

# PLANTATION CORPORATION OF KERALA LTD



ANNUAL REPORT 2003 - 2004



**THE PLANTATION  
CORPORATION OF KERALA LTD.  
KOTTAYAM - 686 004**

*Regd. Office* : Kottayam - 686 004  
*Grams* : Plantcorp  
*Telex* : PCK 0888 207  
*Fax* : 0481-2578448  
*Fax MD* : 0481-2575133  
*E-mail* : [plantcorpktm@sancharnet.in](mailto:plantcorpktm@sancharnet.in)  
*Phone* : 2578301, 2578302, 2578303  
(0481) 2578304, 2578164, 2578306  
2578349,  
2578194, 2578763  
2578254

**42nd Annual Report  
2003-2004**

## **BOARD OF DIRECTORS**

**Sri. A.C. Mathew Edayadi**

*Chairman (From 29-11-2002)*

**Dr. A.K. Krishnakumar**

*Director (From 09-11-1995)*

**Adv. M.R. Bhargavan**

*Director (From 16-05-2003 to 12-08-2004)*

**Sri. K. Balachandran Thampi, I.F.S.**

*Director (From 24-04-1997)*

**Smt. Neela Gangadharan, I.A.S.**

*Chairperson (From 31-10-2002 to 29-11-2002)*

**Sri. S. Muraleedharan**

*Director (From 31-05-2003 to 12-08-2004)*

**Dr. V.K. Raju**

*Managing Director (From 22-07-2004)*

**Sri. P.J. Joy, M.L.A.**

*Director (From 12-08-2004)*

**Adv. P.S. Pradeep**

*Director (From 12-08-2004)*

*Secretary*

**V.M. Joseph**

*Auditors*

**M/s. Vishnu Rajendran & Co.**

**Chartered Accountants,  
Kottayam.**

**Sri. K. Sivaprasad**

*Managing Director (From 12-11-2001 to 01-03-2004)*

**Sri. B. Sugadan**

*Director (From 27-11-2001)*

**Sri. V.P. Joy, I.A.S.,**

*Director (From 22-08-2003 to 23-06-2004)*

**Sri. C.S. Srinivasan, I.A.S.**

*Chairman (From 10-12-2001 to 31-10-2002)*

**Sri. C. Ramachandran, I.A.S.**

*Director (From 16-05-2003 to 22-08-2003)*

**Sri. R. Krishnamoorthy, B.Com., F.C.A.**

*Managing Director in charge  
(From 01-03-2004 to 22-07-2004)*

**Sri. Mathew C. Kunnumkal, I.A.S.**

*Director (From 23-06-2004)*

**Sri. T.T. Soman**

*Director (From 12-08-2004)*



## **NOTICE TO SHAREHOLDERS**

Notice is hereby given that the 42nd Annual General Meeting of the corporation will be held on Thursday, the 12th August, 2004 at 2.30 P.M. at the Registered Office of the Corporation, Kottayam-04 to transact the following business.

1. To consider the adjournment of the consideration of the accounts for the year 2003-2004 to suitable date.
2. To record the appointment of Directors by the governor of Kerala in place of Directors retiring at the Annual General Meeting under Article 63(2) of the Articles of Association.

The following Directors retire and are eligible for re-appointment.

1. Sri. Mathew C. Kunnumkal, I.A.S.
  2. Sri K. Balachandran Thampi, I.F.S.
  3. Dr. A.K. Krishnakumar
  4. Sri. B. Sugadan
  5. Adv. M.R. Bhargavan
  6. Sri. S. Muraleedharan
3. To authorise the Board of Directors to fix the remuneration of the Auditors appointed by the Comptroller & Auditor General of India.

By Order of the Board,  
for THE PLANTATION CORPORATION OF KERALA LIMITED,

Kottayam-4  
14-07-2004

*Sd/-*  
M.R.V. NAIR  
Secretary

**Note :**

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. The proxy form must be returned duly completed to reach the office not less than 48 hours before the meeting.

### **NOTICE TO SHAREHOLDERS**

Notice is hereby given that the 42nd (adjourned) Annual General Meeting of the Corporation will be held on Thursday, the 23rd February, 2006 at 11.30 A.M. at the Registered Office of the Corporation, Muttambalam, Kottayam-4 to transact the following business.

To receive, consider and adopt the Directors' Report, Auditors' Report and the audited Profit and Loss Account for the year ended 31st March, 2004 and the Balance Sheet as on that date.

By Order of the Board,  
for THE PLANTATION CORPORATION OF KERALA LIMITED,

Kottayam-4  
27-01-2006

*Sd/-*  
Dr. V.K. Raju  
Managing Director

Note:

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.

## DIRECTOR'S REPORT

Gentlemen,

Your Directors have pleasure in presenting the 42<sup>nd</sup> Annual Report of the Corporation for the year ended 31<sup>st</sup> March, 2004.

### FINANCIAL POSITION

The Authorised capital of the Corporation is Rs. 750 lakhs and the Paid up Capital which stood at Rs. 556.88 lakhs as on 31-03-2003 continued unchanged during 2003-2004.

The Corporation has repaid all the loans payable to Government of Kerala except the loans drawn for investment in Oil Palm India Limited. The said loans has been cancelled by the Government of Kerala when the subsidiary status of Oil Palm India Limited was terminated. The balance outstanding in the loan account was Rs. 32,61,222/- as on Rs. 31-03-1996. This was transferred to Capital Reserve account.

Subsequently as per letter No. L11(1) 15099/84 dated 24-11-1999 Director of Agriculture has requested to remit an amount of Rs. 62,75,140/- as shown below.

Principal	-	Rs. 32,61,222.00
Interest	-	Rs. 28,67,382.00
Penal Interest	-	Rs. 1,46,536.00
Total		<u>Rs. 62,75,140.00</u>

The Company has requested Government of Kerala for exemption from the above payment considering the serious financial crisis faced by the Company and also on the contention that the entire loan of Rs. 112 lakhs was already cancelled by the Government of Kerala as per G.O. (MS) No.239/83AD/ dated 04-08-1983.

The above request was not considered by the Government. Government have ordered to convert the amount of Rs. 62,75,140/- as Share Capital of Government.

The matter was again placed before the Board and the Board has authorised Managing Director to present the case again with the Government considering the present financial position of the Corporation. The request made by the Managing Director is pending at Government level.

The penal interest for delayed remittance of some earlier loan instalments and interest is due to Government of Kerala. In earlier years when the Corporation was meeting its Working Capital requirements with overdraft facilities the loan instalments and interest could not be remitted in time.

The Corporation had availed a Kissan Credit Overdraft from Canara Bank for a period of three years after mortgaging the land and property at Kasargode and Vadavathoor (Kottayam) and hypothecation of standing crops. The rate of interest at the time of sanction in August 2001 was 15.75% and presently it is 10.75%. The overdraft limit was valid for a period of 3 years. The facility was renewed for a further period of 3 years at the rate of 10.75%. The balance loan outstanding as on 31-03-2004 under Kissan credit facility is Rs. 13,04,954.02.

Canara Bank vide letter No. CR/679/234/02 dated 07-05-2002 has also sanctioned a Term Loan of Rs. 14.78 crores at an interest rate of Rs. 14.75% in addition to Rs. 6.90 crores already availed under Kissan Credit Scheme.

Government has also vide G.O. (MS) No.21/2003/AD dated 27-01-2003 accorded sanction for availing a loan of Rs. 21.68 crores (Including Rs. 6.90 crores already taken and Rs. 15 crores for which Government sanction was already accorded) from Canara Bank. Government Guarantee has also been provided for the entire loan amount and its accruing interest till the repayment of the entire amount subject to payment of guarantee commission. Government has also declared moratorium on payment of Agricultural Income Tax, Plantation Tax and lease rent by PCK till the completion of the payment of entire loan amount.

Based on the Government Order the guarantee deed has been executed by Agricultural Production Commissioner on 15-03-2003. We have so far availed an amount of Rs. 6 crores against the sanctioned Term Loan of Rs. 14.78 crores at an interest rate of 13.5%. The rate of interest for Term Loan has been now reduced to 10.75%. Further it has been reduced to 8.9% with effect from 1<sup>st</sup> October 2005. The balance in Term loan as on 31-3-2004 is Rs. 4,14,70,412.84.

### PROFIT & LOSS ACCOUNT

The net profit for the year 2003-2004 as per Profit & Loss Account is Rs. 559.03 lakhs after making the following provisions.

Depreciation	-	Rs. 44.43 lakhs
Provision for Gratuity	-	Rs. 313.31 lakhs

### AGRICULTURAL INCOME TAX

The assessment of Agricultural Income Tax has been completed up to the financial year 2001-02.

For the completed assessment the Company has filed appeals before the higher authorities which are pending for disposal.

### SALE OF RUBBER

During 2003-2004 the quantity of rubber sold was 4490.30 M.Ts. worth Rs. 2617.04 lakhs as against 4788.18 M.Ts. worth Rs. 2099.44 lakhs in 2002-03.

### SALE OF CASHEW

During 2003-2004 the amount received on sale of cashew nuts was Rs. 372.92 lakhs as against Rs. 411.75 lakhs in 2002-03.

### I. RUBBER ESTATES

There are seven Rubber Estates under the ownership of the Corporation, which are located in the Districts of Pathanamthitta, Ernakulam, Malappuram, Kozhikode and Kannur.

### II. CASHEW ESTATES

There are five cashew estates viz. Kasaragode, Rajapuram and Cheemeni in Kasaragode District, Alakode Estate in Kannur District and Mannarghat Estate in Palakad District.

### III. FACTORIES

P.C.K. has 3 major Rubber Processing Factories and one Rubber Wood Factory.

- Kodumon Group Latex Factory situated in Pathanamthitta District.
- Kallala Centrifuge Factory situated in Ernakulam District.

- c. Vettilappara Crumb Rubber Factory situated in Ernakulam District.
- d. Rubber Wood Factory - Kodumon situated in Pathanamthitta District.

### **PRODUCTION**

The production target was 4,503 M.T.s. and the achievement was 5,128.486 M.Ts. (113.89%) during 2002-04.

Introduced D4 tapping system in the entire normal tapping area with cyclic application of stimulant as per Rubber Board direction and thus reduced the number of Tappers. Sunday tapping was also introduced.

### **PERSONNEL MANAGEMENT, INDUSTRIAL RELATIONS AND LABOUR WELFARE**

Industrial Relations were generally maintained smooth and cordial by upholding the principles of Industrial Democracy. Joint Conference discussions and negotiations at various levels for sorting out issues concerning staff and workers amicably.

Employees who were deputed to various Government organizations were rejoined duty during the period.

We have appointed 13 workers under Compassionate Employment Scheme.

### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO**

The information required under Section 217(1)(e) of the Companies Act 1956 is given in the Annexure 1 of the Report.

### **PARTICULARS OF EMPLOYEES**

Particulars under Section 217 (2A) of the Companies Act 1956 read with Companies (Particulars of employees) Rules 1975 as amended is deleted since none of the employees falls in that limit.

### **DIRECTOR'S RESPONSIBILITY STATEMENT (AS PER SECTION 217 (2AA) OF THE COMPANIES ACT 1956**

- (i) In the preparation of annual accounts, the application of accounting standards have been followed along with proper explanation relating to material departures wherever applicable.
- (ii) We had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and the profit or loss of the Company for that period.
- (iii) We had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act so as to safeguard the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) The annual accounts are prepared on a going concern basis.

### **BOARD OF DIRECTORS**

The details of Board of Directors including the change that have taken place during the period under report is given in Annexure II.

### **CHAIRMAN/CHAIRPERSON**

Sri. A.C.Mathew, Edayadi appointed as Chairman from 29-11-2002 held the office of Chairman during the period under report.

## **MANAGING DIRECTOR**

Sri. K. Sivaprasad appointed as Managing Director from 12-11-2001 held the office of Managing Director till 1-3-2004. Shri. R. Krishnamoorthy, General Manager (Finance & Accounts) was in charge of Managing Director from 1-3-2004 to 22-7-2004. Dr. V.K.Raju was appointed as Managing Director with-effect- from 22-7-2004.

## **ACKNOWLEDGEMENT**

Your Directors are grateful to the Government of Kerala, Rubber Board, Canara Bank, S.B.T., Corporation Bank, Syndicate Bank and North Malabar Gramin Bank and others for the continued support during the year under review.

Your Directors wish to place on record their deep sense of appreciation of the devoted service rendered by the Executives, Staff and Workers of the Corporation.

For and on behalf of the Board of Directors

Kottayam,  
17-01-2006

*Sd/-*  
A.C. MATHEW EDAYADI,  
(Chairman)

## ANNEXURE - I

Statement under Section 217 (1) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of the Board of Directors)

### A. CONSERVATION OF ENERGY

(a) Energy conservation measures taken	Nil
(b) Additional investment and proposals; if any being implemented for reduction of energy.	Nil
(c) Impact of the measures (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods.	Due to the efforts taken during the previous years in getting steady electric supply, the production cost is reduced.
(d) Total energy consumption per Unit of Production	Not applicable

### FORM - B

(See Rule 2)

Form of Disclosure of Particulars with Respect of Absorption (to the extent applicable)

Research and Development	Nil
(e) Activities relating to export initiatives taken to increase exports development of new export market for new products and services and export plans	Nil
(f) Total foreign exchange used and earned	
Used	Nil
Earned	Nil

## ANNEXURE - II

Details of Directors including changes taken place during the year ending 31-03-2004

<u>Sl. No.</u>	<u>Name</u>	<u>Address</u>	<u>Date of Appointment</u>
1.	Dr. A.K. Krishnakumar	Rubber Production Commissioner, Rubber Board, Kottayam-2.	From 09-11-1995
2.	Sri. K. Balachandran Thampy, I.F.S.	Additional Principal & Chief Conservator of Forests, Forest Headquarters, Vazhuthacadu, Thiruvananthapuram.	From 24-04-1997
3.	Sri. B. Sugadan	Additional Secretary, Establishment C-Section, Finance Department, Government of Kerala, Secretariate, Thiruvananthapuram.	27-11-2001
4.	Sri. Ramachandran, I.A.S	Agriculture Production Commissioner, Government of Kerala, Secretariat, Thiruvananthapuram	16.05.2003 to 22.08.2003
5.	Sri. S. Muraleedharan	Saji Villa, Thoomgampara, Kattakada P.O., Thiruvananthapuram-695 572	31.05.2003 to 12.08.2004
6.	Sri. V.P.Joy, I.A.S	Secretary to Government Agriculture Department, Governemnt of Kerala, Secretariat, Thiruvananthapuram	22.8.2003 to 23.6.2004

7.	Sri. M.R.Bharghavan	Mohini House Mylapra P.O., Kumbazha North Pathanamthitta.	16.5.2003 to 12.8.2004
8.	Sri. Mathew C.Kunnumkal, I.A.S	Agricultural Production Commissioner, Agriculture (PU) Department, Government of Kerala, Secretariat, Thiruvananthapuram.	23.06.2004
9.	Adv. P.S.Pradeep,	Sudha Bhavan, Nedungolam, Paravoor, Kollam.	12.08.2004
10.	Sri. T.T.Soman,	Thundiyl House, Kudiamala P.O., Kannur.	12.08.2004
11.	Sri. P.J. Joy, M.L.A.	Puthussery House, M.C. Road, Angamaly P.O., Ernakulam-683 572.	12.08.2004

## OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT), KERALA, THIRUVANATHAPURAM.

**REVIEW OF ACCOUNTS OF THE PLANTATION CORPORATION OF KERALA LIMITED, KOTTAYAM FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2004 BY THE COMPTROLLER AND AUDITOR GENERAL OF INDIA.**

### 1. Financial position

The table below summarises the financial position of the company under broad headings for the 3 years up to 2003-2004

	<b>2001-02</b>	<b>2002-03</b> <b>(Rs. in lakh)</b>	<b>2003-04</b>
<b>1. Liabilities</b>			
a) Paid up capital	556.88	556.88	556.88
b) Reserves and Surplus	1178.85	1179.30	2307.59
c) Borrowings	709.31	546.21	427.75
d) Trade dues and Other liabilities (Including provisions)	5324.38	5527.67	4346.68
e) Deferred Tax Liability	-	19.43	280.70
<b>Total</b>	<b><u>7769.42</u></b>	<b><u>7829.49</u></b>	<b><u>7919.59</u></b>
<b>2. Assets</b>			
a) Fixed assets	1586.87	1595.70	1568.79
b) Less Depreciation	972.00	1003.02	1040.33
c) Net fixed Assets	614.87	592.68	528.46
d) Development of property	3736.22	3893.23	3914.09
e) Capital work in progress	191.95	244.93	225.36
f) Investments	125.01	125.01	125.01
g) Current Assets, loans and advances	1390.32	1254.16	1614.05
h) Deferred Tax Assets	-	13.82	-
i) Accumulated loss	1711.05	1705.66	1512.62
<b>Total</b>	<b><u>7769.42</u></b>	<b><u>7829.49</u></b>	<b><u>7919.59</u></b>
Capital employed	2418.62	2169.09	3663.99
Net worth	24.68	30.52	1351.85

Note. 1. Capital employed represents net fixed assets (including capital work in progress) plus working capital

2. Net worth represents paid up capital plus reserves and surplus less accumulated loss.

### 2. Capital structure

The borrowing during the year 2001-02 was Rs. 709.31 lakhs, during 2002-03 Rs. 546.21 and during 2003-04 Rs.427.75. The debt equity ratio of the company was 1.27:1 in 2001-02, 0.98:1 in 2002-03 and 0.77:1 in 2003-04.

### 3. Reserves & Surplus

The reserves and surplus accumulated at the end of three years up to 2003-04 amounted to Rs. 1178.85

lakhs, Rs.1179.30 lakhs and Rs 2307.59 lakh respectively. The reserves and surplus worked out to 15.17% of total liabilities in 2001-2002 as against 15.06% in 2002-2003 and 29.14% in 2003-04. The percentage of reserves and surplus to equity capital was 211.69 in 2001-2002, 211.77 in 2002-03 and 414.38 in 2003-04.

#### 4. Liquidity and solvency

- (a) The percentage of current assets to total net assets decreased from 17.89 in 2001-02 to 16.02 in 2002-03 and increased to 20.38 in 2003-04.
- (b) The percentage of current assets to current liabilities (including provisions) decreased from 26.11 in 2001-2002 to 22.69 in 2002-2003 and increased to 37.13 in 2003-04.
- (c) The percentage of quick assets (sundry debtors, cash and bank balance and advance recoverable) to current liabilities (excluding provisions) decreased from 12.75 in 2001-2002 to 10.01 in 2002-2003 and increased to 21.43 in 2003-04.

#### 5. Sources and uses of funds

During the year 2003-2004 funds amounting to Rs.1680.21 lakh from internal sources were utilized as follows:

Development of Property	:	Rs.	20.85 lakh
Repayment of loan	:	Rs.	118.46 lakh
Decrease in Current Liabilities	:	Rs.	1181.00 lakh
Increase in Current Assets	:	Rs.	359.90 lakh
<b>Total</b>	:	<b>Rs.</b>	<b>1680.21 lakh</b>

#### 6. Working results

The working results of the company for the three years upto 2003-2004 are given below:

	<u>2001-02</u>	<u>2002-03</u> (Rs. in lakh)	<u>2003-04</u>
(i) Profit (+) / Loss (-) for the year before tax	(-)616.39	(+)10.06	(+)559.03
(ii) Tax Provision	-	-	-
Profit (+)/Loss (-) after tax	(-)616.39	(+)10.06	(+)559.03

#### 7. Cost trends

	<u>2001-2002</u>	<u>2002-2003</u> (Rs. in lakh)	<u>2003-2004</u>
Sales	1530.46	2581.85	3072.68
Less Profit(+)/ Add loss (-) for the year	(-)616.39	(+)10.06	(+)559.03
Cost of sales	2146.85	2571.79	2513.65
Percentage of cost of sales to sales	140.27	99.61	81.81

**8. Production Performance**

The value of production for the three years upto 2003-04 is worked out below:

	<u>2001-2002</u>	<u>2002-2003</u> <u>(Rs. in lakh)</u>	<u>2003-2004</u>
(a) Sales	1530.46	2581.85	3072.68
(b) Closing stock of finished goods and work in progress	357.52	256.41	448.61
(c) Opening stock of finished goods and work in progress	185.84	357.52	256.41
(d) Value of production (a+b-c)	1702.14	2480.74	3264.88

The percentage of value of production to net worth increased from 6896.84 in 2001-02 to 8128.24 in 2002-03 and decreased to 241.51 in 2003-04.

The percentage of value of production to total net assets increased from 21.91 in 2001-02 to 31.68 in 2002-03 and increased to 41.23 in 2003-04.

**9. Inventory**

The following table indicates the comparative position of inventory and its distribution at the close of three years upto 2003-04

	<u>2001-2002</u>	<u>2002-2003</u> <u>(Rs. in lakh)</u>	<u>2003-2004</u>
a) Stores and spares	122.53	148.50	175.77
b) Loose tools	14.68	15.62	20.47
c) Stock in Trade of finished goods (including work in progress)	357.52	256.41	448.61
d) Agricultural equipment	6.55	6.60	7.50
<b>Total</b>	<b>501.28</b>	<b>427.13</b>	<b>652.35</b>

The stock in trade was equivalent to 2.8 months sales in 2001-02, 1.2 months in 2002-03 and 1.75 months in 2003-04.

**10. Sundry Debtors and Turnover**

The following table indicates the volume of book debts and sales for the three years up to 2003-2004

(Rs. in lakhs)

As on 31 <sup>st</sup> March	Book Debts			Sales during the year	Percentage of debts to sales
	Considered good	Considered doubtful	Total		
2002	37.04	13.88	50.92	1530.46	3.3
2003	41.61	13.88	55.49	2581.85	2.1
2004	36.82	13.88	50.70	3072.68	1.65

Note : No effect of the qualification of Statutory Auditors in their reports or the comments of the Comptroller and Auditor General of India under Section 619(4) of the Companies Act 1956 has been given in the review of accounts.

Sd/-

**ARVIND K. AWASTHI**

PRINCIPAL ACCOUNTANT GENERAL (AUDIT),

KERALA

Thiruvananthapuram

Date: 22-12-2005

**THE PLANTATION CORPORATION OF KERALA LTD.**

(A Govt. of Kerala Undertaking)

KOTTAYAM -686 004

**ANNUAL ACCOUNTS**

**&**

**SCHEDULES**

**2003-2004**

**THE PLANTATION CORPORATION**  
**BALANCE SHEET**

Previous Year Rs. Ps.	LIABILITIES	Current Year Rs. Ps.
	<b>SHARE CAPITAL</b>	
75000000.00	Authorised - 75000 Equity Shares of Rs.1000/- each	75000000.00
55688000.00	Issued - 55688 Equity Shares of Rs. 1000/- each	55688000.00
55688000.00	Subscribed, called up and paid up 55688 Equity shares of Rs. 1000/- each (Of the above shares, 12182 shares are allotted as fully paid up pursuant to a contract without payments being received in cash)	55688000.00
117930344.28	<b>RESERVES &amp; SURPLUS (Sch.A)</b>	230758945.88
54620921.11	SECURED LOANS (Sch.B1)	42775366.86
	UNSECURED LOANS From Govt.of Kerala for Estate Development	
4820960.51	Interest accrued and due	4820960.51
	<b>DEFERRED TAX LIABILITIES</b>	
1748583.00	a. Due to Agricultural Income Tax <span style="float: right;">25692260.00</span>	
194420.00	b. Due to Central Income Tax <span style="float: right;">2377404.00</span>	28069664.00
	<b>CURRENT LIABILITIES &amp; PROVISIONS</b>	
355496280.83	a. Current Liabilities - Sch. B <span style="float: right;">235101204.97</span>	
192449931.07	b. Provisions - Sch.C <span style="float: right;">194745521.07</span>	429846726.04
	<b>ACCOUNTING POLICIES &amp; NOTES TO ACCOUNTS</b>	
	a. Accounting policies - Sch.J	
	b. Notes Forming Part of Accounts - Sch.K	
<b>782949440.80</b>	<b>TOTAL</b>	<b>791959663.29</b>

For and on behalf of Board of Directors

Sd/-

A.C. Mathew Edayadi  
Chairman

Sd/-

Dr. V.K. Raju  
Managing Director

Sd/-

R. Krishnamoorthy  
G.M. (F&A)

Kottayam,  
24-10-2005.

**OF KERALA LTD., KOTTAYAM- 4**  
**AS AT 31ST MARCH 2004**

Previous Year Rs. Ps.	ASSETS	Current Year Rs. Ps.
	<b>FIXED ASSETS</b>	
365023787.04	a) Plantations- Sch.D	391408923.11
52257848.82	b) Plant & Machinery, Roads, Buildings etc. Sch.E 52845752.36	
24432802.61	c) Capital Work in Progress 22536064.20	75381816.56
	<b>INVESTMENTS</b>	
12501000.00	In Shares (at cost) - Sch. F	12501000.00
	<b>DEFERRED TAX ASSETS</b>	
1381856.00	a. Due to Central Income Tax	0.00
	<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>	
56951451.17	a) Current Assets - Sch. G 73817670.13	
68464163.36	b) Loans & Advances - Sch.H 87587843.92	161405514.05
170566531.80	<b>PROFIT &amp; LOSS APPROPRIATION ACCOUNT</b>	151262409.57
<b>782949440.80</b>	<b>TOTAL</b>	<b>791959663.29</b>

Sd/-  
V.M. Joseph  
Secretary

As per our report of even date  
For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-  
P.A.JOSEPH M.Sc., FCA. (Partner)  
M.No.201101

**THE PLANTATION CORPORATION**  
**PROFIT & LOSS ACCOUNT**

Previous Year Rs. Ps.	EXPENDITURE	Current Year Rs. Ps.
35751732.00	To Opening Stock- Rubber and Agri.Products	25641206.73
37722532.17	To Salaries & Allowances	37375006.34
285122.00	To Salaries & Allowances to MD	242517.00
835899.92	To Leave Encashment	1951880.10
16046518.40	To Employer's Contribution -PF	15058950.00
7063514.02	To Bonus & Production Incentive	8632382.80
5775.40	To Honorarium to Chairman	24000.00
32798.00	To TA & Sitting fee to Directors	22553.50
882651.70	To TA to staff & officers	953163.50
47231.80	To Rent	53532.00
1500020.77	To Rates & taxes	1326924.00
12438766.08	To Electricity Charges	13724893.85
15189871.00	To Lease Rent	15189871.00
364690.00	To Insurance Charges	292693.00
666460.00	To Advertisement Charges	970017.00
443011.00	To Legal Expenses	730713.00
65100.00	To Remuneration to Auditors	79426.00
8586173.78	To Interest on Loan	8155518.00
0.00	To Guarantee Commission	321000.00
7770259.32	To Rep. & Maintenance of Assets - Sch.I	8752124.79
3306323.67	To Miscellaneous Expenses -Sch. II	3467133.94
16564529.98	To Welfare expenses - Sch. III	20740731.49
4342946.42	To Depreciation	4442713.84
10162862.78	To Cultivation & Upkeep - Rubber	12032328.39
45485256.06	To Tapping & Collection - Rubber	51557014.97
23382922.49	To Manufacturing & Selling Expenses	25090314.80
10269041.05	To Cultivation & Upkeep - cashew	9225532.77
1025721.51	To Cultivation & Upkeep - Oil Palm	2034443.05
667069.45	To Cultivation & Upkeep - Other Crops	388401.73
1614674.32	To Collection Charges - Cashew	1756111.14
673368.32	To Harvesting Expenses - Oil Palm	449138.75
21419524.60	To Provision for Gratuity	31331169.60
985076.07	To Net Loss - Rubber Wood Factory -Sch.IV	0.00
1005855.10	Net Profit c/d to P & L Appropriation A/c	55903315.91
<b>286603299.18</b>	<b>TOTAL</b>	<b>357916722.99</b>

Sd/-

A.C. Mathew Edayadi  
Chairman

Sd/-

Dr. V.K. Raju  
Managing Director

Sd/-

R. Krishnamoorthy  
G.M. (F&A)

Kottayam,  
24-10-2005.



**THE PLANTATION CORPORATION OF KERALA LTD.,  
KOTTAYAM - 4**

**PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31st MARCH 2004**

Previous Year			Current year		Previous year		Current Year	
Rs.	Ps.		Rs.	Ps.	Rs.	Ps.	Rs.	Ps.
171300199.75		To Balance as per last Balance sheet	170566531.80		1005855.10	By Net Profit as per P & L A/c		55903315.91
73684.00		To Prior Period Expenses	9090676.68		168223.85	By Prior Period Income		0.00
0.00		To Tax Expenses - CIT	3564840.00		1381856.00	By Tax Expenses - CIT		0.00
1748583.00		To Tax Expenses - AIT	23943677.00		170566531.80	By Net Loss transferred to Balance Sheet		151262409.57
<b>173122466.75</b>		<b>TOTAL</b>	<b>207165725.48</b>		<b>173122466.75</b>	<b>TOTAL</b>		<b>207165725.48</b>

For and on behalf of Board of Directors

Sd/-  
A.C. Mathew Edayadi  
Chairman

Sd/-  
Dr. V.K. Raju  
Managing Director

Sd/-  
R.Krishnamoorthy  
G.M.(F&A)

Sd/-  
V.M.Joseph  
Secretary

As per our report of even date  
For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-  
P.A.JOSEPH M.Sc., FCA. (Partner)  
M.No.201101

Kottayam,  
24-10-2005.

**SCHEDULE - A**  
**RESERVES & SURPLUS AS ON 31-03-2004**

Previous Year Rs. Ps.		Current Year Rs. Ps.
6241243.30	1. <u>Capital Reserve</u> As per last Balance Sheet 6241243.30 Additions during the year <u>112748277.60</u>	118989520.90
81958000.00	2. <u>Replanting Reserve</u> As per last Balance Sheet	81958000.00
14079091.48	3. <u>Rehabilitation Reserve</u> As per last Balance Sheet	14079091.48
	<b>Subsidy from Government</b>	
11904069.50	1. <u>Subsidy from Rubber Board</u> <u>Rubber Cultivation:</u> As per last Balance Sheet 11904069.50 Additions during the year 80324.00	11984393.50
3747940.00	2. <u>Subsidy from Govt. of Kerala</u> Cashew Plagitation Upkeep As per last Balance Sheet 3747940.00 Additions during the year 0.00	3747940.00
117930344.28	<b>TOTAL</b>	<b>230758945.88</b>

**SCHEDULE - B**  
**CURRENT LIABILITIES AS ON 31-03-2004**

Previous Year Rs. Ps.		Current Year Rs. Ps.
2245822.79	Sundry Creditors Due to Small Scale Industrial Undertakings 740148.75 Due to other than Small Scale Industrial Undertakings <u>1052560.79</u>	1792709.54
290581167.61	Other Liabilities	174323142.71
4362092.17	EMD	4527721.32
12026190.52	Security Deposit	12633592.02
18591722.00	Income Received in Advance	23466801.00
10000.00	Housing Scheme - Workers	10000.00
33991.41	Welfare Fund	34001.20
641000.00	Sale of Secondary Growth	641000.00
17737151.90	Agricultural Income tax due	17737151.90
248242.43	Central Sales Tax & KGST payable	-59064.72
18900.00	Sainik Stamp	150.00
355496280.83	<b>TOTAL</b>	<b>235101204.97</b>

For and on behalf of Board of Directors

Sd/-  
A.C. Mathew Edayadi  
Chairman

Sd/-  
Dr. V.K. Raju  
Managing Director

Sd/-  
R.Krishnamoorthy  
G.M.(F&A)

Sd/-  
V.M.Joseph  
Secretary

As per our report of even date  
For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-  
P.A.JOSEPH M.Sc., FCA. (Partner)  
M.No.201101

Kottayam,  
24-10-2005.

Kottayam,  
24-10-2005.

**SCHEDULE -B1**  
**SECURED LOAN AS ON 31-03-2004**

Previous Year Rs. Ps.		Current Year Rs. Ps.
	<b>Loans and Advances from Banks</b>	
	<b>1. Kissan Credit Over Draft from Canara Bank</b>	
54620921.11	Kissan Credit Overdraft availed from Canara Bank, Main Branch, Koattayam, secured by the hypothecation of stock and mortgage of lands at Vadavathoor and Kasaragode and guaranteed by the Govt. of Kerala vide GO (MS)No.21/2003/AD dtd.27/01/2003	1304954.02
	<b>2. Term Loan from Canara Bank</b>	
0.00	Term Loan availed from Canara Bank, Main Branch, Kottayam, secured by the hypothecation of stock and mortgage of lands at Vadavathoor and Kasaragode and guaranteed by the Govt. of Kerala vide GO (MS) No.21/2003/AD dtd, 27/01/2003	41470412.84
<b>54620921.11</b>	<b>TOTAL</b>	<b>42775366.86</b>

**SCHEDULE -C**  
**PROVISIONS AS ON 31-03-2004**

Previous Year Rs. Ps.		Current Year Rs. Ps.
171175610.00	<b>1. Gratuity</b>	
	As per last Balance Sheet	171175610.00
	ADD: Additions this year	<u>31331169.60</u>
		202506779.60
	LESS: Paid this year	<u>29635579.60</u>
		172871200.00
1800000.00	<b>2. Bonus:</b>	
	As per last Balance Sheet	1800000.00
	ADD: Additions this year (from 1-1-2004 to 31-3-2004)	<u>2400000.00</u>
		4200000.00
	LESS Adjusted this year (from 1-1-2003 to 31-3-2003)	<u>1800000.00</u>
		2400000.00
19474321.07	<b>3. Taxation:</b>	
	As per last Balance Sheet	19474321.07
	ADD Additions this year	<u>0.00</u>
		19474321.07
	LESS Adjusted this year	<u>0.00</u>
		19474321.07
<b>192449931.07</b>	<b>TOTAL</b>	<b>194745521.07</b>

For and on behalf of Board of Directors

Sd/-  
A.C. Mathew Edayadi  
Chairman

Sd/-  
Dr. V.K. Raju  
Managing Director

Sd/-  
R.Krishnamoorthy  
G.M.(F&A)

Sd/-  
V.M.Joseph  
Secretary

As per our report of even date  
For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-  
P.A.JOSEPH M.Sc., FCA. (Partner)  
M.No.201101

Kottayam,  
24-10-2005.

**SCHEDULE -D**  
**DEVELOPMENT OF PROPERTY AS ON 31ST MARCH 2004**

Item	Opening Balance		Additions		Disposals		Closing Balance	
	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.
Rubber	327852390.80		12561119.28		11891006.93		328522503.15	
Cashew Plantations	25858969.45		1880056.70		444154.00		27294872.15	
Coffee Plantations	478684.94		0.00		478684.94		0.00	
Wecanut Plantations	1210730.57		134312.30		562415.99		782626.88	
Oil Palm Plantation	29768765.66		1604173.62		0.00		31372939.28	
Teak Plantations	734923.60		3529.60		19800.00		718653.20	
Coconut Plantations	204782.86		0.00		0.00		204782.86	
Surey	225195.53		0.00		0.00		225195.53	
Excised Area Expenses	1694037.42		0.00		0.00		1694037.42	
Eucalyptus & Accasia	1206212.31		8264.00		623163.67		593312.64	
Cardamom Plantations	87093.90		0.00		87093.90		0.00	
<b>TOTAL</b>	<b>389323787.04</b>		<b>16191455.50</b>		<b>14106319.43</b>		<b>391408923.11</b>	

For and on behalf of Board of Directors

Sd/-                      Sd/-                      Sd/-                      Sd/-  
A.C. Mathew Edayadi      Dr. V.K. Raju      R. Krishnamoorthy      V.M. Joseph  
Chairman                      Managing Director      G.M. (F & A)                      Secretary

As per our report of even date  
For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-  
P.A.JOSEPH M.Sc., FCA. (Partner)  
M.No.201101

Kottayam,  
24-10-2005.

**THE PLANTATION CORPORATION OF KERALA LTD.,**  
**SCHEDULE - 4**  
**SCHEDULE - E**  
**SCHEDULE OF FIXED ASSETS AS ON 31<sup>st</sup> MARCH 2004**

ITEM	ORIGINAL COST			DEPRECIATION			DISPOSALS/WRITE-OFF			BALANCE
	At the end of Previous Year	Additions during current year	Total	For the current year	At the end of Previous Year	Total	Original Cost	Depreciation Written off	Total Cost	
	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	
1. Furniture	2690138.85	3173.81	272310.86	61028.81	209919.95	2607367.66	266923.65	0.00	272310.86	
2. Office Equipments	3867355.65	1437.00	3868792.65	2477003.70	209919.95	266923.65	96002.74	0.00	3868792.65	
3. Electric Appliances	96756.13	4910.61	101666.74	82175.13	209919.95	5827.61	99002.74	0.00	101666.74	
4. Electrical Installation	6904059.56	19827.57	6923887.13	5830577.16	106718.00	5937295.16	43724.30	127446.80	6490162.83	
5. Telephone	295552.38	0.00	295552.38	208425.38	12719.00	220544.92	0.00	0.00	220544.92	
6. Survey instruments	72854.82	0.00	72854.82	1225.92	38.00	1223.92	0.00	0.00	70903.96	
7. Library	70903.36	0.00	70903.36	54247.36	1667.00	55914.36	0.00	0.00	70903.96	
8. Roads	25152119.91	0.00	25152119.91	10280341.91	11014807.91	320095.49	137627.49	0.00	24832024.42	
9. Fence/Kayala	999260.09	0.00	999260.09	5870703.09	412637.00	6283560.09	0.00	0.00	6283560.09	
10. Electric Fittings	182806.03	1480.00	184286.03	142370.03	9567.00	151937.03	0.00	0.00	184286.03	
11. Plant & Machinery	2303115.59	159331.79	23187447.38	18106292.59	739866.00	18446178.59	23167447.38	0.00	184286.03	
12. Buildings	62094682.34	0.00	62094682.34	36477565.34	1267283.00	3774848.34	2080552.82	601924.82	60014109.52	
13. Vehicles	11573005.27	1883.00	11574888.27	9619651.80	541955.47	10061607.27	0.00	0.00	11574888.27	
14. Water Supply instr.	8448295.01	0.00	8448295.01	8059600.01	114719.00	8173304.33	0.00	0.00	8145629.33	
15. Ammonia cylinders	523639.00	0.00	523639.00	519040.00	1840.00	520880.00	0.00	0.00	520880.00	
16. Wells	308955.53	0.00	308955.53	306955.53	83030.53	265925.00	15433.58	41002.58	265925.00	
17. Landing pad	118844.25	0.00	118844.25	66539.25	2615.00	69154.25	0.00	0.00	118844.25	
18. Junkhar & Boat	63041.49	0.00	63041.49	31339.49	3170.00	34509.49	0.00	0.00	63041.49	
19. Freshhold land	3148635.65	0.00	3148635.65	1.65	0.00	1.65	0.00	0.00	3148635.65	
20. Computer	990260.00	0.00	990260.00	24549.00	388284.00	0.00	0.00	0.00	990260.00	
<b>TOTAL</b>	<b>159669889.01</b>	<b>219023.78</b>	<b>159788912.79</b>	<b>100302040.18</b>	<b>104943917.02</b>	<b>2910365.87</b>	<b>911122.47</b>	<b>156878546.92</b>	<b>104032794.55</b>	
<b>Previous Year Total</b>	<b>15867145.89</b>	<b>2628809.60</b>	<b>16131965.49</b>	<b>9720066.71</b>	<b>101772178.83</b>	<b>1746066.48</b>	<b>1470138.65</b>	<b>15669889.01</b>	<b>100302040.18</b>	
<b>Net Block as on 31-03-2003</b>	<b>61486590.17</b>	<b>59267848.82</b>	<b>52845752.36</b>	<b>52845752.36</b>	<b>52845752.36</b>	<b>52845752.36</b>	<b>52845752.36</b>	<b>52845752.36</b>	<b>52845752.36</b>	

For and on behalf of Board of Directors

A.C. Mathew Edayadi  
 Chairman

Dr. V.K. Raju  
 Managing Director

R. Krishnamoorthy  
 G.M.(F&A)

V.M. Joseph  
 Secretary

For VISHNU RAJENDRAN & CO.  
 Chartered Accountants  
 Sd/-  
 P.A.JOSEPH M.Sc., FCA. (Partner)  
 M.No.201101

As per our report of even date

**SCHEDULE - F**  
**INVESTMENTS AS ON 31-03-2004**

	Current Year	
	Rs.	Ps.
In shares of Companies (unquoted)		
1000.00 a) 10 Equity shares of Rs.100/- each fully paid up in Banana & Fruit Development Corporation Ltd., Madras.		1000.00
1000000.00 b) 1000 Equity Shares of Rs. 10,000/- each fully paid up in Kerala Feeds Ltd., Kallettumakara, Trichur.		1000000.00
2500000.00 c) 2,50,000 Equity shares of Rs. 10/- each fully paid up in Cochin International Airport Ltd., Nedumbassery.		2500000.00
<b>12501000.00 TOTAL</b>		<b>12501000.00</b>

For and on behalf of Board of Directors

Sd/- Sd/- Sd/- Sd/-  
 A.C. Mathew Edayadi Dr. V.K. Raju R.Krishnamoorthy V.M.Joseph  
 Managing Director Managing Director G.M.(F&A) Secretary

31-03-2005

As per our report of even date  
 For VISHNU RAJENDRAN & CO.  
 Chartered Accountants

Sd/-  
 P.A.JOSEPH M.Sc., FCA. (Partner)  
 M.No.201101

Sd/-  
 P.A.JOSEPH M.Sc., FCA. (Partner)  
 M.No.201101

Secretary

R. Krishnamoorthy  
 G.M.(F&A)

Dr. V.K. Raju  
 Managing Director

A.C. Mathew Edayadi  
 Chairman

Kottayam,  
 04-10-2006

**SCHEDULE - F**  
**INVESTMENTS AS ON 31-03-2004**

	Current Year	
	Rs.	Ps.
In shares of Companies (unquoted)		
1000.00 a) 10 Equity shares of Rs.100/- each fully paid up in Banana & Fruit Development Corporation Ltd., Madras		1000.00
10000000.00 b) 1000 Equity Shares of Rs. 10,000/- each fully paid up in Kerala Feeds Ltd., Kallettumakara, Trichur.		10000000.00
2500000.00 c) 2,50,000 Equity shares of Rs. 10/- each fully paid up in Cochin International Airport Ltd., Nedumbassery.		2500000.00
<b>12501000.00 TOTAL</b>		<b>12501000.00</b>

For and on behalf of Board of Directors

Sd/-  
A.C. Mathew Edayadi  
Chairman

Sd/-  
Dr. V.K. Raju  
Managing Director

Sd/-  
R.Krishnamoorthy  
G.M.(F&A)

Sd/-  
V.M.Joseph  
Secretary

As per our report of even date  
For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-  
P.A.JOSEPH M.Sc., FCA. (Partner)  
M.No.201101

Kottayam,  
24-10-2005.

Sd/-  
P.A.JOSEPH M.Sc., FCA. (Partner)  
M.No.201101

Secretary

R. Krishnamoorthy  
G.M.(F&A)

Dr. V.K. Raju  
Managing Director

A.C. Mathew Edayadi  
Chairman

Kottayam,  
24-10-2005.

**SCHEDULE - G**  
**CURRENT ASSETS AS ON 31-03-2004**

Previous Year Rs. Ps.		Current Year Rs. Ps.
	<b>A. INVENTORIES</b> (As taken, Valued and certified by the management)	
14849621.01	1. Stores and Spares at cost	17577457.59
1562155.55	2. Loose Tools	2047266.02
659583.31	3. Agricultural and Other Equipments	750007.62
22909823.08	4. Stock of Rubber & Rubber in Process (Value fixed by management less Incidental Expenses)	43274376.24
1026831.30	5. Stock of Rubber Wood	1406537.92
2486226.35	6. Stock of Cashew Nuts	1373914.25
245157.30	7. Closing Stock - Others	212841.50
	8. Nurseries:-	
1083640.23	Cashew	849658.26
182955.86	Budwood - Rubber	105725.95
6559.30	Arecanut	0.00
708453.37	Oil Palm	43037.00
2323425.06	Polybag -Rubber	1843.66
1281556.95	Rubber Seedlings	0.00
		67642666.01
4161322.28	<b>B. SUNDRY DEBTORS</b> (Unsecured considered good):	
	Exceeding six months	4632214.86
	Others	437906.81
	Less : Provision for Doubtful Debts	1387786.91
		3682334.76
	<b>C. CASH &amp; BANK BALANCES;</b>	
223.00	a. Stamp & Stamp Papers	223.00
0.00	b. Cash Balance;	---
	c. Bank Balances	
68731.17	1. With Scheduled Banks in Current Accounts	61625.16
4620.00	2. With Treasury S.B.A/c.	4620.00
3390566.05	3. Cash in Transit	2426201.20
		2492669.36
<b>56951451.17</b>	<b>TOTAL</b>	<b>73817670.13</b>

For and on behalf of Board of Directors

Sd/-  
A.C. Mathew Edayadi  
Chairman

Sd/-  
Dr. V.K. Raju  
Managing Director

Sd/-  
R. Krishnamoorthy  
G.M.(F&A)

Sd/-  
V.M. Joseph  
Secretary

As per our report of even date  
For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-  
P.A.JOSEPH M.Sc., FCA. (Partner)  
M.No.201101

Kottayam,  
24-10-2005.

**SCHEDULE -H**  
**LOANS & ADVANCES AS ON 31-03-2004**

Previous Year Rs. Ps.		Current Year Rs. Ps.
	<b>1. SECURED ( Considered Good)</b>	
	<b>STAFF LOAN</b>	
77344.50	1. Motor car Loan	62200.00
150715.10	2. Motor Cycle Loan	106552.10
960792.60	3. Housing Loan	<u>755039.60</u>
		923791.70
	<b>2. UNSECURED (Considered Good)</b>	
2500000.00	2. K.S.C.H.D.C.	2500000.00
15000000.00	3. K.S.H.D.C.	15000000.00
21829409.67	b) Advances recoverable in cash or kind for value to be received.	38888554.83
	c) Advance payment of taxes	
1043974.81	1. Sales tax	918216.71
7869275.00	2. Agricultural income tax	7869275.00
11868907.00	3. Central income tax	12943648.00
37484.00	d) Prepaid expenses	149826.00
	e) Tax refund due:	
286300.00	1. Income tax	286300.00
5082748.18	2. Agricultural income tax	5082748.18
61668.25	f) Rebate receivable on Govt.Loan	<u>61668.25</u>
		83700236.97
	<b>3. DEPOSITS</b>	
1102356.00	1.KSEB,Port Trust & other Govt. Dept.	2412502.00
12750.00	2. With Housing Board	0.00
186557.00	3. Other Deposits	251184.00
298637.00	4. With Court	224885.00
75244.25	5. With Suppliers	<u>75244.25</u>
		2963815.25
<b>68464163.36</b>	<b>TOTAL</b>	<b>87587843.92</b>

For and on behalf of Board of Directors

Sd/-  
A.C. Mathew Edayadi  
Chairman

Sd/-  
Dr. V.K. Raju  
Managing Director

Sd/-  
R.Krishnamoorthy  
G.M.(F&A)

Sd/-  
V.M.Joseph  
Secretary

As per our report of even date  
For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-  
P.A.JOSEPH M.Sc., FCA. (Partner)  
M.Np.201101

Kottayam,  
24-10-2005.

**SCHEDULE - I**  
**REPAIRS & MAINTENANCE OF ASSETS**

Previous Year Rs. Ps.		Current Year Rs. Ps.
3005053.39	Repairs to Vehicles	3781336.32
912585.00	Repairs to Buildings	970453.46
786503.10	Repairs to Plant & Machinery	759361.87
299273.24	Repairs to Roads	272869.16
1353882.60	Repairs to Electrification	1057040.08
578565.35	Repairs to Water Supply Installation	780465.41
74090.79	Repairs to Office Equipments	47142.56
278100.45	Repairs to Fence / Kayyala	512591.70
306418.79	Repairs to Tools	362361.92
3650.00	Repairs to Jhankar & Boat	12197.56
35490.00	Repairs to Computer	49807.00
38297.15	Repairs to Furniture	38701.60
92071.46	Repairs to Temporary Shed	61750.84
6278.00	Repairs & Maint. To Assets	46045.31
<b>7770259.32</b>	<b>TOTAL</b>	<b>8752124.79</b>

**SCHEDULE II**  
**MISCELLANEOUS EXPENSES**

Previous Year Rs. Ps.		Current Year Rs. Ps.
598311.33	Postage Telephone & Telegram	692272.26
296387.55	Printing & Stationery	656965.55
238195.40	Office Expenses & Others	190300.06
527347.01	Security Expenses	528527.56
8751.93	Storage Expenses	5296.36
58294.68	Survey Expenses	63495.60
14511.00	Books & Periodicals	16068.00
197424.82	IB Expenses	271750.20
59554.86	Entertainment Expenses	73323.30
12999.00	Staff Training Expenses	140171.00
139001.30	Ferry Expenses	120744.00
1142020.29	Bank Charges	666180.80
13524.50	Gardening	42039.25
<b>3306323.67</b>	<b>TOTAL</b>	<b>3467133.94</b>

For and on behalf of Board of Directors

Sd/-  
A.C. Mathew Edayadi  
Chairman

Sd/-  
Dr. V.K. Raju  
Managing Director

Sd/-  
R.Krishnamoorthy  
G.M.(F&A)

Sd/-  
V.M.Joseph  
Secretary

As per our report of even date  
For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-  
P.A.JOSEPH M.Sc., FCA. (Partner)  
M.No.201101

Kottayam,  
24-10-2005.

**SCHEDULE - III  
WELFARE EXPENSES**

Previous Year Rs. Ps.		Current Year Rs. Ps.
2099030.26	Sickness Benefit	1937167.69
51044.90	Maternity Benefit	128883.00
3094753.93	Leave with wages	3523467.29
3032386.15	Holiday wages	4196647.00
287528.15	Weather Protection Expenses	232771.99
1475807.00	Drinking Water Supply	1159554.30
257624.82	Sanitation	394387.00
58940.40	Recreation Facility	54243.00
4515498.82	Medical & Hospital Facility	7044606.45
6997.00	Way Expenses -Workers	57937.00
90036.25	Running & Maint. of School	216455.00
25399.00	Creche Expenses	27894.40
37506.00	Workmen's Compensation	56808.00
149205.00	Group Insurance	282385.00
220091.67	Uniform to Staff & Workers	704079.97
258192.03	Subsistance Allowance	151613.40
71725.00	Labour Welfare fund	54327.00
513923.60	DLI	502400.00
20840.00	Funeral Expenses	15104.00
<b>16564529.98</b>	<b>TOTAL</b>	<b>20740731.49</b>

For and on behalf of Board of Directors

Sd/-  
A.C. Mathew Edayadi  
Chairman

Sd/-  
Dr. V.K. Raju  
Managing Director

Sd/-  
R.Krishnamoorthy  
G.M.(F&A)

Sd/-  
V.M.Joseph  
Secretary

As per our report of even date  
For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-  
P.A.JOSEPH M.Sc., FCA. (Partner)  
M.No.201101

Kottayam,  
24-10-2005.

**SCHEDULE - IV**  
**RUBBER WOOD FACTORY**  
**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2004**

Previous Year Rs. Ps.		Current Year Rs. Ps.		Previous Year Rs. Ps.		Current Year Rs. Ps.
959521.90	To opening Stock	1026831.30		1349678.25	By Sale of Processed Rubber Wood	3141306.35
1063101.00	To Purchase of Rubber Trees	1242819.00		49261.40	By Sale of By Products and Waste	157831.00
306416.00	To Pay & Allowances	179371.64		0.00	By Interest on Staff loans	8995.00
148517.79	To Factory Wages	161874.63		10237.50	By Miscellaneous income	10400.00
12228.90	To Bonus to Staff & Workers	16193.80		1026831.30	By Closing Stock	1406537.92
52614.35	To Contribution to PF	38948.00		985076.07	By Net Loss transferred To P & L A/c	0.00
19742.92	To Welfare Expenses	14915.40				
8655.00	To Travelling Expenses	4568.00				
55429.07	To Rep. & Maint. of Assets	69235.90				
3275.00	To Advt. & Sales Promotion	506.00				
7489.00	To Office Expenses	28848.50				
228666.70	To Depreciation	199163.00				
555344.89	To Mfg. & Selling Expenses	939001.11				
82.00	To Bank Charges	0.00				
0.00	To Legal Expenses	11700.00				
0.00	To Net Profit transferred to P & L A/c	791093.99				
<b>3421084.52</b>	<b>TOTAL</b>	<b>4725070.27</b>		<b>3421084.52</b>	<b>TOTAL</b>	<b>4725070.27</b>

For and on behalf of Board of Directors

Sd/-

A.C. Mathew Edayadi  
Chairman

Kottayam,  
24-10-2005.

Sd/-

Dr. V.K. Raju  
Managing Director

Sd/-

R.Krishnamoorthy  
G.M.(F&A)

Sd/-

V.M.Joseph  
Secretary

As per our report of even date

For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-

P.A.JOSEPH M.Sc., FCA. (Partner)  
M.No.201101

## SCHEDULE - J

### SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2004

1. **Basis of Accounting:**

The Financial Statement of the company are prepared under historical cost convention in accordance with generally accepted accounting principles (GAAP) applicable in India and the provisions of the Indian Companies Act, 1956.

2. **Use of Estimates:**

The preparation of the Financial Statements in conformity with the GAAP requires that the management makes estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liability as at the date of the financial statement and the reported amounts of revenue and expenses during the reported year. Actual results could differ from these estimates.

3. **Fixed Assets:**

The Fixed Assets are accounted on historical cost basis which includes purchase price and all other costs attributable to bringing the assets into its working condition as reduced by accumulated depreciation upto the end of the financial year.

4. **Taxes on Income:**

This includes taxes under the Central Income Tax Act and the Kerala State Agricultural Income Tax Act are accumulated as per the requirement of the Accounting Standard - Accounting for Taxes. Tax expense for the year comprises of current tax and deferred tax. Current taxes are measured at the amounts expected to be paid using the applicable tax rates and tax laws. Deferred Tax Assets and Deferred Tax Liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. The effect on Deferred Tax Assets and Liabilities of a change in tax rates is recognised in the Profit and Loss a/c in the year of change. Deferred Tax Assets and Deferred Tax Liabilities are recognised for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and operating loss carry forwards.

5. **Earning per Share:**

The earnings considered in ascertaining company's EPS comprises the net profit after tax (and includes the post tax effect of any extraordinary items). The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the year.

6. **Depreciation:**

Depreciation has been provided for in the accounts on the written down value method at the rates specified in Schedule XIV of the Companies Act 1956.

7. **Inventories:**

- a) Closing stock of finished goods and work-in-progress are valued at lower of costs or net realisable value as in the previous years. Net realisable value of finished goods is selling price less associated selling cost.
- b) Agricultural produces are valued at market value.
- c) Serviceable tools and implements and other equipments are valued at cost less depreciation.

## SCHEDULE - J

### SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2004

**1. Basis of Accounting:**

The Financial Statement of the company are prepared under historical cost convention in accordance with generally accepted accounting principles (GAAP) applicable in India and the provisions of the Indian Companies Act, 1956.

**2. Use of Estimates:**

The preparation of the Financial Statements in conformity with the GAAP requires that the management makes estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liability as at the date of the financial statement and the reported amounts of revenue and expenses during the reported year. Actual results could differ from these estimates.

**3. Fixed Assets:**

The Fixed Assets are accounted on historical cost basis which includes purchase price and all other costs attributable to bringing the assets into its working condition as reduced by accumulated depreciation upto the end of the financial year.

**4. Taxes on Income:**

This includes taxes under the Central Income Tax Act and the Kerala State Agricultural Income Tax Act are accumulated as per the requirement of the Accounting Standard - Accounting for Taxes. Tax expense for the year comprises of current tax and deferred tax. Current taxes are measured at the amounts expected to be paid using the applicable tax rates and tax laws. Deferred Tax Assets and Deferred Tax Liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. The effect on Deferred Tax Assets and Liabilities of a change in tax rates is recognised in the Profit and Loss a/c in the year of change. Deferred Tax Assets and Deferred Tax Liabilities are recognised for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and operating loss carry forwards.

**5. Earning per Share:**

The earnings considered in ascertaining company's EPS comprises the net profit after tax (and includes the post tax effect of any extraordinary items). The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the year.

**6. Depreciation:**

Depreciation has been provided for in the accounts on the written down value method at the rates specified in Schedule XIV of the Companies Act 1956.

**7. Inventories:**

- a) Closing stock of finished goods and work-in-progress are valued at lower of costs or net realisable value as in the previous years. Net realisable value of finished goods is selling price less associated selling cost.
- b) Agricultural produces are valued at market value.
- c) Serviceable tools and implements and other equipments are valued at cost less depreciation.

- d) Nurseries comprising of saplings held for planting or sale have been valued at cost.
- e) Stores and spares are valued at cost less provision, if any, for obsolescence.

**8. Treatment of Expenses during Construction period:**

Expenses during construction period is included under the head Capital Work in Progress and the same is allocated to the respective fixed assets on the completion of the construction.

**9. Development Expenditure:**

Expenditure incurred for the development of plantation is capitalised and is shown in the Balance Sheet as Fixed Assets- Plantation. At the time of disposal of the plantation, the proceeds are treated as profit or loss after setting off the related development expenditure less subsidy if any received.

**10. Subsidies:**

It has been decided to change the Accounting Policy of Capital Subsidy received for Rubber and Cashew, in the current year as to comply with the Accounting Standard No. 12. Subsidy received is shown as a separate liability and is disclosed as a separate item under Reserves & Surplus. The obligation to Rubber Board with respect to Subsidy is fulfilled only on disposal of the related property.

**11. Investments:**

Investments are stated at cost.

**12. Retirement Benefits:**

The Company provided for Gratuity and Leave encashment benefits only, to its employees as retirement benefits. These are provided for based on actuarial valuation from an approved actuary. The amount of these benefits are provided on the basis of the earnings of the employees and the payment to the retired employees are made out of the same.

**13. Contingent Liabilities:**

All liabilities of a contingent nature are disclosed at their expected cost.

**SCHEDULE - K**  
**NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED**  
**31ST MARCH 2004**

**1) RESERVES AND SURPLUS**

The Reserves and Surplus includes Capital Reserve, Replanting Reserve and Rehabilitation Reserve. The balance in Capital Reserve account is Rs. 11,89,89,520.90 (Previous year Rs. 62,41,243.30). The Corporation has adjusted an amount of Rs. 10.85 Crores against Capital Reserve as per GO (MS) No. 38/2003/F&WLD dated 8-7-2003 towards the value of trees in Alakode Estate, which has been transferred to Tribal Resettlement Development Mission for distribution of land to landless tribals. Further an amount of Rs. 42,11,277.60 (Details shown in Note 6 h), credited to Capital Reserve is the balance amount from the compensation received from TRDM towards the payment of VRS to the employees, value of building and crop loss at Perambra and Alakode Estates as per G.O.(MS) No.60/2003/AD dated 22-3-2003. In addition, an amount of Rs. 37,000/- additionally received on final settlement on sale of 45.74 acres of land in Kasaragode Estate to LBS College, has also been transferred to Capital Reserve. The above said transactions are of Capital nature and hence is transferred to Capital Reserve.

**2) SUBSIDY FROM GOVERNMENT**

The subsidy from government include Capital Subsidy received for Rubber and Cashew Cultivation from Government. The subsidy received from Govt. of Kerala for Cashew Cultivation up to 31-3-2004 is Rs. 37,47,940/- (Previous year Rs. 37,47,940/-). The Corporation has received Rs. 1,19,84,393.50 as Rubber Board subsidy up to 31-3-2004 (Previous year Rs. 1,19,04,069.50) and the corporation is contingently liable to the Board for the same in case the plantation is destroyed or is used for any public purpose. The adoption of the above said Accounting Policy has not affected the profit/loss of the current and previous years.

**3) UNSECURED LOANS GRANTED**

**Loans To Kerala State Horticultural Products Development Corporation**

In pursuance of the Government order (Rt) No. 1546/96/AD dated 01-11-96, the company has paid Rs. 1.5 crores to Kerala State Horticultural Products Development Corporation Limited.

In spite of repeated requests, the K.S.H.P.D.C has not paid any part of the loan or interest due to the Corporation. The Govt., of Kerala has directed to convert the loan and interest into share capital. The Corporation's Board meeting held on 30.10.1999 has accorded sanction to convert the principal amount of loan to share capital and to request the Govt. to pay the interest to the corporation rather than converting the same into share capital. However, the Govt. of Kerala vide letter No. 38402/PUI/99 AD dated 10/1/2000 has not accepted the proposal of the Corporation and has affirmed that the Govt. adheres to the earlier Govt. direction and hence no interest of Rs. 27 lakhs at the rate of 18% has not been provided.

**Loan To Kerala State Coconut Development Corporation Ltd.**

In pursuance of the government order (Rt) No. 1828/97/AD dated 1-11-1997, the corporation has paid Rs. 25 lakhs to the Kerala State Coconut Development Corporation Limited during 1997-98. Interest for the current year at the agreed rate of 12% per annum amounts to Rs. 3 lakhs. (Previous year Rs. 3 lakhs) The K.S.C.D.C has closed down its operation since April 1998 and is under liquidation. It is expected to realise the amount on disposal of the immovable property of the company. Hence no provision for loss is made in the accounts.

**4) OTHER LIABILITIES**

**Labour Welfare Fund**

An amount of Rs. 34,001/- (Previous year Rs. 33,991.41/-) payable to the Labour Welfare Fund of the State Government represents funds credited out of time barred wages and bonus unclaimed for a period of more than three years

**5) SUNDRY CREDITORS**

Sundry Creditors includes an amount of Rs. 7,40,148.75 due to Small Scale Industrial Undertakings during the current year and details of which are as under:

Southern Organo Products (P) Ltd.	:	Rs.	4,20,523.00
Pala Co-Operative Marketing Society	:	Rs.	2,02,444.00
Johnson Plastics	:	Rs.	22,920.00
Aswathi Power Looms	:	Rs.	37,651.00
M.M. Industries	:	Rs.	22,768.00
Friends Industries	:	Rs.	11,975.00
Syndia Plastics	:	Rs.	13,658.75
Jai Hind Textiles	:	Rs.	1,793.00
Cybex Cables	:	Rs.	6,416.00
<b>Total</b>	:	<b>Rs.</b>	<b>7,40,148.75</b>

## 6) PROVISIONS

1. Gratuity and leave encashment benefit liability has been provided on the basis of Actuarial valuation of an approved actuary. The liability for gratuity as on 31-3-2004 worked out to Rs. 17,28,71,200/- (Previous year Rs. 17,11,75,610/-). Liability for expenses includes an amount of Rs. 11,23,850/- (Previous year Rs. 9,03,275/-) in respect of unencashed portion of earned leave of the employees as on 31-03-2004.
2. a) Based on the calendar year earnings, Bonus at 8.33% has been paid to the employees for the calendar year 2003 vide G.O.(Rt) No. 1694/04/LBR dated 21-6-2004. Those who are not eligible for bonus, special festival allowance is paid @ Rs 1000/- (Previous year Rs. 1000/-) as per the Government Order. The bonus debited to Profit and Loss account for the current year amounts to Rs. 86,32,382.80/- (Previous year Rs. 7063514.02/-)
- b) A provision of Rs. 24 lakhs has been made in the accounts towards bonus pertaining to January 2004 to March 2004 on eligible earnings. The increase in provision from Rs. 18 lakhs during the previous year to Rs. 24 lakhs during the current year is due to the increase in bonus payment from 8.33% to 18%, as per the settlement arrived with the Trade Unions on 23.8.2005.
- c) Agricultural Income Tax and Income Tax assessments are completed up to the assessment year 2002-03. Based on the completed assessment and return filed up to assessment year 2002-2003, there is a short provision of Rs. 618 lakhs (Previous year Rs.770 lakhs). Since most of the assessments are under appeal, no additional provision has been made in this regard. The short provision relates to the assessment years from 1977-78 to 2002-03.

## 7) FIXED ASSETS

- a) The total area of land handed over to the company by the Government of Kerala as on 31-03-2004 is 14,020 hectares (Previous Year total area 14,020 Ha.). Certain areas have been subjected to survey. Particulars are given below:

Details	Mature Area (Ha)	Immature Area (Ha)
Rubber Plantation	4990.27	1467.74
Cashew Plantation	5947.73	413.47
Oil Plantation	422.03	282.64
<b>Total</b>	<b>11360.03</b>	<b>2163.85</b>

Other Crops	:	74.53 Ha
Vacant and Rocky	:	421.59 Ha
<b>Gross Total</b>	:	<b>14020.00 Ha</b>

- b) The terms and conditions under which the company has taken 975 hectares (included in (a)) of land covered by Cheemeni Estate are yet to be determined. No provision for lease rent is made for the 975 hectares. The company is paying land tax for the land of Cheemeni. The entire revenue from the estate is treated as income. The above 975 hectares includes 126.55 hectares transferred to the Prison Department as per G.O (MS) No. 95/99/RD dated 18-03-1999, an area of 126.55 Ha in Thuravu II division of Cheemeni estate was transferred and possession is handed over to Prison Department

invoking urgency claim subject to the condition that the terms and conditions of transfer will be decided later.

The company has claimed an amount of Rs.582.30 lakhs from the Prison Department (by production loss and value of timber trees) as compensation. However no adjustment in this regard has been made in the accounts since the matter is still pending. At the time of final decision in this matter, the amount receivable will be provided in the accounts.

- c) Lease deeds for lands handed over to the company since 1970 are pending execution except for the land handed over for the development of cashew plantations (Rajapuram Estate) under World Bank Scheme.
- d) The written down value of Buildings, Roads, Landing Pads and Fences is Rs. 405.71 lakhs of which assets worth Rs. 356.48 lakhs are constructed on lease hold lands.
- e) The company undertook construction of a causeway at Rajapuram Estate for an estimated amount of Rs. 29,32,145/- which has been sanctioned by the Board Of Directors on the condition that 50% of the cost will be met by the Karnataka Government. The entire amount spent by the company has been shown under Capital-WIP.
- f) The company has spent an amount of Rs. 1,68,96,424.33 up to 31.3.2004 on account of Farm Tourism Project. The Project was inaugurated on 7/1/2001 but commercial operation has not been started for want of sanction from the Government of India under Forest Conservation Act. Hence the amount spent by the company is shown under the head Capital - WIP.

The Board of Directors vide its meeting dated 29/10/01 has agreed to transfer 6 Hectares of land to the Forest Department as compensation for afforestation. An amount of Rs.285300/- has been paid on 10th December 2002 and included under the head Capital WIP.

- g) As per G.O. (MS) No. 183/2003/RD dated 10.6.2003, sanction was accorded for the transfer of 1020.11 acres of land from Alakode Estate and 463.57 acres of land from Perambra Estate to Tribal Resettlement Development Mission on payment of compensation by the Government. As per Order No. (MS) No. 60/2003/AD dated 22.3.2003 TRDM has given to PCK Ltd. an amount of Rs. 2,40,57,040/- towards VRS. Value of Buildings and loss of crops. The amount of compensation received during the year 2003-04 has been adjusted as follows.

Purpose	Amount received	Amount utilised	Transfer to Capital Reserve
VRS in Alakode	1,14,92,040.00	1,07,75,391.00	7,16,649.00
Value of Building	33,00,000.00	17,94,571.00	15,05,429.00
Crop Loss	44,25,000.00	56,19,888.29	(-)11,94,888.29
VRS in Perambra	48,40,000.00	16,55,912.11	31,84,087.89
<b>Total</b>	<b>2,40,57,040.00</b>	<b>1,98,45,762.40</b>	<b>42,11,277.60</b>

Out of the amount received for the payment of VRS to the employees of Perambra Estate, Rs. 16,55,912.11 has been adjusted against the cost of Plantation, which has transferred to TRDM. No employees have been terminated from service from the Estate.

Further as per GO (MS) No. 38/2003/F&WLD dated 8.7.2003 have approved the value of trees in Alakode Estate at Rs. 10.85 Crores and ordered that the amount will be adjusted towards the lease rent to be paid by PCK to the Forest Department. The amount of Rs. 10.85 crores has been adjusted in the books of Accounts by debiting the amount to current liability and crediting to Capital Reserve Account. The adjustment of Rs. 10.85 crores has been intimated to the Forest Department by the Corporation on 5.5.2005.

Eventhough as per GO (MS) No. 1343 dated 4.10.78, 1232 acres of land in Alakode Estate was handed over to Plantation Corporation of Kerala Ltd. for interim management on 23.3.1974, no adjustment has been made in the accounts in respect of the transfer value of Rs. 32.85 lakhs as the company has not agreed to the value at that time.

**8) SUNDRY DEBTORS**

Sundry Debtors include Rs. 7,63,820.11 from companies by the Government of Kerala and Government of India details of which are as under:

Trivandrun Rubber Works Ltd., Trivandrum	:	Rs. 1,39,846.47
Hindustan Latex Limited, Belgaum	:	Rs. 78,663.40
Hindustan Latex, Ltd. Trivandrum	:	Rs. 17,446.54
Secretary, Rubber Board, Kottayam	:	Rs. 5,100.00
State Farming Corporation of Kerala Ltd, Punalur	:	Rs. 5,22,763.70
<b>Total</b>	:	<b>Rs. 7,63,820.11</b>

**9) STAFF LOAN & ADVANCES****a) Secured**

- 1) Motor Vehicle loans to officers and staff are fully secured by hypothecation of vehicles in favour of the company. The amount of such loans outstanding as on the close of the year works out to Rs. 168752.10 (Previous year Rs 228059.60)
- 2) Housing loan to staff and officers are fully secured. Amount outstanding as on the close of the year Rs.7,55,039.60/- (Previous year Rs 9,60,792.60/-)

**b) Unsecured**

Advance recoverable in cash or in kind for value to be received under "Loans & Advances" include the following amounts due by the employees of the company.

Details	Current year(Rs.)	Previous year(Rs.)
T.A. Advance	2,48,858.61	1,99,431.38
Salary Advance (Onam)	25,50,163.27	2,48,889.67
Other Advance	7,89,076.68	9,24,910.56
Interest on Vehicle Loan	1,76,151.81	2,25,003.14
Stores recoverable	1,70,055.17	1,68,501.95
Medical Advance	11,95,286.58	9,50,414.20
Medical bills recoverable	22,808.41	28,119.08

**10) Deposits with Government Departments:-**

These comprise balances with;

Details	Current Year (Rs.)	Previous year (Rs.)
Cochin Port Trust	3,600.00	3,600.00
Civil supplies Corporation	10,000.00	10,000.00
Post & Telegraph Department	40,317.00	40,317.00
Kerala State Electricity Board	23,58,585.00	10,48,439.00
<b>TOTAL</b>	<b>24,12,502.00</b>	<b>11,02,356.00</b>

**11) PLANTATION TAX**

For the period from 1989-90 to 1997-98 on the basis of returns filed by the Corporation, the net amount refundable to the company was 46,54,000.45. But, as per the Assessment Orders No. B5. 5072.81 dt. 4-7-98 and 22-7-98 of RDO, Adoor, the net amount refundable was only Rs. 40,87,094.85. The Company has filed appeal against this assessment before the District Collector, Pathanamthitta, who had remanded the same for fresh hearing. The case was re-heard and orders were passed by Sub-Collector, Adoor vide Assessment Order No.B 5 - 5072/81/KD dtd 11-3-2004. As this order is adverse the Corporation has preferred a second appeal before the District Collector, Pathanamthitta against the order of Sub-Collector,

Adoor. The same has been heard and the hon'ble District Collector, Pathanamthitta had set aside the impugned Assessment Order of R D O, Adoor instructing to finalise the issue on the basis of returns filed by the Corporation. (Order No.R7-21711/04/K.D dated 01-03-2005). As fresh Assessment Order by RDO, Adoor is not yet received provision of Rs.5,48,776 (included in Rates and Taxes) has been made on the basis of returns filed by company.

### 12 SALES TAX

KIGST assessments and CST assessments are completed only up to 1999-2000. No provision has been made on the additional demand since the assessment orders are under appeal.

A Demand of Rs.60,37,598/- has been raised against the company in respect of the reopended sales tax assessments for 1988-89 to 1990-91. No Provision has been made in the accounts as the company has disputed the same and appeals are pending.

### 13 LEASE RENT

The rate of lease rent as per G.O.(MS) No. 11/89dated 20-01-1989 is Rs.1,300/- per Hect., Payable to Forest Department with effect from 18-12-1987. In view of the repeated representations made by the Corporation, the Government has ordered (vide letter L32/62939/95 dated 22-02-1997) to accept remittance from the Corporation at Rs.475/- per hectare per annum w.e.f. 01.01.1981 on a purely provisional basis. Corporation is providing in its books of accounts lease rent at Rs.1,300/-per Hect.and payment is made at Rs.475/- per Ha. till 1998-99. Payment of Rs.475/- from 1999-2000 onwards has not been made due to paucity of funds. The Forest department has claimed penal interest of Rs. 848.19 lakhs for not remitting lease rent at the increased rate. The lease rent claimed by the government is against the lease deed. Since the rate of lease rent is disputable, the question of penal interest does not arise at present. When the rate is finally decided, the company will take steps for waving the penal interest since both parties form part of Govt. However this has not been provided since the final decision has not been made by the Government. The Government also vide G.O. (MS) No.21/2003 AD dated 27-1-2003 has deferred the payment of lease rent by the company, till completion of repayment of the entire loan and interest availed by the company from Canara Bank. There has been a decision to fix the lease rent payable by the company upto the end of 1991 at Rs.475/- hectare. No adjustment has been made in the accounts in respect of excess provision if any upto the end of 1991 as the decision is subsequent to the Balance Sheet date. Further an amount of Rs. 10.85 Crores received from Tribal Rehabilitation Development Mission towards value of trees in Alakode Estate vide G.O (MS) No. 38/2003/F&WLD dated 8-7-2003 has been adjusted against the lease rent payable by PCK to Forest Department.

### 14 MANAGERIAL REMUNERATION

Managerial Remuneration paid/payable to Managing Director is as follows

	Current Year (Rs.)	Previous year(Rs.)
Pay & Allowances	2,18,658.00	2,59,094.00
Medical Reimbursement	28,076.10	11,847.04
Interest subsidy on Housing loan	23,859.00	26,028.00

The Managing Director is provided with a car for his official purpose. For private purpose above 500 Km.he is charged @ Rs.2/- per Km.

### 15 REMUNERATION TO OTHER DIRECTORS

	Current year(Rs.)	Previous Year (Rs.)
TA & Sitting fee to Directors	22,553.50	15,560.00
Honorarium to chairman	24,000.00	5,775.40

### 16 AUDITOR'S REMUNERATION

	Current year(Rs.)	Previous Year (Rs.)
Statutory Auditors fee	44,080.00	38,570.00
Expenses to statutory Auditors	10,000.00	10,000.00
Other services	25,346.00	16,530.00
<b>Total</b>	<b>79,426.00</b>	<b>65,100.00</b>

net amount  
2.81 dt. 4-7-  
company has  
mandated the  
Adoor vide  
poration has  
Sub-Collector,

**17) D. A. ARREARS**

As per G.O. (P) No. 390/2004 fin. dated 25-08-04 the D A of staff revised for the period from 1-7-2002, 1-1-2003 and 1-7-2003. The total liability due to the above D.A. revision is Rs.30.10 lakhs and the entire amount has been provided in the accounts.

**18) DEPRECIATION**

The company has charged depreciation on the written down value method at the rates prescribed in Schedule XIV to the companies Act except in the case of Office Equipment and survey instruments at 15%, library at 10% and Water supply installation at 30% consistently.

**19) MANUFACTURING AND SELLING EXPENSES**

This includes cost of 24806 Nos. packing drums worth Rs.96,28,604.00/-

**20) SALES**

a) Additional information pursuant to the provisions of Paragraph 3, Part II of the Schedule VI to the companies Act, 1956.

Item	Current Year		Previous Year	
	Quantity (M.Ts.)	Value (Rs. lakhs)	Quantity (M.Ts.)	Value (Rs. lakhs)
Sale of goods (as classified in the sales register)				
Rubber	4490.30	2617.04	4788.18	2099.44
Cashew	N.A.	369.63	N.A.	411.76

Quantitative particulars of cashew are not available as the sales were effected by tender - cum- auction.

b) The right of collection of cashew nuts from most of the company estates has been awarded under the tender -cum-auction system . As the crop season is from February to June, 40% of the auction price has been recognised as income of the current year and the balance as deferred income.

**21) RUBBER WOOD FACTORY**

The Corporation has a pilot plant at Kodumon for the treatment of rubber wood collected from the estates. The working result of the project has been separately shown in Schedule IV to the Profit & Loss Account for the year ended 31-03-2004.

**22) CONTINGENT LIABILITIES**

- Estimated amount of contracts for which the company is contingently liable on capital account and not provided for is Rs 36,86,179/- (Previous year Rs.33,86,179/-)
- The Corporation is liable to pay compensation of Rs.5,353.75 (Previous year Rs.5,353.75) to persons evicted from Kodumon Group of Estates which has not been provided for since the persons are deceased and the claimants have to produce succession certificate.
- 30 cases are pending against the company for which amounts are not ascertainable as claims of the parties have not been finalised. As such they are not acknowledged as creditors and have not been provided for.
- Lease rent - As per Note 13.
- The salary to the employees of the Corporation could not be paid from July 2001 to October 2001 due to the precarious financial position. At that time, some of the Employee's Unions agreed to forego salary for the said period. However the four months salary was provided as payable in the accounts for the year ended 31-3-2002. When the financial position improved by availing Bank Finance and increased productivity, the matter was taken up with Government and Government has accorded sanction for payment of the pending salary for the four months as per Finance (PUB) dated 13-12-2004. Accordingly salary for the period from July 2001 to October 2001 was paid in January 2005 and the Provident Fund dues was remitted in February 2005. The company has not provided for any damages and interest for the payment of P.F. Considering the difficulties of the employees due to non-payment of salary, a welfare fund was constituted and payments were made based on the request of each employee. The amount of welfare fund paid was adjusted against the salary dues at the time of payment.

**23) ADDITIONAL INFORMATION AS PER CLAUSE 4D OF PART II SCHEDULE VI TO THE COMPANIES ACT.**

Particulars	Current Year		Previous Year	
	Value (Rs lakhs)	Consumption	Value (Rs lakhs)	Consumption
a) CIF value of import during the year	Nil		Nil	
b) Expenditure in Foreign Currency	Nil		Nil	
c) Value of raw materials, stores, spares and components during the year				
1. Imported Value	Nil	Nil	Nil	Nil
2. Indigenous (Stores & Spares)	285.68%	100%	210.58	100%
d) Particulars of dividend remitted in foreign exchange	Nil		Nil	
e) Earnings in Foreign Exchange	Nil		Nil	

24) Total wages paid during the year to tappers, field workers and factory workers are Rs.743.57 lakhs. (Previous year Rs.816.34 lakhs)

**25) PRIOR PERIOD EXPENSES**

Cost of Plantation written off, abandoned earlier in Perambra Estate	6788072.73
Service Benefit to three heirs of K. Krishnakumar, Asst. Manager as per the judgement of High Court	434090.00
Penal Interest on Employees Provident Fund	288518.00
Withheld penalty refunded to Indian Potash	21211.00
Piasco Plastic for Poly Film	78391.00
Rubber Seedling Nursery in Perambra Estate	1062203.95
Interest on Gratuity as per DLO Order	8490.00
Guarantee Commission for the year 2002-03	409700.00
<b>Total</b>	<b>9090676.68</b>
Amount for the previous year	73684.00

26) Cash flow statement for the year ended 31st March 2004 has not been prepared and annexed to the accounts, since it is not a listed company and it is not mandatory under the Accounting Standards issued by ICAI.

**27) DEFERRED TAX ASSETS AND LIABILITIES**

With reasonable certainty or virtual certainty (as the case may be) supported by convincing evidence, the company cannot predict that sufficient future taxable income will be available against which deferred tax asset can be realised. So only to the extent of current year DTL (Rs.356484 (CIT); Rs.23943677 (AIT) is recognised.

Though the assessments are as stated above, the Company will reassess unrecognised deferred tax assets at the end of each financial year if conditions underlying reasonable certainty or virtual certainty are found to be valid, and continuing.

CIT	31-3-2003(Rs.)	31-3-2004(Rs.)	Difference	Effect on Current Year (Rs.)
Gratuity	39029060.00	40209841.00	1180781.00	423605.00
Bonus	414720.00	483600.00	68880.00	24711.00
Depreciation	3010393.00	3010393.00	0.00	0.00
Accumulated Loss	[22541284.00]	[17164034.00]	5377250.00	1929088.00
<b>Total</b>	<b>19912889.00</b>	<b>26539800.00</b>	<b>6626911.00</b>	<b>2377404.00</b>

AIT	31-3-2003(Rs.)	31-3-2004(Rs.)	Difference	Effect on Current Year (Rs.)
Gratuity	132146550.00	132661359.00	514809.00	308885.00
Bonus	1385280.00	1916400.00	531120.00	318672.00
Depreciation	17283450.00	17283450.00	0.00	0.00
Accumulated Loss	[289820492.25]	[248045986.53]	41774505.72	25064703.00
<b>Total</b>	<b>[139005212.25]</b>	<b>[96184777.53]</b>	<b>42820434.72</b>	<b>25692260.00</b>

**Amount to be charged to Profit and Loss Appropriation Account**

Particulars	31-3-2003(Rs.)	31-3-2004(Rs.)	Current Year (Rs.)
CIT DTL	[1187436.00]	[2377404.00]	356484.00 (Dr.)
AIT DTL	1748583	25692260.00	23943677.00 (Dr.)

- 28) The Company has entered in to an agreement with institute of Human Resources Development Trivandrum on 25th May 1999 for software development and complete computerisation activities of the Corporation for an amount of Rs. 13,20,000/- As informed by IHRD vide letter No. D3/5592/99/IHRD dated 21-10-1999, 40% of the total volume of work for the project has been completed and has claimed an amount of Rs. 3,52,000/- towards first instalment. However the Corporation has paid an amount Rs. 1,00,000/- as token advance against the work so far done.

Since there was some delay in completion of the contract, the company has further discussed the matter with IHRD officials and paid further an advance of Rs.1,00,000/- on 13-8-2004 for the speedy completion of the work.

- 29) The Government of Kerala sanctioned the following amounts to the Corporation for investment in the shares of Oil Palm India Ltd. (Formerly subsidiary of Plantation Corporation) as detailed below:

	Rs.
G.O(MS) No.361/99 dt 28.12.1977	56,00,000.00
G.O(MS) No.75/78 dt13.3.1978	46,00,000.00
G.O(MS) No.407/80 dt 11.02.1980	10,00,000.00
<b>Total</b>	<b>112,00,000.00</b>

Out of this Rs.112 lakhs, the Corporation has repaid to Govt. of Kerala Rs.17,33,338/- As per Govt.order GO(MS) No.238/93 AD dated 4.8.1983 and GO (MS) No.41/84 AD dated 2.2.1984, the subsidiary status of Oil Palm India Ltd., was terminated and the three loans amounting to Rs.112 lakhs were cancelled.

With the loan amount, the Corporation has invested in shares worth Rs121.20 lakhs in Oil Palm India Ltd. For the termination of subsidiary status of Oil Palm Ltd., as per Government orders referred above, the Govt. has fixed the intrinsic value of each share worth Rs.1000 at Rs.512 per share [GO(MS)No.294/85/AD dated 4.11.1985].

The Government has also ordered to adjust this amount against the loan. As such an amount of Rs.62,05,440/- has been adjusted against the loan.

The balance amount of Rs.32,61,222/- outstanding in the books of the Corporation towards the loan was transferred to Capital Reserve Account during financial year 1996-97

During 1999-2000, the Corporation was directed to repay an amount of Rs.62,75,140/- (Principal: Rs. 32,61,222/-, interest Rs.28,67,382/-and penal interest: Rs.146536/-) vide GO(MS) No. 238/99 AD dated

19.8.99 and letter No.L II(I)15099/84 dated 24.11.1999 from the Director of Agriculture. The Govt. of Kerala vide GO(MS) No; 34/2002/AD dated 15/3/02 has ordered that the amount of Rs. 62, 75,140/- be converted in to Share Capital and has directed the MD to issue Share Certificate for the said amount to the Government. However, no provision is made in the accounts for the same as the matter is still under correspondence.

### 30) GUARANTEE COMMISSION

Provision has been made in the accounts in respect of Gurantee Commsion at 0.75% payable to the Government in respect of Guarantee given on loan taken from Canara Bank, secured by the hypothecation of stock and mortgage of lands at Vadavathoor and Kasargode estate and guaranteed by Govt. of Kerala vide G.O. M.S. No.21/2003/ AD dated 27-01-2003. The provision of Rs.4,09,700/- for the previous year 2002-2003 has also been made in the accounts as per the comments of C & AG. The gurantee Commission amounts to Rs. 3,21,000/- for the current year (previous year Rs.4,09,700/-)

31) Previous year figures have been re-grouped /recast wherever necessary.

32) Based on the observation on the Accountant General's Audit, the accounts have been revised. The balance sheet total has been increased by an amount of Rs. 1,27,64,869.00 which is due to the increase in accumulated loss and Deferred Tax Liabilities by an amount of Rs.1,32,26,769.00

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
A.C. Mathew Edayadi Chairman	Dr. V.K. Raju Managing Director	R.Krishnamoorthy G.M.(F&A)	V.M.Joseph Secretary

Kottayam,  
24-10-2005.

**BALANCE SHEET ABSTRACT AND COMPANY'S  
GENERAL BUSINESS PROFILE**

**1. Registration details**

Registration No. : 01997 State Code : 09  
Balance Sheet date : 31-3-2004

**2. Capital Raised during the year (Amount in Rs. Thousands)**

Public Issue	Rights issue	Bonus issue	Private Placement
NIL	NIL	NIL	NIL

**3. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)**

Total Liabilities	Total Assets
791960	791960

**Sources of Funds**

Paid up Capital	Reserves & Surplus
55688	230759
Secured Loans	Unsecured Loans
42775	4821

**Application of Funds:**

Net Fixed Assets	Investments
466791	12501
Net Current Assets	Misc. Expenditure
(-) 356029	
Accumulated Loss	
151262	

**4. Performance of the company (Amount in Rs. Thousands)**

Turnover	Total Expenditure
357917	302014
Profit / Loss before tax	Profit / Loss after tax
Profit 55903	Profit 55903
Earnings per share (Rs.)	Dividend( Percentage )
346.65	Nil

**5. Genetic names of Three Principle Products/Services of Company (As per monetary terms)**

1. Item code No. (ITC Code)	400110.00
Product Description	Centrifuged Latex (Natural Rubber latex pre vulcanised)
2. Item code No. (ITC code)	400122.09
Product Description	Technically specified natural rubber (Others) ISNR
3. Item Code No. (ITC CODE)	080131.00
Product Description	Cashew nuts in shell (Cashew plantation crop)

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
A.C. Mathew Edayadi Chairman	Dr. V.K. Raju Managing Director	R.Krishnamoorthy G.M.(F&A)	V.M.Joseph Secretary

Kottayam,  
24-10-2005.

## AUDITOR'S REPORT

To The Share Holders of the Plantation Corporation of Kerala Ltd., Kottayam, Kerala.

We have audited the attached Balance Sheet of **The Plantation Corporation of Kerala Limited, Kottayam** as at 31<sup>st</sup> March 2004 and the annexed Profit and Loss Account of the year ended on that date which are the revised statements of the original Balance Sheet and profit and loss account approved by the board of directors and covered by our audit report. These revised accounts are approved by the board of directors and this report is on the revised accounts. The financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit. We have considered our earlier auditors report referred to above on the original accounts and have examined the changes made therein as disclosed in item No. 27 and 32 or Schedule-K Notes forming part of accounts.

We have conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material mis-statements. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of subsection (4A) of section 227 of the Companies Act, 1956, and subsequent amendments thereto, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to above, we report that:-

- (i) *No provision has been made with regard to the unsecured loan of Rs. 150 lakhs given to Kerala State Horticultural Products Development Corporation Ltd. and Rs.25 lakhs given to Kerala State Coconut Development Corporation Ltd. though the said corporation have failed to pay the principal amount and the interest to the corporation. The consequential financial impact is unascertainable since the quantum of recovery possible is uncertain, according to the information provided.*
- (ii) *As disclosed in Item No: 9 and 10 of schedule J-Significant Accounting Policies, the company has changed the accounting policies, with regard to the treatment of subsidy received to comply with the requirement of Accounting Standard 12, accounting for Government Grants and the treatment of related development expenditure. This change has no effect on the profits of the company during the year as disclosed in Item No. 2 Subsidy from Government, of schedule K - Notes forming part of accounts.*
- (iii) *The company undertook the construction of the causeway at Rajapuram Estate on the condition that 50% of the cost will be met by Karnataka State Government. As disclosed in Item No.7(e) of the Schedule K - Notes forming part of accounts the entire amount spent by the Company, amounting to Rs.2932415/- has been shown under capital work in progress. We are unable to assess the correctness of the amount of claim from Karnataka State Government, as the relevant details were not made available for our verification.*
- (iv) *In the absence of confirmation and complete reconciliation, the correctness of the balance of each party under Sundry Debtors, Sundry Creditors, Other Liabilities, EMD, Security Deposit could not be ascertained, the consequential impact thereof, if any, on the financial statements in presently unascertainable.*
- (v) *As per the disclosure requirement of schedule VI of the Companies Act, 1956,*

Sd/-

V.M.Joseph  
Secretary

- (1) *Sundry Debtors should have been classified as*
  - (a) *Debts considered good and in respect of which the company is fully secured;*
  - (b) *Debts considered good for which the company holds no security other than the debtor's personal security; and*
  - (c) *Debts considered doubtful or bad.*
- (2) *The maximum amount due by the Directors or other officers of the company at any time during the year, classified under loans and advances have not been disclosed.*
- (iv) *The deferred tax liability due to agricultural income tax is overstated to the extent of Rs.25692260.00 and the deferred tax liability due to central income tax is overstated to the extent of Rs.2377404.00, under DEFERRED TAX LIABILITIES in the Balance Sheet and the profit and loss appropriation account is overstated by Rs.28069664.00*

Subject to the above we report that

- (1) 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;
- (2) 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 these books.
- (3) The balance sheet, profit and loss account dealt with by this report are in agreement with the books of account
- (4) In our opinion, and according to the information provided the balance sheet and the profit and loss account dealt with by this report, comply with the accounting standards referred to in subsection (3c) of section 211 of the Companies Act, 1956, except for the recognition of deferred tax assets and liabilities as per AS-22.
- (5) No details have been furnished to verify the disqualification of Directors u/s 274 (1) (g) of the Companies Act, 1956. However as informed by the company and based on circular No: 8/2002 dated 22-03-2002, the provisions of section 274(1) (g) are not applicable to the Directors of the Company.
- (6) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956. In the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - (a) in the case of balance sheet, of the state of affairs of the Company as at 31st March 2004 and
  - (b) in the case of profit and loss account, of the profit for the year ended on that date.

Place : Kottayam

Date : 17th November 2005

For VISHNU RAJENDRAN & CO.  
Chartered Accountants

Sd/-

P.A.JOSEPH M.Sc., FCA (Partner)  
M.No.201101

## ANNEXURE TO AUDITOR'S REPORT

- (b) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) Physical verification of these assets has been conducted by the management at reasonable intervals and no material discrepancies were noticed on such verification.
- (c) The Company has not disposed off a substantial part of the fixed assets during the year.
- (c) (a) Physical verification of Inventories has been conducted by the management at reasonable intervals.
- (b) In our opinion, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The company has maintained proper records of inventory, and no material discrepancies were noticed on physical verification as per the information provided to us.
- (d) (a) During the year the Company has not granted any loans secured or unsecured from/to companies, firms or other parties listed in the register maintained u/s 301 of the Companies Act, 1956.
- (b) In respect of loans and advances in the nature of loans given by the company during the earlier periods to Kerala State Coconut Development Corporation Ltd (Rs.25 Lakhs) and Kerala State Horticulture Products Development Corporation Ltd (Rs.150 Lakhs), parties are not regular in payment of principal amount and interest to the corporation.
- (c) The Company has taken reasonable steps for the recovery of the same.
- (d) The Company has not taken any loans secured or unsecured from companies, firms or other parties covered in the register maintained u/s 301 of the Act, and so no comment is required under clauses (f) and (g)
- (e) According to the informations provided there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. No continuing failure has been noticed to correct major weaknesses in Internal Control System.
- (f) The transaction that needs to be entered into the register maintained under section 301 of the Act has been so entered.
- (g) The company has not accepted any deposits from the public.
- (h) Based on our assessment of the periodicity of reporting and the extent of coverage of the Internal Audit Department of the company the internal audit system in its present structure and conditions is not commensurate with the size and nature of its business.
- (i) According to the informations provided to us, the company has not maintained books and other records to be maintained under Section 209 (1)(d) of the companies Act, 1956.
- (j) (a) According to the information provided and the records made available for our verification the company is regular in depositing to appropriate authorities undisputed statutory dues.
- (b) Particulars of dues of income tax/sales tax/ wealth tax / customs duty / excise duty /cess etc. which have not been deposited on account of any dispute, the amounts involved and the forum where dispute is pending are mentioned below.

NIL

**REPLY TO THE COMMENTS OF THE COMPTROLLER AND  
AUDITOR GENERAL OF INDIA UNDER SECTION 619(4) OF THE  
COMPANIES ACT, 1956**

**ARVIND K. AWASTHI**  
 അറിവ് കെ. അസ്തി  
 SD/-  
 प्रधान महालेखाकार (निष्ठापना), केरल  
 PRINCIPAL ACCOUNTANT GENERAL (AUDIT),  
 KERALA

തിരുവനന്തപുരം  
 Thiruvananthapuram  
 Date: 22-12-2005

In view of the revisions made in the accounts as a result of the observations made by the Comptroller and Auditor General of India as indicated in item No. 32 of the Notes forming part of the Accounts, there are no further comments to offer upon or supplement to the Auditor's Report under section 619 (4) of the Companies Act 1956 on the accounts of THE PLANTATION CORPORATION OF KERALA LIMITED, KOTTAYAM FOR THE YEAR ENDED 31 MARCH 2004.

Comments of the Comptroller and Auditor General of India under section 619 (4) of the Companies Act, 1956 on the Accounts of The Plantation Corporation of Kerala Limited for the year ended 31 March 2004.

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

प्रधान महालेखाकार (निष्ठापना) की कार्यालय, केरल, तिरुवनन्तपुरम



**COMMENTS OF PRINCIPAL SECRETARY (FINANCE)  
ON THE AUDITED ACCOUNTS OF  
PLANTATION CORPORATION OF KERALA LIMITED  
FOR THE YEAR 2003-2004**

In the Year under review, the income from sales has gone up by 24.65% to Rs.2617.04 lakh as against Rs.2099.44 lakh during the previous year. The Corporation has registered a net profit of Rs.5.59 crore during the period against a net profit of Rs.10.05 lakhs during the previous year. However, the accumulated loss at the end of the year after re-computing the deferred Tax Liability has gone up to Rs.15.12 crore.

The corporation should pay the entire Guarantee Commission arrears to Government.

sd/-

**K. JOSE CYRIAC  
PRINCIPAL SECRETARY (FINANCE)**

**REPLY TO THE COMMENTS OF  
THE PRINCIPAL SECRETARY (FINANCE) ON  
THE AUDITED ACCOUNTS OF THE COMPANY  
FOR THE YEAR 2003-2004**

Noted.

The company has remitted all Guarantee Commission arrears to Government.



# **PLANTATION CORPORATION OF KERALA LTD.**

*(A Government of Kerala Undertaking)*

**Head Office, Muttambalam P.O., Kottayam-686004**

Phone: 0481-2578301-04, 2578164, 2578306, 2578349, 2578194, 2578763, 2578254

Fax: 0481-2578448, 2575133 (MD)

[www: pcklimited.org](http://www.pcklimited.org) / [www: pcklimited.com](http://www.pcklimited.com)