rs. 9,34,502.16 (last year Rs. 22,60,408.19)
4. Estimated amount of supply of capital assets remaining to be executed and not provided for is Rs. 7,62,838.20 (last year Rs. 5,98,130/- against which an advance of Rs. 2,53,353.48 has been paid (previous year Rs. 1,50,000/-)
5. Lease deeds for lands handed over since 1970 are yet to be executed.
6. No provision has been made for gratuity. Liability on this account has not been estimated. Actual expenses have been charged to revenue.
7. A sum of Rs. 38,23,350.96 spent for Oil Palm project is shown under Loans & Advances adjustable against the new company to be formed for the Project. The decision on formation of a separate company is pending with the Government.
8. Welfare fund has been created out of time barred claims and a sum of Rs. 2,300/- has been spent during this year from this fund.
9. Two suits are pending against the Corporation from contractors for which contingent liability is not ascertainable.
10. As the company is an Agricultural company and is carrying only operations required for making the produce marketable, the question of installed capacity and purchase or acquisition of Raw materials do not arise.

Sd/-

SRI. M. M. JACOB
(Chairman)

Sd/-

SRI. V. SUKUMARAN NAIR
(Managing Director)

Explanatory notes forming part of Balance Sheet as at 31st March, 1974.

- (a) Motor car loans to Officers are fully secured by hypothecation of Motor car in favour of the company. Maximum amount of such loans during the year was Rs. 62,408/- (Previous year Rs. 52,936/-)
- (b) Motor Cycle loans to officers are also secured by hypothecation of motor cycles in favour of the company. Maximum amount of such loans during the year was Rs. 42,730/- (Previous year Rs. 40,680/-)
- (c) Sundry debtors include the following amounts due from Government companies under the same management, viz. Government of Kerala.

M/s. Trivandrum Rubber Works Limited:

More than 6 months	:	Rs. 6,62,303.67
Less than 6 months	:	Rs. 3,18,154.75

- (d) Under the head other advances recoverable in cash or in kind or for value to be received included under Loans & Advances (Schedule F) includes an amount of Rs. 41,949.25 paid to the Officers of the Corporation as salary advance for one month.
- (e) Loan from the Agricultural Finance Corporation and their ten member banks are secured to the extent of Rs. 221/- lakhs and interest by hypothecation of standing crops and assets of the company. An equitable mortgage has also been created in their favour on the lease hold lands of the Corporation, where rubber plantations are raised. The loan is further secured by a Government guarantee for a like amount.
- (f) A separate balance sheet has been prepared for the Oil Palm Project, where the liabilities and assets of the Scheme have been disclosed. These have not been included in this Balance Sheet.
- (g) For the police party posted for security purposes in the estates, bill has not been received from Government from 1-4-1972 onwards and as such liability on this account is not known and provided for.
- (h) Loans and advances includes an advance of Rs. 34,000/- paid to M/s. Kerala Electricals & Allied Industries Ltd., a company under the same management (outstanding for less than six months.)

As per our Report attached.

For Rangamani & Co.,
Chartered Accountants

Sd/-

N. Vittal Rao,
Partner.

5th August 1974.

THE PLANTATION CORPORATION

Registered Office

PROFIT & LOSS ACCOUNT FOR

Previous year Rs.	EXPENDITURE	Rs.
11,89,791.04	To Opening stock & work in process	8,76,248.52
15,37,511.76	Pay & allowances	20,12,906.70
4,717.00	Leave salary & Pension contribution of Managing Director	4,836.00
2,662.13	-do- Staff	5,015.32
18,553.75	Gratuity	16,328.75
99,361.49	Leave encashment (P. L. & S. L.)	2,16,450.66
6,18,361.38	Employers' contribution - P. F.	7,40,893.68
10,73,060.40	Bonus	13,07,853.89
6,000.00	Honorarium to Chairman	6,000.00
47,383.90	T. A. & Sittings fees to Directors	24,264.90
1,06,636.70	T. A. to officers & staff	1,42,641.71
16,164.00	Rent	14,867.00
1,17,407.73	Rates & Taxes	1,52,416.84
93,919.21	Electricity charges	1,48,864.19
71,130.73	Lease rent	81,967.51
2,32,019.34	Insurance charges	2,46,622.35
3,43,934.10	Repairs & Maintenance of Assets (Schedule I)	2,93,588.40
25,930.88	Advertisements charges	44,031.16
10,992.87	Legal expenses	10,287.66
7,750.00	Remuneration to Auditors (for audit)	7,500.00
18,472.26	Management consultancy expenses	6,360.00
...	Visiting agents fees	4,490.78
12,849.30	Prior period adjustment	46,115.29
7,170.00	Staff training expenses	2,125.00
12,37,676.98	Welfare expenses	14,42,640.96
3,27,337.18	Miscellaneous expenses & adjustments (Schedule II)	4,10,654.75
31,76,611.56	Cultivation & upkeep of Rubber plantations	30,17,985.24
35,78,265.94	Tapping & collection of rubber	46,34,174.78
19,89,311.43	Manufacturing & Selling expenses (Schedule III)	24,46,624.22
5,30,182.39	Depreciation including loss on revaluation etc.	6,42,257.38
26,42,207.03	Interest on loans	32,07,580.84
1,52,145.40	Guarantee Commission	1,65,278.80
13,000.00	Provision for Taxation	25,000.00
5,41,508.20	Rehabilitation Reserve	8,48,723.60
11,024.00	Income Tax paid in excess of provision	...
...	Preliminary expenses written off	58,479.55 ✓
...	Purchase consideration representing interest on investment made by Government of Kerala prior to 31-1-1963 pending adjustment as per last Balance Sheet	3,42,254.65 ✓
...	Abandoned wells written off	6,938.75
...	Net profit for the year	13,35,309.13
1,98,61,050.08	TOTAL ...	2,49,96,578.96

KERALA LIMITED

ayam-4.

THE YEAR ENDED 31st MARCH, 1974.

Previous year	INCOME	Rs.
Rs.		
1,45,43,304.80	By Sale of Rubber	2,23,23,038.55
5,066.32	" Sale of Agricultural Produce	391.30
1,437.60	" Sale of Budwood	18,156.23
34,379.87	" Sale of empties & unserviceables	14,640.75
70.00	" Sale of tender forms	15,929.36
2,750.00	" Sale of pueraria	85.00
...	" Sale of Rubber Plants	50.40
...	" Sale of Rubber Seeds	20,188.91
...	" Sale of firewood	13,396.65
1,440.45	" Profit on sale of assets	24,543.33
71,397.53	" Interest on deposits	3,322.98
2,062.36	" Interest on motor car loan	2,444.79
3,396.75	" Interest on motor cycle loan	42,232.48
40,875.36	" Rent of Buildings	349.30
3,761.48	" Sub leasing of land	23,277.64
5,733.54	" Miscellaneous income & adjustments	23,005.80
42,581.18	" Prior period adjustment	...
100.00	" Sitting fee to Managing Director for attending Board meetings of other companies	300.00
...	" Excess provision for Income Tax	13,000.00
1,629.00	" Refund of Income Tax	48,696.00
1,159.00	" Interest on Income Tax	4,575.00
2,14,841.80	" Closing stock - Finished goods	8,82,936.40
6,61,406.72	" " Work in process	15,22,018.09
42,23,656.32	" Loss for the year	...
1,98,61,050.08	Total	2,49,96,578.96

Note to Profit & Loss Account:

1. During the current years transaction, the Corporation has made a profit of Rs. 17,42,982.08. This profit has been reduced to Rs. 13,35,309.13 by writing off the following amounts as per the provisions of the Companies Act.

(1) Preliminary expenses	...	Rs.	58,479.55
(2) Purchase consideration representing interest on investment made by Government of Kerala prior to 31-1-1963 pending adjustment	...	Rs.	3,42,254.65
(3) Abandoned wells	...	Rs.	6,938.75
	Total	...	Rs. 4,07,672.95

2. The Corporation has paid an amount of Rs. 88,140.80 towards cost of posting security guards to the Kodumon Group of Plantations for the period from 1-7-1971 to 31-3-1972. This has been included under security expenses.

From 1-4-1972 to 31-3-1974, the actual cost has not been intimated by the Government and as the amount is not correctly ascertainable, this has not been provided for. If this amount is also provided, there will be a further reduction in the net profit shown in the Profit & Loss Account.

3. **Amounts paid to full time Directors:**

	<i>This year</i>	<i>Previous year</i>
	Rs.	Rs.
Pay & allowances—Managing Director	20,640.00	16,981.94
Travelling expenses	12,718.01	11,038.20
Medical expenses included under welfare expenses	623.75	457.60

The following amounts have been paid to or on behalf of the Managing Director pertaining to previous years and included under Prior Period Adjustment Account.

Pay & allowances	3,888.00	
Leave salary & Pension contribution	1,083.33	
4. Sitting fees to Directors	5,300.00	12,200.00
5. Wages	58,98,100.48	53,20,846.81
6. Stores	29,52,196.10	23,57,129.02
7. Fuel	1,86,578.84	1,61,428.76

8. **Perquisite to Directors:**

Managing Director is provided with unfurnished accommodation by the company charging 10% of the salary as rent. Rent paid for the building was Rs. 4,675/- against rent recovered Rs. 1,932/-.

9. There was no employee who was drawing remuneration in excess of Rs. 36,000/- per annum in aggregate during 1973-'74. No person was employed for any part of the year on a monthly remuneration exceeding Rs. 3,000/-.
10. Leave encashment is inclusive of privilege leave encashment and sick leave encashment of staff. The sick leave encashment for staff has been allowed as per memorandum of settlement dated 3-5-1973.
11. The amount of Rs. 2,23,23,038.55 representing the sale of rubber is the sale proceeds of 40,84,221 Kgs. of rubber.

(Sd/-) SRI. M. M. JACOB
(Chairman)

As per our Report attached,

(Sd/-) SRI. V. SUKUMARAN NAIR
(Managing Director)

For Rangamani & Co.,
Chartered Accountants,

Sd. -

N. Vittal Rao,
Partner.

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: Kottayam-4.

Development Expenditure for the year ended 31st March, 1974
(Schedule forming part of Balance Sheet as at 31st March, 1974.)

Previous year	ITEM	Rs.	Ps.	This year	Rs.	Ps.
	Expenditure:					
1,77,802.09	Overheads B/F from previous year	1,83,289.54				
3,28,260.36	Pay & allowances	4,18,051.98				
7,719.41	Leave salary & Pension contribution	5,501.22				
13,772.27	Leave encashment	23,087.01				
11,519.95	Employers contribution PF	15,222.23				
21,035.04	Bonus	24,396.28				
11,772.42	Travelling expenses	16,020.30				
568.80	Rates & Taxes	656.00				
544.67	Insurance charges	665.33				
61,039.55	Repairs & Maintenance of Assets (Schedule IV)	67,246.85				
14,754.82	Lease Rent	13,599.52				
8,161.01	Advertisement	9,112.77				
2,163.52	Prior period adjustment	156.74				
1,90,484.42	Welfare expenses	2,18,899.72				
10,133.90	Miscellaneous expenses & adjustments (Schedule V)	8,534.17				
11,65,149.35	Cultivation & Upkeep of Rubber	15,78,018.34				
12,250.27	" " Eucalyptus	2,967.23				
3,204.01	Depreciation	2,861.85				
20,40,335.86						25,88,287.08
	Less: Credits					
4,082.00	Sale of empties & unserviceables	700.50				
540.50	Sale of tender forms	217.28				
76.24	Prior period adjustment	2,84,841.17				
1,83,289.54	Overheads pertaining to incomplete engineering works	247.62				
381.53	House rent received					
1,88,369.86						2,86,006.57
18,51,966.00						23,02,280.51
	Capitalised as under:					
3,08,808.73	Completed engineering works	2,91,800.25				
15,30,907.00	Rubber Plantation	20,07,513.03				
12,250.27	Eucalyptus plantation	2,967.23				
18,51,966.00	Total					23,02,280.51

Note:- The above statement includes:-

Sd/-
SRI. M. M. JACOB
(Chairman)

Sd/-
SRI. V. SUKUMARAN NAIR

1. Wages
2. Stores

This year	Previous year
Rs. Ps.	Rs. Ps.
12,09,812.16	10,09,938.89
3,68,180.53	2,31,362.89

For Rangamani & Co.,
Chartered Accountants,

Sd/-
N. Vittal Rao,
Partner.

THE PLANTATION CORPORATION

Registered Office

Schedule

SCHEDULE OF

(Included in and forming part of)

Items	ORIGINAL COST			DEPRECIATIONS		
	Cost as at the end of the previous year	Additions during the year	Total	As at the end of the previous year	For the year	Total
1	2	3	4	5	6	7
Buildings	1,59,35,090.62	16,64,275.81	1,75,99,366.43	22,18,188.36	4,48,179.88	26,66,368.24
Vehicles	12,90,749.56	1,70,914.06	14,61,663.62	8,15,894.26	1,82,644.63	9,98,538.89
Jhankar	11,317.00	---	11,317.00	5,302.66	601.43	5,904.09
Plant & Machinery	21,71,049.15	95,128.90	22,66,178.05	9,33,092.17	2,14,079.60	11,47,171.77
Furniture	3,67,746.24	45,735.84	4,13,482.08	1,35,575.26	27,286.74	1,62,862.00
Office equipments	1,13,455.29	32,732.18	1,46,187.47	58,963.68	13,069.12	72,032.80
Survey instruments	11,791.20	---	11,791.20	9,030.47	849.38	9,879.85
Library	10,084.41	1,387.00	11,471.41	4,196.69	727.34	4,924.03
Roads	42,39,777.60	2,68,605.44	45,08,383.04	---	---	---
Fence	3,75,539.73	---	3,75,539.73	---	---	---
Electric fittings	8,125.43	13,203.60	21,329.03	4,039.37	2,536.66	6,576.03
Electric appliances	9,492.04	---	9,492.04	4,330.25	774.24	5,104.49
Electric installation	8,76,270.62	1,29,585.28	10,05,855.90	2,57,130.04	74,872.57	3,32,002.61
Telephones	1,156.00	9,307.31	10,463.31	855.77	1,441.54	2,297.31
Wells	1,677.37	---	1,677.37	---	---	---
Water supply installation	3,90,474.43	2,00,193.08	5,90,667.51	1,26,875.24	36,679.57	1,63,554.81
Landing pad	5,152.94	---	5,152.94	---	---	---
Free hold land	28,082.65	---	28,082.65	---	---	---
Total	2,58,47,032.28	26,31,068.50	2,84,78,100.78	45,73,474.22	10,03,742.70	55,77,216.92

NOTE:- From office equipment, the original cost of 16 fans amounting to Rs. 2,036.50 and the depreciation of these fans amounting to Rs. 970.73 has been transferred to electric fittings from the previous year amounts.

OF KERALA LIMITED

ottayam-4.

FIXED ASSETS.

Balance Sheet as at 31st March, 1974

DISPOSALS & ADJUSTMENTS		BALANCE		Net Book
Original cost	Depreciation written off	Original cost	Depreciation to-date	
8	9	10	11	12
...	...	1,75,99,366.43	26,66,368.24	1,49,32,998.19
1,04,919.99	76,605.64	13,56,743.63	9,21,933.25	4,34,810.38
...	...	11,317.00	5,904.09	5,412.91
7,968.77	5,542.43	22,58,209.28	11,41,629.34	11,16,579.94
...	...	4,13,482.08	1,62,862.00	2,50,620.08
149.45	112.35	1,46,038.02	71,920.45	74,117.57
...	...	11,791.20	9,879.85	1,911.35
...	...	11,471.41	4,924.03	6,547.38
...	...	45,08,383.04	...	45,08,383.04
...	...	3,75,539.73	...	3,75,539.73
...	...	21,329.03	6,576.03	14,753.00
...	...	9,492.04	5,104.49	4,387.55
...	...	10,05,855.90	3,32,002.61	6,73,853.29
...	...	10,463.31	2,297.31	8,166.00
...	...	1,677.37	...	1,677.37
...	...	5,90,667.51	1,63,554.81	4,27,112.70
...	...	5,152.94	...	5,152.94
...	...	28,082.65	...	28,082.65
1,13,038.21	82,260.42	2,83,65,062.57	54,94,956.50	2,28,70,106.07

THE PLANTATION CORPORATION

Registered Office:

Schedule

DEVELOPMENT

(Included in and forming part of

Items 1	Till last year 2	Additions during			
		Kodumon 3	Chandanappally 4	Adireppally 5	Kallala 6
1959 Plantation	7,17,074.89	...	...	...	...
1960 "	5,62,467.87	...	...	...	...
1961 "	71,37,921.42	...	...	...	...
1962 "	45,65,646.83	...	...	...	...
1963 "	44,37,542.96	...	...	...	...
1964 "	20,47,794.67	...	...	...	...
1965 "	50,62,041.71	...	...	...	...
1966 "	22,77,979.50	...	...	...	...
1967 "	30,97,079.05	...	...	1,20,299.95	...
1968 "	22,78,749.72	...	1,46,249.29	...	...
1969 "	2,65,259.61	...	...	...	...
1970 "	4,34,458.66	...	...	...	...
1971 "	3,11,323.23	...	...	...	...
1972 "	1,86,853.82	...	...	...	...
1973 "	30,380.93	1,23,453.39	59,009.62	...	10,982.57
1974 "	...	...	5,742.31	...	...
1967 Replanting	8,03,422.13	...	...	75,641.76	20,926.09
1968 "	1,60,987.51	...	...	...	7,284.44
1969 "	2,34,895.20	...	...	9,712.48	...
1970 "	21,200.65	...	...	...	2,746.61
1971 "	38,668.88	...	...	22,396.81	6,293.32
1972 "	35,568.16	...	...	23,650.99	...
1973 "	...	...	...	1,57,467.11	75,655.26
Coconut	533.76	140.00	...	...	...
Arecanut	156.59	...	...	...	...
Eucalyptus	47,559.66	...	...	1,924.00	...
Evicted area expenses	5,87,817.89	...	...	...	...
Survey	87,017.20	...	...	...	...
Total	3,54,30,402.50	1,23,593.39	2,11,001.22	4,11,093.10	1,23,888.29

Note: 1) An amount of Rs. 8034.96 included in the opening balance under 1971 Plantation in Chandanappally Estate has been transferred to 1973 Plantation as the area was actually planted during 1973.

2) Amounts shown under disposals and adjustments represents value of plantations lost by fire which is covered by insurance.

OF KERALA LIMITED

ottavam-4.

PROPERTY.

Balance Sheet as at 31st March, 1974.

Year			Total	Disposals and adjustments	To-date
Vettilappara	Perambra	Head office			
7	8	9	10	11	12
...	...	...	7,17,074.89	...	7,17,074.89
...	...	...	5,62,467.87	...	5,62,467.87
...	...	...	71,37,921.42	...	71,37,921.42
...	...	...	45,65,646.83	...	45,65,646.83
...	...	...	44,37,542.96	...	44,37,542.96
...	...	...	20,47,794.67	...	20,47,794.67
...	...	...	50,62,041.71	1,04,584.49	49,57,457.22
...	...	...	22,77,979.50	22,268.02	22,55,711.48
3,28,307.25	55,235.63	...	36,00,921.88	2,72,474.27	33,28,447.61
2,118.96	1,84,109.63	...	26,11,227.60	...	26,11,227.60
4,110.73	59,339.10	...	3,28,709.44	...	3,28,709.44
...	1,22,080.52	...	5,56,539.18	...	5,56,539.18
...	1,36,260.88	...	4,47,584.11	...	4,47,584.11
9,491.99	61,676.44	...	2,69,004.82	...	2,69,004.82
...	1,17,522.13	...	3,30,366.07	...	3,30,366.07
...	12,060.08	...	17,802.39	...	17,802.39
...	...	...	8,99,989.98	...	8,99,989.98
...	...	...	1,68,271.95	...	1,68,271.95
...	47,687.69	...	2,92,295.37	...	2,92,295.37
...	...	...	23,947.26	...	23,947.26
...	...	...	67,359.01	...	67,359.01
...	...	...	59,219.15	...	59,219.15
...	...	...	2,33,122.37	...	2,33,122.37
...	...	...	673.76	...	673.76
...	...	...	156.59	...	156.59
1,043.23	...	...	50,526.89	...	50,526.89
...	...	9,19,647.89	15,07,465.78	...	15,07,465.78
35.22	116.87	...	87,169.29	...	87,169.29
3,45,107.38	7,96,088.97	9,19,647.89	3,83,60,822.74	3,99,326.78	3,79,61,495.96

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: Kottayam-4.

SCHEDULE—C

(Included in and forming part of Balance Sheet as at 31st March, 1974)

Investments

Other investments:- Unquoted fully paid up shares:

	Rs.	P.
1. 10 equity shares of Rs. 100/- each fully paid up in the Banana & Fruit Development Corporation Limited, Madras	1,000	00
TOTAL	1,000	00

SCHEDULE—D

(Included in and forming part of Balance Sheet as at 31st March, 1974)

Investments

Other investments:- Unquoted fully paid up shares:

1. 1 A class share of Rs. 100/- each fully paid in the Mannam Sugar Mills Co-operative Stores Limited No. 4324	100	00
2. 25 B class shares of 100/- each fully paid in the Kodumon Group of Estate Employees' Consumer Co-operative Stores Ltd., No. Q. 341	2,500	00
3. 25 B class shares of Rs. 100/- each fully paid in Kalady Group of Estate Employees' Consumer Co-operative Stores Limited, No. E. 230	2,500	00
TOTAL	5,100	00

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: Kottayam-4.

SCHEDULE - E.

(Included in and forming part of Balance Sheet as at 31st March, 1974)

Current Assets.

Previous year Rs.	ITEMS	This year Rs.
9,860 74	Interest accrued on advances	3,641 00
10,90,604 27	Stores & spares at cost*	6,45,518 63
78,029 42	Loose tools revalued*	89,744 53
69,020 00	Equipments revalued*	82,364 00
2,14,841 80	Finished goods and stock in transit at value subsequently realised	8,82,936 40
6,61,406 72	Work in process in factory at realisable value*	15,22,018 09
60,970 75	Nurseries - Rubber	37,259 96
...	Pineapple cultivation	920 14
	Sundry debtors (unsecured considered good)	
7,50,559 92	(a) Debts outstanding for more than 6 months (includes Rs 7,72,660.54 from Government Departments and companies Last year Rs. 6,96,619.82)	8,55,206 84
20,57,680 66	(b) Other debts (includes Rs. 7,32,706.53 (Last year Rs. 10,60,259.34) due from Government companies)	21,35,178 60
...	Bill margin on discounted bills	61,354 50
	Cash & Bank Balance	
202 35	Stamp & stamp paper on hand	163 45
37,211 51	Cash in transit	43,215 48
...	Balance in Treasury Savings Account	8,00,750 00
7,26,441 70	Balance with Scheduled Banks in current account	11,23,810 75
10,00,000 00	Short Term Deposit with Banks	...
67,56,829 84	TOTAL	82,84,082 37

*As certified and as valued by the Managing Director.

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: Kottayam-4.

SCHEDULE F

(Included in and forming part of Balance Sheet as at 31st March, 1974)

Loans and Advances

Previous year Rs.	ITEMS	This year Rs.
31,120 00	Motor cycle loan (secured considered good)	28,950 00
42,408 00	Motor car loan (secured considered good)	39,780 00
22,17,000 44	Oil Palm Plantation	38,23,350 96
...	Alakode Government Estates	4,318 00
	Unsecured considered good	
14,292 00	Deposit with P & T Department, Electricity Board, Port Trust and Govt. Departments etc.	33,717 00
31,912 00	Deposit with others	63,572 00
2,92,113 79	Prepaid expenses	4,781 02
6,05,865 42	Other advances recoverable in cash or in kind or for value to be received	12,91,964 69
2,058 00	Advance to Employees' Co-operative Societies	2,000 00
39,298 00	Advance tax paid and tax deducted at source	12,254 00
32,76,067 65	TOTAL	53,04,687 67

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: Kottayam-4.

SCHEDULE-G

(Included in and forming part of Balance Sheet as at 31st March, 1974)

Miscellaneous Expenditure

Previous year Rs.	ITEMS		This year Rs.	
58,479	55	Preliminary expenses*	...	✓
3,42,254	65	Purchase consideration representing interest on investment made by the Government of Kerala prior to 31-3-1963 pending adjustment*	...	✓
6,478	76	Tappers training expenses	6,903	19
6,938	75	Abandoned wells*	...	
34,836	48	Suspense pending adjustment	29,809	31
1,920	25	P. F. Suspense	...	
15	50	F. P. F. Suspense	...	
1,349	11	Stores Suspense	2,176	51
2,148	81	Loss by theft	92	71
2,868	51	Shortage of tools	2,666	76
2,911	05	Shortage of stores	3,384	14
4,60,201	42	TOTAL	45,032	62

NOTE *These items shown during the previous year has been written off from the Profit & Loss Account for the year as these items should be written off against the initial profit made as per Companies Act.

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: Kottayam-4.

SCHEDULE-H

(Included in and forming part of Balance Sheet as at 31st March, 1974)

Current Liabilities and Provisions

Previous year	ITEMS		This year
Rs.			Rs.
373	43	Due to Government of Kerala for balance value of assets taken over from them payable	...
28,725	17	Amount due to Government of Kerala in respect of expenses incurred in the formation of the company less liabilities relating to period prior to taken over discharged by the Corporation not provided for by the Government of Kerala in valuation	...
23,86,464	85	Sundry creditors	23,90,962 62
78,306	08	Other liabilities	86,526 23
1,76,694	20	Earnest money & Security deposit	2,61,861 85
...		Income received in advance	106 93
4,677	19	Suspense pending adjustment	3,277 35
819	00	P. F. Suspense	976 75
25,87,592	99	Interest accrued; but not due on loans	32,17,791 43
10,00,000	00	Advance towards Share Capital for Oil Palm Project	30,00,000 00
...		Stores suspense	20 24
1,065	65	Insurance suspense	...
91	00	Excess recovery of Onam advance - Staff	205 43
1,197	75	Stale cheque	1,798 90
...		Excess recovery of advance for strike relief	20 00
62,66,007	31	TOTAL	89,63,547 73

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: Kottayam-4.

SCHEDULE-I

Repairs and Maintenance of Assets

Previous year		ITEMS	This year	
Rs	Ps.		Rs.	Ps.
1,75,880	53	Vehicles	1,66,816	41
69,432	94	Roads	45,532	95
10,563	84	Plant & Machinery	8,874	76
62,727	57	Buildings	39,467	60
25,329	22	Others	32,896	68
		TOTAL		
3,43,934	10		2,93,588	40

SCHEDULE--II

Miscellaneous Expenses and Adjustments

28,878	35	Postage, Telephone & Telegrams	35,150	28
33,161	04	Printing & Stationery	34,916	38
8,325	97	Office expenses & Miscellaneous	13,036	72
37,578	11	Bank charges	63,686	42
2,437	92	Books & Periodicals	2,806	02
3,994	22	Storage expenses	3,684	27
1,111	03	Gardening	102	19
11,432	65	I. B. expenses	10,661	49
4,397	90	Rent of boats	9,026	08
1,000	00	Loss by fire	1,500	00
961	40	Cost of pueraria sold	7,472	59
17,560	81	Losses & write off	4,973	71
10,940	25	Entertainment expenses	8,751	06
4	06	Loss on sale of assets	...	
1,60,103	70	Security expenses	2,05,364	07
57	75	Cost of budwood sold	985	96
1,000	00	Temporary sheds	...	
2,066	34	Ferry expenses	1,935	64
205	90	Unserviceable stores	...	
348	81	Lease rent for subleased area	10	35
45	50	Survey of submergible area	...	
1,725	47	Expenses for Boat accident	...	
...		Exhibition expenses	5,094	77
...		Inauguration expenses	1,496	75
		TOTAL		
3,27,337	18		4,10,654	75

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: Kottayam-4.

SCHEDULE—III

Manufacturing & Selling Expenses

Previous year		ITEMS	This year	
Rs.	Ps.		Rs.	Ps.
Transport of latex to Factory				
1,12,081	44	Pay & allowances	1,60,996	18
44,117	90	Vehicle tax	48,401	00
5,544	00	Vehicle insurance	5,550	45
1,12,237	76	Running & Maintenance of vehicles	1,66,372	50
3,81,320 13				
Manufacturing				
1,80,252	04	Pay & allowances	1,85,347	84
2,35,586	85	Factory wages	3,00,424	46
29,063	97	Fuel for Smoke House	35,511	35
4,669	35	Fuel for generator	5,344	42
2,23,339	91	Chemicals	3,42,572	80
20,137	50	Factory upkeep & Maintenance	35,133	78
31,492	67	Machinery upkeep & maintenance	57,097	70
20,412	61	Factory insurance	28,370	04
57,723	71	Power supply	66,859	27
67,276	37	Welfare expenses	84,616	51
768	05	Factory utensils	346	47
11,41,624 64				
Distribution				
80,216	03	Packing materials	63,763	77
66,316	39	Packing wages	51,480	56
87,780	89	Forwarding charges	1,42,255	11
34,225	71	Road / Rail Insurance (carriage outward)	44,101	33
4,27,794	51	Depreciation	3,92,586	45
2,908	98	Selling expenses	2,728	22
48,806	44	Shipping expenses	61,187	85
96,558	35	Commission to selling Agents and rebate	1,65,576	16
9,23,679 45				
19,89,311	43	TOTAL	24,46,624	22

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: Kottayam-4.

SCHEDULE—IV

Repairs & Maintenance of Assets

Previous year		ITEMS	This year	
Rs.	Ps.		Rs.	Ps.
47,347	27	Vehicles	56,591	13
10,648	95	Roads	8,882	22
2,026	11	Plant & Machinery	1,214	20
1,017	22	Others	559	30
61,039	55	TOTAL	67,246	85

SCHEDULE—V

Miscellaneous Expenses & Adjustments

504	75	Postage, Telephone & Telegrams	441	15
3,278	14	Printing & Stationery	3,075	60
190	39	Office expenses & Miscellaneous	351	30
3,151	00	Storage expenses	4,256	12
25	12	Cost of unserviceable stores written off	...	
2,944	44	Temporary sheds	410	00
40	06	Losses and write off	...	
10,133	90	TOTAL	8,534	17

Schedule A to H and I to V

(Sd/-) SRI M. M. JACOB
(Chairman)

(Sd/-) SRI. V. SUKUMARAN NAIR
(Managing Director)

For Rngamani & Co.,
Chartered Accountants

Sd/-

N. Vittal Rao,
Partner.

5th August 1974

THE PLANTATION CORPORATION

Registered Office:

Oil Palm

BALANCE SHEET AS AT

Previous year	LIABILITIES		Rs. Ps.	Rs. Ps.
Rs. Ps.			Rs. Ps.	Rs. Ps.
22,17,000 44	In current account with Head Office			38,23,350 96
	Current Liabilities & Provisions:			
	Current Liabilities:			
500 00	Earnest Money & Security Deposit			
2,39,270 00	Interest accrued; but not due for payment		5,34,270 00	
19,841 71	Other liabilities		...	
...	Sundry Creditors		43,508 51	5,77,778 51
24,76,612 15	TOTAL			44,01,129 47

OF KERALA LIMITED

ottayam-4.

project.

1st MARCH, 1974.

Previous year		ASSETS	Rs. Ps.		Rs. Ps.	
Rs.	Ps.		Rs.	Ps.	Rs.	Ps.
Fixed Assets:						
7,86,525	39	Buildings, roads, Plant and Machinery etc. as per Schedule A 1	9,69,349	46		
12,85,031	11	Development of property as per Schedule B1	25,80,929	64		
50,900	13	Buildings & roads under construction	1,68,601	47	37,18,880	57
Current Assets, Loans and Advances:						
A. Current Assets:						
12,546	00	Loose tools	17,782	00		
64,945	47	Stores & Spares	96,239	88		
401	00	Equipments	746	00		
2,63,968	92	Nurseries	5,18,644	37		
Cash and Bank Balance						
1,532	50	Cash in Bank on current account	2,000	00		
			6,35,412	25		
B Loans & Advances:						
2,976	75	As per Schedule C 1	28,208	75	6,63,621	00
7,784	88	Miscellaneous expenditure as per Schedule D 1			18,627	90
24,76,612	15	TOTAL			44,01,129	47

- NOTE:-
1. Since Oil Palm Project is proposed to be registered as a separate company, a separate Balance Sheet has been drawn up for the Project.
 2. Terms of lease of land have not been fixed and hence lease rent is unascertainable, not provided for.
 3. Estimated amount of contracts to be executed on capital account and not provided for is Rs. 92,564.43 (Last year Rs. 21,658.66)
 4. A sum of Rs. 9,493/- has been provided excess on interest charges on loans for the year which will be adjusted in 1974-75.

THE PLANTATION CORPORATION

Registered Office:

Oil Palm

Schedule

SCHEDULE OF

(Included in and forming part of

Items	Cost as at the end of the previous year	Additions during the year	Total	Depreci-	
				As at the end of previous year	For the year
Buildings	1,63,061 49	68,220 83	2,31,282 32	7,038 58	5,606 10
Roads	1,68,664 14	2,06,498 09	3,75,162 23	...	....
Water supply	51,922 92	1,314 19	53,237 11	9,327 84	4,390 93
Electrification	4,986 46	6,103 70	11,090 16	855 27	1,023 49
Furniture	14,600 71	9,489 10	24,089 81	2,827 01	2,126 26
Plant & Machinery	26,336 87	29,173 61	55,510 48	12,883 12	4,326 75
Vehicles	83,398 48	...	83,398 48	42,533 22	12,259 57
Earth moving equipment	4,88,255 00	...	4,88,255 00	1,46,476 50	1,02,533 55
Office equipments	4,439 60	...	4,439 60	690 63	562 36
Survey instrument	1,504 83	...	1,504 83	417 59	163 10
Electric appliances	2,829 00	...	2,829 00	424 35	360 70
Total	10,09,999 50	3,20,799 52	13,30,799 02	2,23,474 11	1,33,352 81

OIL PALM PROJECT

Schedule B 1

DEVELOPMENT OF PROPERTY

(Included in and forming part of Balance Sheet as at 31st March, 1974)

Item	Cost as at the end of the previous year	Additions during the year	Total	Disposals and Adjustments	Balance
1971 Plantation	6,48,435 51	2,43,010 82	8,91,446 33	...	8,91,446 33
1972 Plantation	6,36,595 60	4,55,015 58	10,91,611 18	...	10,91,611 18
1973 Plantation	...	5,97,872 13	5,97,872 13	...	5,97,872 13
Total	12,85,031 11	12,95,898 53	25,80,929 64	...	25,80,929 64

Schedule—C 1

(Included in and forming part of Balance Sheet as at 31st March, 1974)

LOANS & ADVANCES

Previous year		ITEMS	This year	
Rs.	Ps.		Rs.	Ps.
...		Deposit with K. S. E. Board	100	00
2,976	75	Other advances recoverable in cash or kind	28,066	45
...		Prepaid expenses	42	30
2,976	75	TOTAL	28,208	75

OF KERALA LIMITED

Kottayam-4.

Project.

-1.

FIXED ASSETS

Balance Sheet as at 31st March, 1974)

Description	Disposal		Balance		Net Block
	Original cost	Depreciation to-date	Original cost	Depreciation	
12,644 68	2,31,282 32	12,644 68	2,18,637 64
...	3,75,162 23	...	3,75,162 23
13,718 77	53,237 11	13,718 77	39,518 34
1,878 76	11,090 16	1,878 76	9,211 40
4,953 27	24,089 81	4,953 27	19,136 54
17,209 87	6,024 35	1,401 71	49,486 13	15,808 16	33,677 97
54,792 79	83,398 48	54,792 79	28,605 69
2,49,010 05	4,88,255 00	2,49,010 05	2,39,244 95
1,252 99	4,439 60	1,252 99	3,186 61
580 69	1,504 83	580 69	924 14
785 05	2,829 00	785 05	2,043 95
3,56,826 92	6,024 35	1,401 71	13,24,774 67	3,55,425 21	9,69,349 46

OIL PALM PROJECT

Schedule - D I

(Included in and forming part of Balance Sheet as at 31st March, 1974)

MISCELLANEOUS EXPENSES & ADJUSTMENTS

Previous year		ITEMS	This year	
Rs.	Ps.		Rs.	Ps.
2,092	85	Preliminary expenses	2,092	85
640	40	Suspense pending adjustment	720	00
5,051	63	Investigation of factory site	5,051	63
...	...	Shortage of tools	625	20
...	...	Stores suspense - Engg. Wing	9,587	72
...	...	P. F. Suspense	474	00
...	...	E. P. F. Suspense	76	50
7,784	88	TOTAL	18,627	90

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: Kottayam-4.

OIL PALM PROJECT

Capitalisation Statement - Engineering Wing

Previous year		ITEMS	This year	
Rs.	Ps.		Rs.	Ps.
2,741	80	Overheads brought forward	12,030	79
17,161	40	Pay and allowances	41,713	03
...		Leave salary & Pension contribution	1,644	00
825	83	Leave encashment	4,063	46
...		Providend Fund	1,832	56
4,891	37	Travelling expenses	3,774	49
...		Bonus	4,910	54
...		Vehicle tax	310	00
...		Vehicle insurance	2,253	60
1,826	93	Advertisement	...	
Repairs & Maintenance				
...		Vehicles	69,691	71
...		Loose tools	24	50
...		Buildings	13	58
Welfare Expenses				
154	88	Uniforms	302	75
55	25	Medical & Hospital facilities	168	70
...		Weather protection	137	28
Miscellaneous Expenses				
154	00	Postage, Telephone & Telegrams	402	10
7	91	Printing & Stationery	11	00
302	24	Office expenses & Misc.	306	99
202	55	Storage expenses	612	15
...		Electricity charges	...	
1,46,809	63	Depreciation	1,332	24
1,75,133	79		109	07
			1,03,230	99
			2,47,543	29
Total				
Less: Credits:				
...		Sale of tender forms	84	50
42	95	House rent recovered from employees	142	75
1,75,090	84		227	25
1,63,060	05	Overheads capitalised	2,47,316	04
12,030	79	Balance overheads C/f.	2,19,494	44
			27,821	60
1,75,090	84	TOTAL	2,47,316	04

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: Kottayam-4.

OIL PALM PROJECT

CAPITALISATION STATEMENT FOR THE YEAR ENDED 31-3-1974.

Previous year		ITEMS	This year	
Rs.	Ps.		Rs.	Ps.
47,972	73	Pay & allowances	90,440	44
...		Overtime to staff	402	12
81	89	Leave salary & Pension contribution	...	
503	60	P. L. encashment	5,645	82
...		S. L. encashment	1,303	02
8,226	97	Travelling expenses	18,737	89
1,012	40	Bonus	3,404	33
1,056	06	PF contribution	3,908	25
...		FPF contribution	255	75
...		Administrative charges	180	84
...		Honorarium to Sri. M. N. Kunjan	1,200	00
...		Arrear salary	5,626	42
Rates and Taxes				
3,155	20	Vehicle Tax	2,882	00
192	24	Building Tax	303	76
Insurance Charges				
776	72	Vehicle insurance	703	47
91	34	Cash-in-transit insurance	130	93
33	75	Fidelity insurance	50	00
1,041	99	Electricity charges	1,903	35
2,597	01	Advertisement	358	90
8,719	32	Temporary sheds	11,542	70
Repairs and Maintenance				
1,449	92	Buildings	496	83
32,638	88	Vehicles	28,213	78
4,603	60	Plant and Machinery	1,899	99
982	90	Implements	2,236	35
62	00	Roads	...	
55	48	Others (furniture)	191	59
...		Electricity installation	128	11
...		Water Supply	194	51
Welfare Expenses				
26	37	Sickness Benefit	3,958	00
...		Maternity Benefit	9,351	04
7,100	42	Holiday wages	4,631	60
322	50	Sanitation	125	25
...		Recreational facilities	47	10
25	50	Weather Protection	2,073	55
119	66	Uniforms	439	28
457	58	Medical & Hospital facilities	6,497	84
193	23	Leave with wages	11,324	76
...		Drinking water supply	3,074	02
...		Workers education	203	55
1,23,499	26	Total C.F.	2,24,067	14

Previous year		ITEMS	This year	
Rs.	Ps.		Rs.	Ps.
1,23,499	26	Total B.F.	2,24,067	14
Miscellaneous Expenses				
159	30	Postage, Telephone & Telegrams	867	55
...		Telephone installation	1,954	00
131	91	Printing & Stationery	1,955	40
155	16	Office expenses & Miscellaneous	981	46
3	50	Bank charges	33	55
62	50	Storage expenses	1,241	60
1,102	40	Entertainment expenses	897	04
2,197	85	Security expenses	1,616	35
34,670	67	Depreciation	33,844	64
1,75,000	00	Interest on loans	2,95,000	00
...		Prior period adjustment	373	97
...		Books & Periodicals	130	00
3,36,982	55	Total	5,62,962	70
Less: Income during the year:				
69	00	Rent received from employees	225	00
39	00	Miscellaneous income	30	00
...		Sale of empties	313	10
3,36,874	55	Total overheads	5,62,394	60
Cultivation and Upkeep:				
82,545	21	1971 Plantation	87,780	46
4,12,012	57	1972 Plantation	1,97,992	18
...		1973 Plantation	4,47,731	29
8,31,432	33	TOTAL	12,95,898	53

Allocation of overheads of Rs. 5,62,394.60

1971 Plantation	122 Hects.	1,55,230	36
1972 Plantation	202 "	2,57,023	40
1973 Plantation	118 "	1,50,140	84
Total		5,62,394	60

Capitalisation Statement

1971 Plantation Cultivation and upkeep	87,780	46	
Add: Overheads allocated	1,55,230	36	2,43,010 82
1972 Plantation Cultivation and upkeep	1,97,992	18	
Add: Overheads allocated	2,57,023	40	4,55,015 58
1973 Plantation Cultivation and upkeep	4,47,731	29	
Add: Overheads allocated	1,50,140	84	5,97,872 13
TOTAL			12,95,898,53

The above account include:

Wages	3,58,273	33
Stores consumed	1,63,670	50
Fuel consumed	48,283	77

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF
The Plantation Corporation of Kerala Ltd.,
KOTTAYAM - 4.

We have audited the annexed Balance Sheet of the Plantation Corporation of Kerala Limited, Kottayam as at 31st March 1974 and also the annexed Profit & Loss Account of the Company for the year ended on that date and report that:

(a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.

(b) In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from our examination of the books.

(c) The Balance Sheet and Profit & Loss Account dealt with by the report are in agreement with the books of accounts.

(d) Subject to the points mentioned in the annexure to this report, in our opinion and to the best of our information and according to the explanations given to us, the account with notes thereon and schedules thereto give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:

- i) In the case of Balance Sheet of the state of affairs of the company as on 31-3-1974.
- ii) In the case of Profit & Loss Account of the profit for the year ended on that date.

Dated this the 5th day of August, 1974.

For Rangamani & Co.,
 Chartered Accountants
 Sd/-
N. Vittal Rao,
 Partner.

Annexure to our Audit Report of even date:

1. Development of property includes Rs. 15,07,465.78 being evicted area expenses which is to be adjusted against the sale proceeds of tree growth in the area receivable from the Forest Department and the balance to be written off in the subsequent years.

2. The following debts in our opinion is doubtful of recovery:

(a) Dinesh Thacker	...	Rs.	252.00
(b) Hindustan Metal Industries	...	Rs.	1,293.69
Total	...	Rs.	<u>1,545.69</u>

3. The balance outstanding from M/s. Trivandrum Rubber Works Limited for goods supplied as on 31-3-1974 is Rs. 9,80,458.42. Out of this debt, a sum of Rs. 6,62,303.67 is pending due for more than a year. Extending further credit when an amount of Rs. 6,62,303.67 is pending settlement for more than a year does not appear to be sound.

4. The share certificate relating to 10 equity shares of Rs. 100/- each fully paid up in the Banana & Fruit Development Corporation Limited, Madras and all the hypothecation deed of cycle and motor cycle on the security of which loans were granted to the employees of the company were not produced for our verification.

5. The sale rate of rubber was not commensurate with the market rate in January and February 1974 as this represented deliveries for forward sales committed in December 1973.

5-8-1974.

For Rangamani & Co.,
 Chartered Accountants.
 Sd/-
N. Vittal Rao,
 Partner.

Replies to Auditors' Remarks

1. Action will be taken as indicated.
2. a) Matter is under correspondance with Agricultural Finance Corporation.
 b) This will be examined in the light of recommendations of lawyers and appropriate action taken.
3. The Managing Director and General Manager are pursuing the credit collection.
4. They will be made available in due course for verification.
5. No remarks.

Comments of the Finance Secretary to the Government of Kerala
under Article 105 of the Articles of Association of the
Plantation Corporation of Kerala Limited on the
Accounts of the Company for the year
ended 31st March 1974.

"No Comments"

Trivandrum,
10th September 1974.

Sd/-
P. VELAYUDHAN NAIR,
Finance Secretary.