ANNUAL REPORT 1984

THE PLANTATION CORPORATION OF KERALA LTD.

THE PLANTATION CORPORATION OF KERALA LIMITED

Registered Office: KOTTAYAM - 686 004

BOARD OF DIRECTORS

T. U. KURUVILLA
Chairman (from 10–11–1982)

M. DANDAPANI, I.A.S.
Director (from 28–6–1982 to 27–10–1983)

S. GOPALAN, I.A.S.
(from 27–10–1983 to 27–9–1984 and from 12–10–1984)

K. BABU
(from 10–11–1982 to 27–9–1983 and from 25–11–1983 to 27–9–1984)

GERVACES AREECKAL
(from 10–11–1982 to 27–9–1983; from 25–11–1983 to 27–9–1984 and from 12–10–1984)

A. HASSANKUTTY
(from 2–8–1980 to 27–9–1984)

T. M. THOMAS, I.A.S.
(from 16–4–1982 to 24–3–1984)

P. MUKUNDAN MENON
(from 3–10–1981 to 25–11–1983)

P. SUSEELAN
(from 2–8–1980 to 27–9–1984)

P. K. GOPALAN
(from 10–11–1982 to 27–9–1983; from 25–11–1983 to 27–9–1984, and from 12–10–1984)

P. J. JOY
(from 10–11–1982 to 27–9–1983; from 25–11–1983 to 27–9–1984 and from 12–10–1984)

AYATHIL BHASKARAN NAIR
(from 10–11–1982 to 27–9–1983 and from 25–11–1983 to 18–8–1984)

M. P. CHERIYAN
(from 10–11–1982 to 27–9–1983; from 25–11–1983 to 27–9–1984, and from 12–10–1984)

K. A. MOHAMED KUNHI
(from 10–11–1982 to 27–9–1983; from 25–11–1983 to 27–9–1984 and from 12–10–1984)

V. K. ABRAHAM
(from 15–11–1982 to 11–5–1983)

K. J. SEBASTIAN
(from 11–5–1983 to 27–9–1983; from 25–11–1983 to 27–9–1984 and from 12–10–1984)

P. GOVINDANKUTTY
(from 25–11–1983 to 27–9–1984 and from 12–10–1984 to 26–7–1985)

M. GEORGE
(from 24–3–1984 to 27–9–1984 and from 12–10–1984 to 10–7–1985)

P. O. PUSHPANGADAN
(from 12–10–1984)

RUGMINI BHASKARAN NAIR
(from 12–10–1984)

M. SIVARAJAN
(from 12–10–1984)

V. J. JOSEPH
(from 3–1–1985)

A. G. ZACHARIAH
(from 10–7–1985)

N. SURESH KUMAR
(from 26–7–1985)

T. S. G. NAIR
Managing Director (from 18–5–1981 to 17–5–84)

N. K. GOPALAKRISHNAN
Managing Director (from 18–5–1984)

SECRETARY

PHILIP JACOB, B.Sc., B.Com., F.C.S.

BANKERS

State Bank of Travancore

Indian Overseas Bank

Syndicate Bank

Canara Bank

Central Bank of India

Union Bank of India

Kottayam District Co-operative Bank

State Bank of India

South Indian Bank Ltd.

Federal Bank Ltd.

AUDITORS

M/s. O. Thomas & Co.,
Chartered Accountants, Kottayam

LEGAL ADVISERS

M/s. Joseph & Markos,
Advocates, Kottayam.

M/s. Menon & Pai,
Advocates, Ernakulam

M/s. Menon & Menon,
Advocates, Ernakulam.

Mr. Jose Mackil,
Advocate, Kottayam.

M/s. Swami, Cheriyan & Shanker,
Notary & Lawyers,
Kottayam.

Mr. George Poothottam,
Advocate, Ernakulam.

Mr. P. T. Mathew,
Retired Dist. Judge,
Kottayam.

Mr. M. K. Vasudevakurup,
Advocate, Kottayam.

Mr. E. T. Mathew,
Advocate, Kottayam.

Mr. Thampi Cheriyan,
Advocate, Ernakulam.

Mr. T. P. Mathai,
Advocate, Ernakulam.

Mr. N. Bhaskara Pillai,
Advocate,
Meenattoor, Trivandrum.

M/s. Law Chamber, Kottayam.

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NOTICE TO SHAREHOLDERS

Notice is hereby given that the 22nd Annual General Meeting of the Corporation will be held at the Registered Office of the Corporation at 12 Noon on Thursday the 27th September 1984 to transact the following business.

(i) To receive and adopt the Directors' and Auditors' Reports and the audited Balance Sheet as on 31st March 1984 and the Profit and Loss Account for the year ended on that date.

(ii) To record the appointment of Directors by the Governor of Kerala in the place of Directors retiring at the Annual General Meeting under Article 63 (a) of the Articles of Association. The following Directors retire and are eligible for re-appointment.

1. Shri P. K. Gopalan
2. ,, K. Babu
3. ,, P. J. Joy
4. ,, A. Hassankutty
5. ,, M. P. Cheriyan
6. ,, Gervases Areeckal
7. ,, K. A. Mohamed Kunhi
8. ,, K. J. Sabastian
9. ,, S. Gopalan, I.A.S.
10. ,, P. Suseelan
11. ,, P. Govindankutty
12. ,, M. George

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

Sd/-
PHILIP JACOB
Secretary

Kottayam,
Date: 27-8-1984

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.

NOTICE TO SHAREHOLDERS

Notice is hereby given that the 22nd (adjourned) Annual General Meeting of the Corporation will be held at the Registered Office of the Corporation at 3.30 P.M. on Tuesday the 6th November 1984 to transact the following business.

(i) To receive and adopt the Directors' and Auditors' Reports and the audited Balance Sheet as on 31st March 1984 and the Profit and Loss Account for the year ended on that date.

(ii) To record the appointment of Directors by the Government of Kerala in the place of Directors retiring at the Annual General Meeting under Article 63 (a) of the Articles of Association.

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

Sd/-
PHILIP JACOB
Secretary

Kottayam,
Date: 10-10-1984.

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.

NOTICE TO SHAREHOLDERS

Notice is hereby given that the 22nd (adjourned) Annual General Meeting of the Corporation will be held at the Registered Office of the Corporation at Kottyam on Friday the 8th November 1985 at 11 A.M. to transact the following business.

To receive and adopt the Directors' and Auditors' Reports and the audited Balance Sheet as on 31st March 1984, and the Profit and Loss Account for the year ended on that date.

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

Kottayam,
10th October, 1985.

Sd/-
PHILIP JACOB
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. This must be returned duly completed to reach the office not less than 48 hours before the meeting.

DIRECTORS' REPORT

Gentlemen,

Your Directors have pleasure in presenting to you the 22nd Annual Report of the Corporation for the year ended 31st March, 1984.

FINANCIAL POSITION

The Authorised Share Capital of the Corporation is Rs. 750 lakhs and the Paid up Capital, which stood at Rs. 556.88 lakhs on 31-3-1983 continued unchanged during 1983-84.

As in the previous year, the Corporation could make considerable remittances towards loan drawn from Government of Kerala and interest on the loans drawn by the Corporation, during the year 1983-84.

The amounts paid are as follows:

Repayment of Loan	:	Rs. 33.33 lakhs
Payment of Interest	:	Rs. 27.86 lakhs

We have paid the following further amounts also, till April 1985.

Repayment of Loan	:	Rs. 72.83 lakhs
Payment of Interest	:	Rs. 36.76 lakhs

The amount of loan sanctioned by the Government of Kerala during the year 1983-84 amounted to Rs. 20 lakhs as per G. O. (RT) No. 476/84/AD dated 21-2-1984 and this was adjusted towards interest due to the Government.

PROFIT & LOSS ACCOUNT

The net profit for the year ended 31-3-1984 was Rs. 40.85 lakhs after making the following provisions.

Interest on Loans	:	Rs. 39.54 lakhs
Rehabilitation Reserve	:	Rs. 11.44 ,,
Depreciation	:	Rs. 25.04 ,,
Bonus net payment after deduction of provision	:	Rs. 53.97 ,,
Provision for taxation	:	Rs. 89.00 ,,
Provision for Bonus	:	Rs. 18.00 ,,
Replanting Reserve	:	Rs. 29.00 ,,
Provision for Gratuity	:	Rs. 38.02 ,,

The amount drawn for the Development of Cashew Plantations under the World Bank Scheme continued to be the same as in the previous year, viz.

Syndicate Bank	:	Rs. 60.00 lakhs
State Bank of Travancore	:	Rs. 24.79 ,,
Total	:	Rs. 84.79 lakhs

Against the principal amounts, we have repaid an amount of Rs. 33.92 lakhs during the year 1984-85. (Syndicate Bank Rs. 24 lakhs and State Bank of Travancore Rs. 9.92 lakhs).

ESTATES

The Corporation owns seven rubber estates and four cashew estates. These estates are at Kodumon, Chandanappally, Adirappally, Kallala, Vettilappara, Perambra and Thannithode (Rubber); and Kasargod, Cheemeni, Rajapuram and Mannarghat (Cashew). The management of Alakode Estate is also vested with the Corporation and negotiations are under way to take up the ownership of this estate.

The estates are well maintained and measures for upkeep are taken at the proper time. Details of area utilisation are as follows:

Area under rubber	:	7,297 Ha.
Area under cashew	:	6,159 ,,
Area under buildings, roads, factories etc.	:	295 ,,
Submergible area	:	220 ,,
Total	:	13,971 Ha.

LEASE RENT

The rate of lease rent payable by the Corporation has not yet been finalised. The Chief Conservator of Forests has been requested to send proposals for fixing the lease rent payable by the Corporation. However, we have remitted Rs. 7,90,626.56 towards lease rent calculated at the old rate.

RUBBER

The tapping area increased from 6082 Ha. to 6195 Ha. and production has gone up from 5639 M. Ts. to 6011 M. Ts. in 1983-84. Average production per Ha. also increased from 927 Kg. in 1982-83 to 970 Kg. in 1983-84.

As a preliminary to the massive programme for replanting the entire area by 2000 A. D., high level tapping has been started in 2043 Ha. Tapping rest was discontinued during this year for the first time in P. C. K. Limited.

CASHEW

The total extent of cashew plantation under the two schemes viz. Kerala Agricultural Development Project (KADP) and Multi State Cashew Project (MSCP) comes to 5226 Ha. During 1983-84, 137 Ha. have been additionally brought under cashew. The total area under cashew including cashew cultivated in rubber estates is 6159 Ha.

SALES

Rubber

During 1983-84, the quantity of rubber sold was 5556.07 M. Ts. against 5599.38 M. Ts. during 1982-83. The sales proceeds realised during 1983-84 was Rs. 1,008.14 lakhs against

Rs. 851.62 lakhs during 1982-83. The average price realised per kg. of rubber was Rs. 18.14 in 1983-84 against Rs. 15.20 per kg. in 1982-83.

Cashew

Sale of cashew nuts realised Rs. 33.63 lakhs during 1983-84 as against Rs. 30.55 lakhs in 1982-83.

EXCISE DUTY

In the last Report, it had been stated that Corporation has approached Government of India to waive retrospective assessment of Excise Duty involving an amount of Rs. 290.52 lakhs. We have not received any further orders from Government on the subject. However, in order to safeguard our position, a writ petition has been filed, for restraining the department from collecting any Excise Duty from the Corporation.

ENGINEERING CONSTRUCTION

During the year, 5 Nos. quarters were constructed for Head Office Senior Staff, over and above the quarters already constructed for Junior Staff in earlier years.

As part of the welfare amenities to employees of Kalady Plantation, an auditorium to accommodate about 1200 people has been constructed in Adiprappally Estate.

In order to prevent water and air pollution in the surroundings of Chandanappally Factory, civil works have been arranged for the treatment of effluents from the factory, as per the technical advice of the Rubber Board. The work is in progress.

PERSONNEL MANAGEMENT, INDUSTRIAL RELATIONS AND LABOUR WELFARE

There has been no significant change in the structure of the organisation during the year under review.

The long term Staff Settlement on revision of salary and other service conditions to be entered into between the management and the Staff Unions is yet to be signed by the Unions. We have, however, unilaterally given our staff all the benefits envisaged in the latest industry-wide ESUSI–UPASI settlement.

Apart from the wage revision in rubber reported last year, we have given a wage increase @ 60 ps. per diem to our Cashew workers also. Further, we have extended the benefits of sick leave, weather protection and maternity leave to the Cashew workers as well. Under the scheme for providing employment to dependants of employees who die in harness, we have made five appointments in staff cadre and 23 in workers' category.

We have held joint conferences, discussions, negotiations etc., at Union-Management level and also in the presence of Hon. Ministers on various issues concerning staff and workers. These conferences and discussions have enabled us maintain cordial relationship with employees.

We have continued the practice of sending our employees, both men and women, for the various training programmes, seminars etc. The knowledge gained by them has been of great use in the efficient functioning of the organisation.

Our employees in the estates are provided with all basic amenities including free accommodation, free electricity and water. The staff at the Head Office who occupy the quarters are allowed subsidised electricity. Medical, educational and recreational facilities are continued to be given. Three Doctors have also been appointed in our Plantation Hospitals this year.

The Tappers have been paid Rs. 300/- during this year towards cost of uniform, its maintenance etc. The staff who are entitled for free uniforms are provided better clothing from this year.

A scheme for giving advances for house construction for the workers, staff and officers has been finalised and will be implemented shortly.

BOARD OF DIRECTORS

The Board of Directors of the Corporation was reconstituted effective 12th October 1984 by the Government of Kerala under Article 63 of the Articles of Association and the following Directors were appointed.

1. Shri S. Gopalan, I.A.S.
2. ,, P. K. Gopalan
3. ,, M. George
4. ,, P. J. Joy
5. ,, M. P. Cheriyan
6. ,, Gervases Areeckal
7. ,, K. A. Mohammed Kunhi
8. ,, K. J. Sebastian
9. ,, P. Govindankutty
10. ,, P. O. Pushpangadan
11. Smt. Rugmini Bhaskaran Nair
12. Shri M. Sivarajan, I. F. S.
13. ,, P. Mukundan Menon

By G. O. dated 3-1-1985, Shri V. J. Joseph was appointed as Director in the place of Shri Gervases Areeckal.

CHAIRMAN

Cav. T. U. Kuruvilla, who was appointed Chairman by G. O. dated 10-11-1982, continues to hold office as Chairman.

MANAGING DIRECTOR

Shri N. K. Gopalakrishna Pillai, who has been appointed Managing Director by G. O. dated 17-5-1984, continues to hold office as Managing Director.

SUBSIDIARY COMPANY

As already stated in the previous Report, Oil Palm India Limited has ceased to be a subsidiary of the Plantation Corporation of Kerala Ltd., effective 17-5-1982. However, the transfer of shares in the Company held by the P. C. K. Limited, to the State Government has not yet been effected, pending final directions of Government in the matter.

ACKNOWLEDGEMENT

Your Directors express their gratitude to Government of India, Government of Kerala, World Bank, International Labour Organisation, NABARD, Rubber Board and other organisations for their valuable assistance and guidance.

Your Directors also express their genuine appreciation of the spirit of harmony and active co-operation shown by the Officers, staff and workers of the Corporation, who have enabled the organisation reach new heights of success.

For and on behalf of the Board of Directors

Sd/-
T. U. KURUVILLA,
Chairman.

Kottayam,
26-7-1985.

ANNEXURE FORMING PART OF THE DIRECTORS' REPORT FOR THE YEAR ENDED 31-3-1984

A. Particulars of employees drawing Rs. 3,000/- or more for the whole or part of the year 1983-84

Name of Employee	*Designation*	*Remuneration received for the year Rs.*	*Nature of employment (whether contractual or otherwise*	*Other terms & conditions*	*Nature of duties*	*Qualification & Experience*	*Date of commencement of employment*	*Age of employee*	*Last employment held before joining this Company*
T. S. G. Nair	Managing Director	55,771.32	Appointed for one year from 18-5-81 and extended for a further period of 2 years	As per order of Govt. of Kerala dated 9-2-82	Overall control and Management	M.Sc. (Ag.) D.I.I.T. (FMT) 24 years	18-5-'81	48	Director, State Farms Corporation of India Limited, New Delhi
B. Employed for a part of the financial year under review and were in receipt of remuneration for any part of that financial year, at a rate which in the aggregate was not less than Rs. 3,000/- per month.									
V. K. Abraham	General Manager	26,531.80	Permanent service	As per Service Rules of Corporation	Sales, Purchase and General Management	B.Sc. (Ag.) 20 years	1-4-'64	47	Agricultural Assistant, Govt. of Kerala
A. Ramachandran	General Manager (Sales)	18,354.50	Permanent service	do.	Sales Management	B.Sc. (Ag.) $26\frac{1}{2}$ years	11-5-'63	50	Technical Asst. to District Agricultural Officer
N. V. Thomas	General Manager (Production)	12,979.52	Permanent service	do.	Production Management	B.Sc. (Ag.) 21 years	13-11-'63	47	Rubber Instructor, Rubber Board

1. S/s. T. S. G. Nair, V. K. Abraham, A. Ramachandran and N. V. Thomas are not related to any Director(s) of the Company.
2. The remuneration as shown above includes salary, value of perquisites in respect of accommodation, use of car, contribution to Provident Fund, Leave encashment and Festival Allowance.

By Order of the Board,

Sd/-
T. U. KURUVILLA,
Chairman.

Kottayam,
26-7-1985.

REVIEW OF ACCOUNTS OF THE PLANTATION CORPORATION OF KERALA LIMITED, KOTTAYAM FOR THE YEAR ENDED 31ST MARCH, 1984 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 year upto 1983-84.

		1981-82	1982-83	1983-84
			(Rupees in lakhs)	
Liabilities				
(a)	Paid-up Capital	546.88	556.88	556.88
(b)	Reserves and Surplus	284.24	343.84	426.42
(c)	Borrowings	541.77	512.69	498.36
(d)	Trade dues and current liabilities (including provision)	691.98	777.77	953.51
	Total	2064.87	2191.18	2435.17
Assets				
(a)	Gross block	617.51	703.20	754.06
(b)	*Less:* Depreciation	171.66	190.69	213.90
(c)	Net fixed assets	445.85	512.51	540.16
(d)	Development of property	755.89	799.81	837.00
(e)	Capital work-in-progress	76.47	27.41	16.46
(f)	Investments	121.21	121.21	121.21
(g)	Current assets, loans and advances	661.47	727.59	919.42
(h)	Intangible assets: Miscellaneous expenditure	3.98	2.65	0.92
	Total	2064.87	2191.18	2435.17
	Capital employed	1239.94	1350.15	1465.01
	Net worth	827.14	898.07	982.38

Note: 1. Capital employed represents net fixed assets plus working capital.

2. Net worth represents paid-up capital plus reserves and surplus less intangible assets.

2. CAPITAL STRUCTURE

The debt-equity ratio of the Company was 0.99 : 1 in 1981-82, 0.92 : 1 in 1982-83 and 0.89 : 1 in 1983-84.

3. RESERVES AND SURPLUS

The reserves and surplus accumulated as at the end of the three years upto 1983-84, amounted to Rs. 284.24 lakhs, 343.84 lakhs, Rs. 426.42 lakhs respectively. The reserves and surplus worked out to 13.8 percent of total liabilities in 1981-82, 15.7 percent in 1982-83 and 17.5 percent in 1983-84 and 52.0 percent of equity capital in 1981-82, 61.7 percent in 1982-83 and 76.6 percent in 1983-84.

4. LIQUIDITY AND SOLVENCY

(a) The percentage of current assets to total net assets increased from 32.0 in 1981-82 to 33.2 in 1982-83 and to 37.7 in 1983-84.

(b) The percentage of current assets to current liabilities (including provisions) varied from 95.6 in 1981-82 to 93.5 in 1982-83 and to 96.4 in 1983-84.

(c) The percentage of quick assets (sundry debtors, cash and bank balances, advances recoverable etc.) to current liabilities (excluding provisions) varied from 79.5 in 1981-82 to 77.1 in 1982-83 and to 99.8 in 1983-84.

5. CURRENT RATIO

As the current liabilities exceeded the current assets of the company during 1981-82, 1982-83 and 1983-84 the current ratio was below 1 viz 0.96 : 1, 0.94 : 1 and 0.96 : 1 respectively. However, the working capital (current assets, loans and advances less trade dues and current liabilities) of the Company at the end of 1983-84 amounted to Rs. 87.85 lakhs.

6. SOURCES AND USES OF FUNDS

Funds amounting to Rs. 235.25 lakhs from internal sources (reserves and surplus, provisions, depreciation etc.) and Rs. 48.01 from other sources were utilised during 1983–84 as shown below:–

	Rs. in lakhs
Gross fixed assets (including development of property and capital work in progress)	77.10
Current assets	191.83
Repayment of borrowings	14.33
Total	283.26

7. WORKING RESULTS

The working results of the Company for the three years upto 1983-84 are tabulated below:–

		1981-82	*1982-83* (*Rupees in lakhs*)	*1983-84*
I	Profit as per accounts	106.21	81.55	155.10
	Add (i) prior period adjustments	1.56	0.49(—)	0.10
	(ii) Replanting/Rehabilitation reserves	31.41	31.74	40.44
II	Profit for the year before tax	139.18	112.80	195.64
III	Tax provision	70.78	54.20	114.25
IV	Profit after tax	68.40	58.60	81.39

Percentage of profit before tax to :	*1981-82*	*1982-83*	*1983-84*
—Sales	15.9	12.8	18.8
—Gross fixed assets (including development of property)	10.1	7.5	12.3
—Capital employed	11.2	8.4	13.4
Percentage of profit after tax to :			
—Net worth	8.3	6.5	8.3
—Equity capital	12.5	10.5	14.6
—Capital employed	5.5	4.3	5.6

8. COST-TRENDS

The table below indicates the sales, cost of sales and percentage of cost of sales to sales for the three years upto 1983-84.

	1981-82	*1982-83* (*Rs. in lakhs*)	*1983-84*
Sales	875.79	884.67	1042.63
Less: Profit before tax	139.18	112.80	195.64
Cost of sales	736.61	771.87	846.99

	1981-82	*1982-83*	*1983-84*
Percentage of cost of sales to sales	84.1	87.2	81.2

9. PRODUCTION PERFORMANCE

The value of production for the three years upto 1983-84 is worked out below:

		1981-82	1982-83 (Rs. in lakhs)	1983-84
(a)	Sales	875.79	884.67	1042.63
(b)	Closing stock of finished goods and work-in-progress	100.02	142.01	160.08
(c)	Opening stock of finished goods and work-in-progress	105.90	100.02	142.01
(d)	Value of production (a+b—c)	869.91	926.66	1060.70

Percentage of value of production to net worth varied from 105.2 in 1981-82 to 103.2 in 1982-83 and to 108.0 in 1983-84.

The percentage of value of production to total net assets varied from 42.1 in 1981-82 to 42.3 in 1982-83 and to 43.6 in 1983-84.

10. INVENTORY AND PRODUCTION

The following table indicates the comparative position of inventory and its distribution at the close of the three years upto 1983-84.

		1981-82	1982-83 (Rs. in lakhs)	1983-84
(a)	*Stores and spares*			
	General stores and spares	37.88	46.05	39.67
	Engineering stores	24.16	12.98	13.22
(b)	Loose tools	2.48	3.00	2.98
(c)	Stock in trade finished goods including work-in-process	100.02	142.01	160.08
(d)	Equipments	3.22	3.61	3.48
		167.76	207.65	219.43

The stock of general stores and spares was equivalent to 5.7 months requirements (for production and development of property) during 1983-84 as compared to 6.6 months in 1982-83 and 5.8 months in 1981-82 (Engineering stores intended for Capital construction are excluded for the purpose of this analysis)

11. SUNDRY DEBTORS AND TURNOVER

The following table indicates the value of book debts and sales for the three years upto 1983-84.

As on 31st March	*Book debts considered good*	*Sales during the year* (Rs. in lakhs)	*Percentage of debt to sales*
1982	64.31	875.79	7.3
1983	90.34	884.67	10.2
1984	124.61	1042.63	12.0

The agewise break up of the book debts as at 31st March 1984 is given below:

	Debts outstanding for	*Amount (Rs. in lakhs)*
1.	Less than one year	109.49
2.	More than one year, but less than two years	2.33
3.	More than two years but less than three years	0.66
4.	Three years and above	12.13
		124.61

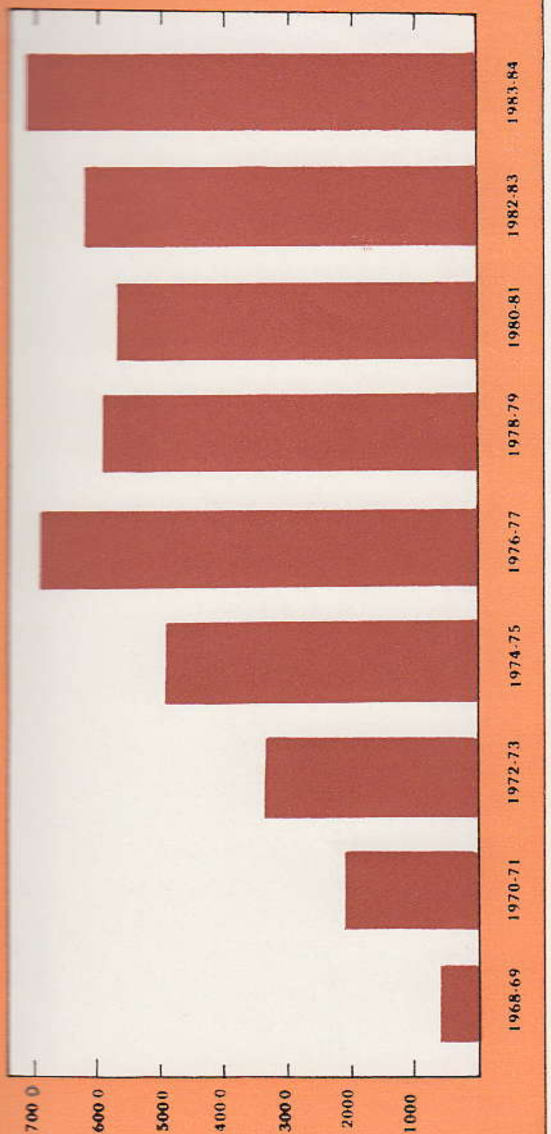
Note: No effect of the comments of Comptroller and Auditor General of India and qualification in the Auditors' Report has been given in their view of accounts.

Sd/-
(V. LAKSHMINARAYANAN)
Accountant General (Audit)
Kerala.

Trivandrum,
Dated: 6-9-1985.

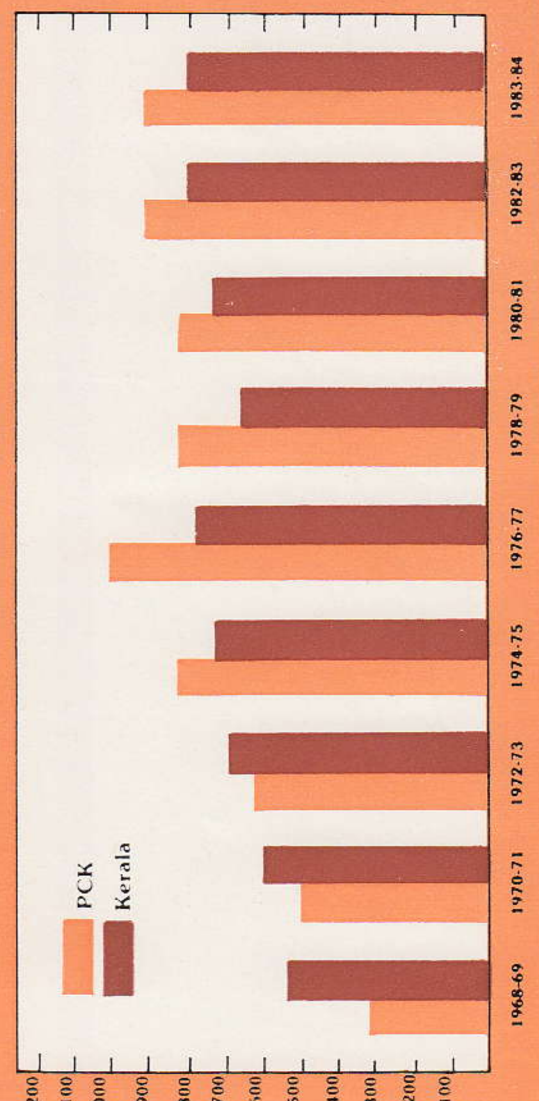
Production of Rubber (M.T.)

Year	Quantity (M.T.)
1968-69	454
1970-71	1697
1972-73	2725
1974-75	4213
1976-77	5897
1978-79	4990
1980-81	4805
1982-83	5639
1983-84	6011



Average Yield of Rubber per Hectare (Kg.)

Year	PCK	Kerala
1968-69	323	568
1970-71	517	647
1972-73	609	721
1974-75	812	755
1976-77	1054	806
1978-79	884	698
1980-81	835	780
1982-83	927	828
1983-84	970	867

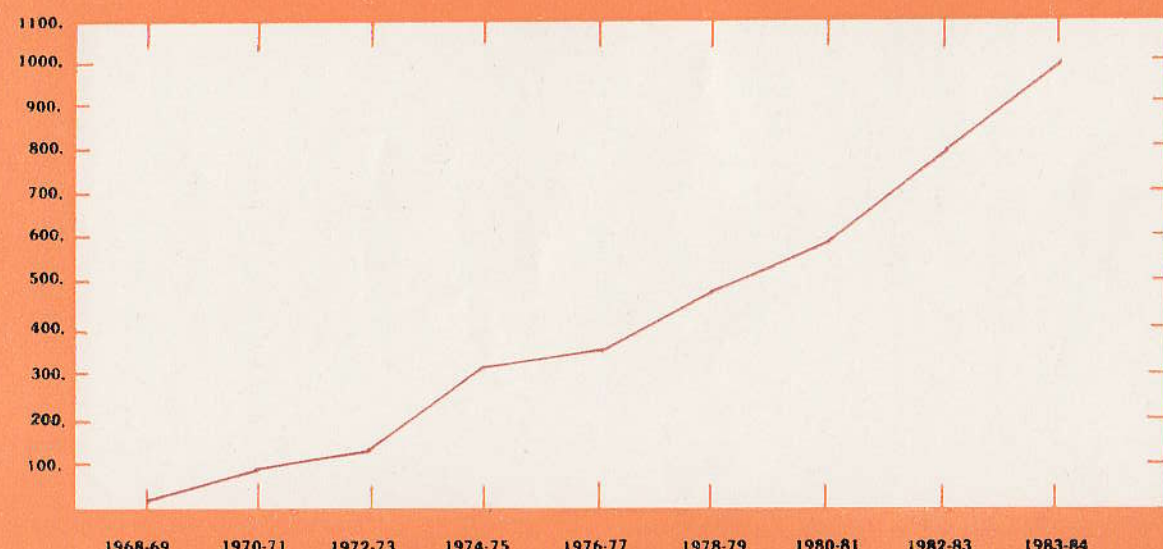


Average Price of Rubber per Quintal (Rs.)

Year	PCK	Market
1968-69	462	466
1970-71	563	464
1972-73	521	459
1974-75	849	849
1976-77	688	596
1978-79	1062	953
1980-81	1406	1215
1982-83	1520	1409
1983-84	1814	1709

Rubber Sales (Rs. Lakhs)

Year	
1968-69	19
1970-71	92
1972-73	145
1974-75	356
1976-77	395
1978-79	523
1980-81	636
1982-83	852
1983-84	1008



Annual Accounts and Schedules

BALANCE SHEET AS AT

Previous year Rs. Ps.	Liabilities		Rs. Ps.	This year Rs. Ps.
	SHARE CAPITAL			
	Authorised			
7,50,00,000.00	75,000 Equity Shares of Rs. 1,000/- each			7,50,00,000.00
	Subscribed			
5,56,88,000.00	55688 Equity Shares of Rs. 1,000/- Subscribed & Paid Up (Previous year 55688)			5,56,88,000.00
4,35,06,000.00	43506 Equity Shares of Rs. 1000/- each fully called up (Previous year 43506)		4,35,06,000.00	
68,04,000.00	6804 Equity shares of Rs. 1000/- each allotted as fully paid up pursuant to a contract without payment being received in cash		68,04,000.00	
53,78,000.00	5378 Equity shares allotted as fully paid up pursuant to a contract without payment being received in cash (cost of cashew plantations at Kasargod)		53,78,000.00	
5,56,88,000.00				5,56,88,000.00
	RESERVES & SURPLUS			
7,76,733.00	Capital Reserve		7,76,733.00	
60,08,000.00	Balance Replanting Reserve as on 31-3-1983	60,08,000.00		
	Add: for the year ended 31-3-84	29,00,000.00	89,08,000.00	
1,16,73,555.88	Balance Rehabilitation Reserve as on 31-3-83	1,16,73,555.88		
	Add: for the year ended 31-3-84	11,44,298.60	1,28,17,854.48	
	PROFIT & LOSS ACCOUNT ADJUSTMENTS			
1,29,19,680.00	Balance profit as on 31-3-83	1,29,19,680.00		
	Add: for this year	40,84,965.96	1,70,04,645.96	
				3,95,07,233.44
8,70,65,968.88	Carried over			9,51,95,233.44

31ST MARCH 1984

Previous year Rs. Ps.	Assets	Rs. Ps.	This year Rs. Ps.
	FIXED ASSETS		
5,12,51,149.48	(a) Building, Roads, Plant & Furniture etc. as per Schedule A.	5,40,15,596.46	
7,99,80,789.80	(b) Development of property as per Schedule B.	8,37,00,135.82	
27,41,159.03	(c) Buildings and Roads under construction (at cost)	16,45,967.58	13,93,61,699.86
	INVESTMENTS		
1,000.00	Investment in equity shares of Companies (unquoted) fully paid up (at cost) as per Schedule C.	1,000.00	
100.00	Investment in equity shares of Co-operative Society (unquoted) fully paid up (at cost) as per Schedule D.	100.00	
1,21,20,000.00	Investment in equity shares of Oil Palm India Ltd. (Subsidiary Company) 12120 shares of Rs. 1000/- each	1,21,20,000.00	1,21,21,100.00
	CURRENT ASSETS, LOANS AND ADVANCES:		
4,31,00,564.73	A. Current Assets as per Schedule E	5,51,69,985.46	
2,96,58,648.67	B. Loans & Advances as per Schedule F	3,67,71,641.90	9,19,41,627.36
2,64,560.07	Miscellaneous expenditure to the extent not written off or adjusted as per Schedule G.		92,418.58
21,91,17,971.78	Carried over		24,35,16,845.80

BALANCE SHEET AS AT

Previous year Rs. Ps.	Liabilities		Rs. Ps.	This year Rs. Ps.
8,70,65,968.88	Brought forward			9,51,95,233.44
18,75,000.00	Subsidy received from Government of Kerala for Subsidised Housing Scheme			18,75,000.00
10,80,640.00	Subsidy received from Government of Kerala for the upkeep of cashew plantations			10,80,640.00
50,160.00	Subsidiy received from Rubber Board for cultivation of Rubber Plantations			1,78,625.00
	SECURED LOANS (From Scheduled Banks)			
60,00,000.00	Term loan from Syndicate Bank		60,00,000.00	
24,79,000.00	Term loan from State Bank of Travancore		24,79,000.00	
15,67,037.50	Interest accrued on term loan		..	84,79,000.00
	UNSECURED LOANS			
4,07,83,865.00	Loan from Government of Kerala		3,94,51,010.00	
20,05,900.00	Loan from Government of Kerala for Subsidised Housing Scheme		19,05,900.00	
1,12,92,625.38	Interest accrued and due on Government loan		93,15,938.80	5,06,72,848.80
	CURRENT LIABILITIES & PROVISIONS			
2,56,16,357.14	A. Current liabilities as per Schedule H		3,39,61,816.93	
3,239.11	Welfare Fund		2,617.46	
	B. Provisions			
88,00,994.77	Balance provision for Gratuity as on 31-3-83	88,00,994.77		
	Add: Provision for the year ended 31-3-84	38,02,864.00		
		1,26,03,858.77		
	Less: Paid during the year 1983-84	4,09,866.60	1,21,93,992.17	
18,86,20,787.78	Carried over			15,74,81,347.24

31ST MARCH 1984 (Contd.)

Previous year Rs. Ps.	Assets	Rs. Ps.	This year Rs. Ps.
21,91,17,971.78	Brought forward		24,35,16,845.80
21,91,17,971.78	Carried over		24,35,16,845.80

PROFIT AND LOSS ACCOUNT FOR

Previous year Rs.		Expenditure		This year Rs. Ps.
	To	Opening Stock		
1,00,01,621	,,	Finished goods/work in process		1,42,01,171.86
44,93,458	,,	Purchase of latex		. .
76,44,137	,,	Pay and allowances		87,16,822.55
7,28,803	,,	Leave encashment		8,73,147.96
29,63,498	,,	Employer's contribution to P. F.		31,32,718.83
	,,	Bonus	68,96,852.50	
48,23,399	,,	Less provision	15,00,000.00	
				53,96,852.50
3,525	,,	Honorarium to Chairman		9,000.00
69,001	,,	T. A. & Sitting fees to Directors		1,45,130.80
3,94,047	,,	T. A. to Staff & Officers		3,58,074.00
4,514	,,	T. A. to Visiting Agent		5,048.10
28,678	,,	Remuneration to Visiting Agent		29,298.00
32,027	,,	Rent		42,487.24
4,93,872	,,	Rates and Taxes		4,40,224.85
5,45,202	,,	Electricity charges		5,55,416.21
5,70,483	,,	Lease Rent		22,59,711.97
4,57,480	,,	Insurance charges		4,49,698.00
1,51,812	,,	Advertisement charges		2,04,752.50
1,45,632	,,	Legal Expenses		1,10,843.95
12,000	,,	Remuneration to Auditors for audit		12,000.00
1,212	,,	do.	for expenses	3,000.00
. .	,,	do.	for other services	1,000.00
11,48,126	,,	Security expenses		10,63,170.31
51,49,811	,,	Interest on loans		39,54,010.70
3,98,62,338		Carried over		4,19,63,580.33

THE YEAR ENDED 31ST MARCH 1984

Previous year Rs.		Income	This year Rs. Ps.
8,52,95,456	By	Sale of rubber	10,08,14,065.74
30,55,445	,,	Sale of cashew	33,63,119.08
37,733	,,	Sale of agricultural produce	72,969.80
76,978	,,	Sale of budwood	..
5,32,900	,,	Sale of rubber trees & firewood	1,55,543.18
36,400	,,	Sale of empties & unserviceables	1,91,265.36
1,050	,,	Rubber seeds	12,508.96
5,792	,,	Sale of pueraria	9,627.05
21	,,	Sale of tender forms	..
3,747	,,	Profit on sale of assets	86,433.79
105	,,	Application fee received	..
1,60,064	,,	Interests on deposit and others	10,40,127.04
25,882	,,	Interest on Car/Motor Cycle Loan	32,203.46
9,778	,,	Lease rent for cultivation	16,187.59
18,725	,,	Rent of buildings	15,523.32
3,16,761	,,	Prior period adjustment account	1,524.31
14,513	,,	Miscellaneous Income & Adjustments	9,965.97
1,42,01,172	,,	Closing stock of finished goods/ work in process (rubber)	1,60,08,394.89
10,37,92,522		Carried over	12,18,29,459.54

PROFIT AND LOSS ACCOUNT FOR

Previous year Rs.		Expenditure	This year Rs. Ps.
3,98,62,338		Brought forward	4,19,63,580.33
11,250	,,	Guarantee commission	3,750.00
31,33,341	,,	Repairs & Maintenance of Assets (Schedule I)	32,99,222.14
9,23,684	,,	Miscellaneous expenses and adjustments (Schedule II)	11,97,725.85
65,06,733	,,	Welfare expenses (Schedule III)	69,25,716.04
16,30,161	,,	Depreciation including loss on revaluation	17,52,782.33
81,57,851	,,	Cultivation & Upkeep of Rubber	1,01,36,899.63
1,55,82,733	,,	Tapping & Collection of Rubber	1,80,18,120.29
87,47,973	,,	Manufacturing & Selling expenses (Schedule IV)	1,00,47,778.93
38,59,780	,,	Cultivation & Upkeep of Cashew	33,08,645.87
5,992	,,	Collection charges of cashew	6,285.35
2,67,637	,,	Prior period adjustments	11,941.05
15,00,000	,,	Provision for Bonus	18,00,000.00
22,73,120	,,	Provision for Gratuity	38,02,864.00
11,74,447	,,	Rehabilitation Reserve	11,44,298.60
20,00,000	,,	Replanting Reserve	29,00,000.00
39,00,000	,,	Provision for taxation	89,00,000.00
15,19,995	,,	Income tax paid in excess of provision	25,24,883.17
27,35,487	,,	Net profit for the year	40,84,965.96
10,37,92,522		Total	12,18,29,459.54

Sd/-
T. U. KURUVILLA
Chairman

Sd/-
N. K. GOPALAKRISHNA PILLAI
Managing Director

THE YEAR ENDED 31ST MARCH 1984 (Contd.)

Previous year Rs.	Income	This year Rs. Ps.
10,37,92,522	Brought forward	12,18,29,459.54
10,37,92,522	Total	12,18,29,459.54

For **O. THOMAS & CO.**

Sd/-
ABRAHAM K. THOMAS
Partner
Chartered Accountants

See our report of even date

Sd/-
PHILIP JACOB
Secretary

Development Expenditure for the year ended 31st March 1984

(Schedule forming part of the Balance Sheet as at 31-3-1984)

Previous year Rs. Ps.	Items	Rs. Ps.	This year Rs. Ps.
9,59,729.90	Overheads brought forward from previous year	3,56,177.22	
4,58,830.14	Pay and allowances	5,29,542.65	
39,550.56	Leave encashment	35,943.11	
32,225.10	Employer's contribution to PF	37,819.35	
56,540.53	Bonus	31,498.36	
30,755.85	Travelling expenses	21,536.25	
203.00	Rates and Taxes	322.00	
19,378.46	Repairs & Maintenance of Assets as per Schedule V	13,152.66	
672.00	Advertisement charges	..	
2,862.00	Rent	2,408.50	
15,519.63	Welfare expenses as per Schedule VI	18,510.23	
28,930.23	Miscellaneous expenses and adjustments as per Schedule VII	15,856.04	
21,382.86	Prior Period Adjustment A/c	357.88	
41,231.18	Depreciation	54,870.92	
27,64,290.96	Cultivation & Upkeep of rubber	26,04,805.06	
14,68,361.29	do. do. Cashew	9,31,251.07	46,54,051.30
59,40,463.69	Carried over		46,54,051.30

Sd/–
T.U. KURUVILLA
Chairman

Sd/–
N. K. GOPALAKRISHNA PILLAI
Managing Director

Development Expenditure for the year ended 31st March 1984 (contd.)

(Schedule forming part of the Balance Sheet as at 31-3-1984)

Previous year Rs. Ps.	Items	Rs. Ps.	This year Rs. Ps.
59,40,463.69	Brought forward		46,54,051.30
	Less Credits		
1,268.90	Sale of tender form	2,020.50	
1,175.00	Registration fee	1,350.00	
36.00	Rent received	..	
393.00	Interest on Motor Cycle loan	..	
88,766.58	Engineering Wing Overheads pertaining to repair works	1,04,879.26	
3,56,177.22	do. to incomplete works	2,47,856.21	3,56,105.97
4,47,816.74			
54,92,646.95	Total		42,97,945.33
	Capitalized as under		
10,91,899.75	Completed Engineering works	5,48,491.16	
27,64,290.96	Rubber Plantation	26,04,805.06	
16,36,456.24	Cashew Plantation	11,44,649.11	42,97,945.33
54,92,646.95	Total		42,97,945.33

For O. THOMAS & CO.

Sd/-
ABRAHAM K. THOMAS
Partner
Chartered Accountants

See our report of even date

Sd/-
PHILIP JACOB
Secretary

SCHEDULE

SCHEDULE OF

(Included in and forming part of

ITEMS	ORIGINAL COST			DEPRECIATION		
	As at 31-3-83	Additions	Total	As at 31-3-83	For the year	Total
1	2	3	4	5	6	7
	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.
Free hold land	20,87,988.65	..	20,87,988.65	..	..	..
Buildings	3,55,04,526.85	27,55,898.98	3,82,60,425.83	82,85,740.56	8,70,769.72	31,56,510.28
Plant & Machinery	63,91,426.47	1,28,955.59	65,20,382.06	39,15,057.19	4,42,706.22	43,57,763.41
Furniture	11,91,598.43	1,31,113.28	13,22,711.71	5,61,043.10	74,226.14	6,35,269.24
Office equipments	3,18,853.38	65,778.58	3,84,631.96	2,15,016.70	25,380.23	2,40,396.93
Electric Installations	43,83,309.66	1,76,183.41	45,59,393.07	17,36,842.75	2,84,718.65	20,21,561.40
Electric Fittings	34,990.10	9,617.76	44,607.86	22,009.00	2,442.14	24,451.14
Electric Appliances	53,649.19	1,548.10	55,197.29	28,281.57	4,057.31	32,338.88
Water Supply Installations	39,54,444.44	90,530.51	40,44,974.95	15,91,348.23	2,45,405.86	18,36,754.09
Survey Instruments	11,098.20	..	11,098.20	9,812.35	192.89	10,005.24
Telephone	15,557.38	..	15,557.38	12,377.93	476.90	12,854.83
Library	46,252.46	378.10	46,630.56	21,076.58	2,555.39	23,631.97
Vehicles	36,44,318.08	11,36,350.94	47,80,669.02	26,58,834.09	4,81,548.30	31,40,382.39
Jhankar & Boats	19,051.49	..	19,051.49	11,074.20	797.73	11,871.93
Roads	1,15,70,129.70	7,59,142.18	1,23,29,271.88	..	..	..
Fence	9,67,051.63	11,550.76	9,78,602.39	..	..	..
Landing Pad	1,18,844.25	..	1,18,844.25	..	..	..
Wells	6,573.37	..	6,573.37	..	..	..
TOTAL	7,03,19,663.73	52,67,048.19	7,55,86,711.92	1,90,68,514.25	24,35,277.48	2,15,03,791.73
Previous year Total	6,17,51,232.93	92,19,437.60	7,09,70,670.53	1,71,65,609.96	22,29,203.28	1,93,94,813.24

Sd/-
T. U. KURUVILLA
Chairman

Sd/-
N. K. GOPALAKRISHNA PILLAI
Managing Director

A

FIXED ASSETS

the Balance Sheet as at 31st March 1984)

DISPOSALS & ADJUSTMENTS				BALANCE	
Original cost	Depreciation	Total cost	Todate depreciation	Net block	Net block as at 31-3-83
8	9	10	11	12	13
Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.
..	..	20,87,988.65	..	20,87,988.65	20,87,988.65
12,116.17	302.90	3,82,48,309.66	91,56,207.38	2,90,92,102.28	2,76,20,402.06
208.82	175.58	65,20,173.24	43,57,587.83	21,62,585.41	20,74,753.51
..	..	13,22,711.71	6,35,269.24	6,87,442.47	6,30,555.33
..	..	3,84,631.96	2,40,396.93	1,44,235.03	1,03,836.68
..	..	45,59,493.07	20,21,561.40	25,37,931.67	26,46,466.91
..	..	44,607.86	24,451.14	20,156.72	12,981.10
..	..	55,197.29	32,338.88	22,858.41	25,367.62
..	..	40,44,974.95	18,36,754.09	22,08,220.86	23,63,096.21
..	..	11,098.20	10,005.24	1,092.96	1,285.85
..	..	15,557.38	12,854.83	2,702.55	3,179.45
..	..	46,630.56	23,631.97	22,998.59	25,175.88
1,68,729.54	1,13,252.32	46,11,939.48	30,27,130.07	1,15,84,809.41	9,85,483.99
..	..	19,051.49	11,871.93	7,179.56	7,977.29
..	..	1,23,29,271.88	..	1,23,29,271.88	1,16,61,145.90
..	..	9,78,602.39	..	9,78,602.39	9,67,051.63
..	..	1,18,844.25	..	1,18,844.25	27,828.05
..	..	6,573.37	..	6,573.37	6,573.37
1,81,054.53	1,13,730.80	7,54,05,657.39	2,13,90,060.93	5,40,15,596.46	5,12,51,149.48
6,51,006.80	3,26,298.99	7,03,19,663.73	1,90,68,514.25	5,12,51,149.48	4,45,85,622.97

For O. THOMAS & CO.
Sd/-
ABRAHAM K. THOMAS
Partner
Chartered Accountants
See our report of even date

Sd/-
PHILIP JACOB
Secretary

SCHEDULE

DEVELOPMENT

(Included in and forming part of

ITEMS 1	Till last year 2	ADDITIONS DURING Kodumon 3	Chandanappally 4	Adirappally 5	Kallala 6	Vettilappara 7	Perambra 8
	Rs Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.
Rubber:—							
1959 Plantation	6,28,371.94	..	..	..	..	..	..
1960 ,,	5,62,467.87	..	..	..	..	..	..
1961 ,,	71,32,377.05	..	..	..	..	..	..
1962 ,,	45,61,152.14	..	..	..	..	..	..
1963 ,,	44,37,542.96	..	..	..	..	..	..
1964 ,,	20,37,593.07	..	..	..	..	..	..
1965 ,,	49,47,322.09	..	..	..	..	..	..
1966 ,,	22,52,657.43	..	..	..	..	..	..
1967 ,,	37,69,476.47	..	..	..	..	..	..
1968 ,,	31,97,400.76	..	..	..	..	..	..
1969 ,,	5,42,665.32	..	..	..	..	..	..
1970 ,,	9,90,797.76	..	..	..	..	..	..
1971 ,,	10,04,184.66	..	..	..	..	..	..
1972 ,,	10,00,295.85	..	..	..	..	..	..
1973 ,,	23,66,727.72	..	..	..	..	..	..
1974 ,,	56,65,593.58	..	..	..	..	..	..
1975 ,,	19,40,223.72	..	..	..	..	..	..
1976 ,,	65,47,391.24	..	..	..	..	..	..
1977 ,,	43,73,799.00	..	..	3,10,313.27	..	..	25,743.71
1978 ,,	7,23,284.50	..	..	..	..	..	..
1979 ,,	24,94,855.55	..	..	..	..	..	69,027.59
1980 ,,	1,33,265.58	..	..	..	..	..	..
1982 ,,	2,45,445.13	..	..	..	..	..	..
1983 ,,	..	2,46,512.03	..	..	..	..	..
1967 Replanting	8,99,989.98	..	..	..	..	..	..
1968 ,,	1,76,105.28	..	..	..	..	..	..
1969 ,,	4,99,906.84	..	..	..	..	..	..
1970 ,,	70,505.30	..	..	..	..	..	..
1971 ,,	3,14,844.42	..	..	..	..	..	..
1972 ,,	2,18,930.02	..	..	..	..	..	..
1973 ,,	15,03,654.30	..	..	..	..	..	..
1974 ,,	2,67,743.58	..	..	..	..	..	1,768.74
1980 ,,	36,483.97	..	..	..	..	..	12,694.94
Coconut	795.36	..	..	..	..	..	..
Evicted area expenses	16,94,037.42	..	..	..	..	..	..
Survey	1,60,561.22	..	..	..	..	..	..
Eucalyptus	15,963.37	..	..	..	..	..	..
Kasargod Cashew Plantations	36,65,014.59	..	..	..	..	..	..
Cashew 1976	1,50,069.06	..	..	..	..	..	..
,, 1977	20,14,907.00	..	..	..	..	..	..
,, 1978	13,65,478.68	..	..	..	..	..	..
,, 1979	8,24,526.79	..	..	..	..	..	..
,, 1980	11,97,002.60	..	..	..	..	..	..
,, 1981	11,16,095.66	..	..	..	..	..	..
,, 1982	7,31,210.42	..	..	..	..	..	..
Cashew (in Rubber estates)	15,02,072.55	..	..	..	..	..	..
Cashew 1983	..	..	..	..	..	..	..
TOTAL	7,99,80,789.80	2,46,512.03	..	3,10,313.27	..	..	1,09,234.98

Sd/–
T.U. KURUVILLA
Chairman

Sd/–
N. K. GOPALAKRISHNA PILLAI
Managing Director

B

OF PROPERTY

alance Sheet as at 31st March 1984)

THE YEAR								
Thannithode 9	Kasargod 10	Cheemeni 11	Rajapuram 12	Mannarghat 13	Head Office 14	Total 15	Disposal 16	To date 17
Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps
..	..	..	..	..	..	6,28,371.94	..	6,28,371.94
..	..	..	..	..	..	5,62,467.87	..	5,62,467.87
..	..	..	..	..	..	71,32,377.05	..	71,32,377.05
..	..	..	..	..	..	45,61,152.14	..	45,61,152.14
..	..	..	..	..	..	44,37,542.96	..	44,37,542.96
..	..	..	..	..	..	20,37,593.07	..	20,37,593.07
..	..	..	..	..	..	49,47,322.09	..	49,47,322.09
..	..	..	..	..	..	22,52,657.43	..	22,52,657.43
..	..	..	..	..	..	37,69,476.47	..	37,69,476.47
..	..	..	..	..	..	31,97,400.76	..	31,97,400.76
..	..	..	..	..	..	5,42,665.32	..	5,42,665.32
..	..	..	..	..	..	9,90,797.76	..	9,90,797.76
..	..	..	..	..	..	10,04,184.66	..	10,04,184.66
..	..	..	..	..	..	10,00,295.85	..	10,00,295.85
..	..	..	..	..	..	23,66,727.72	..	23,66,727.72
..	..	..	..	..	..	56,65,593.58	10,803.15	56,54,790.43
..	..	..	..	..	..	19,40,223.72	..	19,40,223.72
..	..	..	..	..	..	65,47,391.24	..	65,47,391.24
97,122.62	..	..	..	..	..	48,06,978.60	..	48,06,978.60
16,823.94	..	..	..	..	..	7,40,108.44	..	7,40,108.44
1,78,279.12	..	..	..	..	..	27,42,162.26	10,452.00	27,31,710.26
..	..	..	..	..	..	1,33,265.58	..	1,33,265.58
1,91,169.84	..	..	..	..	..	4,36,614.97	..	4,36,614.97
14,55,349.26	..	..	..	..	..	17,01,861.29	..	17,01,861.29
..	..	..	..	..	..	8,99,989.98	..	8,99,989.98
..	..	..	..	..	..	1,76,105.28	..	1,76,105.28
..	..	..	..	..	..	4,99,906.84	..	4,99,906.84
..	..	..	..	..	..	70,505.30	..	70,505.30
..	..	..	..	..	..	3,14,844.42	..	3,14,844.42
..	..	..	..	..	..	2,18,930.02	..	2,18,930.02
..	..	..	..	..	..	15,03,654.30	..	15,03,654.30
..	..	..	..	..	..	2,69,512.32	..	2,69,512.32
..	..	..	..	..	..	49,178.91	..	49,178.91
..	..	..	..	..	..	795.36	..	795.36
..	..	..	..	..	..	16,94,037.42	..	16,94,037.42
..	..	..	..	..	..	1,60,561.22	..	1,60,561.22
..	..	..	..	..	..	15,963.37	..	15,963.37
..	..	..	..	..	..	36,65,014.59	..	36,65,014.59
..	..	..	..	..	..	1,50,069.06	..	1,50,069.06
..	..	..	..	..	..	20,14,907.00	8,853.00	20,06,054.00
..	..	..	..	..	..	13,65,478.68	..	13,65,478.68
..	..	..	..	..	..	8,24,526.79	..	8,24,526.79
..	..	..	..	..	..	11,97,002.60	..	11,97,002.60
..	..	..	1,73,903.99	2,70,360.20	..	15,60,359.85	..	15,60,359.85
..	..	..	79,838.35	3,97,309.78	..	12,08,358.55	..	12,08,358.55
..	..	..	..	..	..	15,02,072.55	..	15,02,072.55
..	..	..	1,70,313.48	52,923.31	..	2,23,236.79	..	2,23,236.79
19,38,744.78	..	..	4,24,055.82	7,20,593.29	..	8,37,30,243.97	30,108.15	8,37,00,135.82

For **O. THOMAS & CO.**
Sd/–
ABRAHAM K. THOMAS
Partner
Chartered Accountants
See our report of even date

Sd/–
PHILIP JACOB
Secretary

SCHEDULE C

(Included in and forming part of Balance Sheet as at 31st March 1984)

Previous year Rs. Ps.	ITEMS	This year Rs. Ps.
	Other investments: Unquoted fully paid up shares	
1,000.00	To Equity Shares of Rs. 100/- each paid up in the Banana and Fruit Development Corporation Limited, Madras	1,000.00
1,000.00	Total	1,000.00

SCHEDULE D

(Included in and forming part of Balance Sheet as at 31st March 1984)

Previous year Rs. Ps.	ITEMS	This year Rs. Ps.
	Other investments: Unquoted fully Paid up Shares	
100.00	I 'A' Class share of Rs. 100/- each fully paid up in the Mannam Sugar Mills Co-operative Stores Limited No. 4324.	100.00
100.00	Total	100.00

SCHEDULE E

(Included in and forming part of Balance Sheet as at 31st March 1984)

Previous year Rs. Ps.	ITEMS		This year Rs. Ps.
	CURRENT ASSETS		
59,02,863.04	Stores and Spares at cost.*		52,88,731.08
3,00,370.49	Loose tools revalued*		2,98,135.11
3,61,085.97	Equipments revalued*		3,48,519.97
1,42,01,171.86	Finished goods and work in process, stock in transit at value, subsequently realised/realisable (Rubber)*		1,60,08,394.89
6,77,619.39	Nurseries Rubber (at cost)		4,73,032.31
31,440.42	Nurseries Cashew (at cost)		. .
90,34,538.41	Sundry Debtors (Subject to confirmation by them):		
	(a) Less than six months secured and good (last year 72,74,369.82)	1,11,03,418.78	
	(b) More than six months secured and good (last year 7,25,717.45)	3,23,649.88	
	(c) Unsecured and good (last year 10,34,451.14)	10,34,451.14	1,24,61,519.80
6,039.05	Stamp and Stamp paper on hand		4,343.45
13,09,352.14	Cash in transit		9,42,149.17
76,39,502.65	Treasury Savings Bank Account		1,50,11,372.65
36,36,581.31	Scheduled Bank in current account		42,05,324.03
. .	Subsidy receivable		1,28,463.00
4,31,00,564.73	Total		5,51,69,985.46

* As Certified and valued by the Managing Director.

SCHEDULE F

(Included in and forming port of Balance Sheet as at 31st March 1984)

Previous year Rs. Ps.	ITEMS	This year Rs. Ps.
	LOANS AND ADVANCES	
1,57,468.29	Motor Cycle Loan (Secured considered good)	2,06,677.00
2,37,530.00	Motor Car loan (Secured considered good)	1,93,798.36
	UNSECURED CONSIDERED GOOD	
46,51,736.63	Alakode Government Estate	62,04,227.34
3,22,370.00	Deposit with Post & Telegraph, Electricity Board, Port Trust and other Government Departments by the Corporation	3,71,303.00
1,57,929.00	Deposit with others	1,60,429.00
. .	Deposit with Housing Board	59,000.00
18,139.16	Prepaid expenses	2,620.54
25,15,296.55	Other advance recoverable in cash or in kind or for value to be received	33,90,282.59
1,37,887.14	Advance Income tax paid	1,14,895.14
63,78,094.90	Oil Palm India Ltd. (Subsidiary)	84,63,249.82
1,50,82,197.00	Advance Agricultural Income Tax paid	1,76,05,159.11
2,96,58,648.67	Total	3,67,71,641.90

SCHEDULE G

(Included in and forming part of Balance Sheet as at 31st March 1984)

Previous year Rs. Ps.	ITEMS	This year Rs. Ps.
	MISCELLANEOUS EXPENDITURE	
52,456.10	Suspense Pending Adjustment	43,670.73
1,06,506.13	Storage Suspense	35,019.06
8,182.28	Shortage of tools	5,917.89
9,011.30	Shortage of Stores	6,691.61
1,918.79	P. F. Suspense	1,119.29
86,485.47	Stores in Transit	..
2,64,560.07	Total	92,418.58

SCHEDULE H

(Included in and forming part of Balance Sheet as at 31st March 1984)

Previous year Rs. Ps.	ITEMS	This year Rs. Ps.
	CURRENT LIABILITIES	
14,63,316.85	Sundry Creditors	8,41,801.94
1,50,95,644.46	Other Liabilities	2,10,27,467.66
17,94,048.37	Earnest Money Deposit and Security Deposit	17,59,439.99
32,359.42	Suspense Pending Adjustment	25,748.52
10,019.66	P. F. Suspense	13,099.01
54,38,522.25	Interest accrued but not due on Government loans	78,37,722.57
2,57,763.60	Interest accrued but not due on term loan	..
5,118.61	Stale cheque	5,933.89
244.52	Stores suspense	19,778.12
15,19,319.40	Income received in advance	24,00,825.23
..	Housing Scheme workers	30,000.00
2,56,16,357.14	Total	3,39,61,816.93

SCHEDULE I

REPAIRS & MAINTENANCE OF ASSETS

Previous year Rs. Ps.	ITEMS	This year Rs. Ps.
10,79,763.97	Vehicles	11,51,060.72
3,59,391.86	Roads	4,83,399.92
47,659.32	Plant & Machinery	31,439.49
10,84,823.02	Buildings	9,50,544.33
5,61,702.81	Others	6,82,777.68
31,33,340.98	Total	32,99,222.14

SCHEDULE II

MISCELLANEOUS EXPENSES AND ADJUSTMENTS

Previous year Rs. Ps.	ITEMS	This year Rs. Ps.
2,36,595.04	Postage, Telegram & Telephone	3,04,354.63
2,69,314.53	Printing & Stationery	3,16,258.76
42,138.14	Office expenses and Miscellaneous	46,857.12
529.69	Bank Charges	..
14,521.71	Books and Periodicals	23,511.13
49,168.63	Storage Expenses	93,022.36
76,802.90	I. B. Expenses	86,734.79
17,933.61	Rent of Boats	18,275.01
8,290.32	Loss by fire	6,000.00
7,500.84	Losses and write off	..
63,699.56	Entertainment expenses	73,338.44
12,051.00	Staff training expenses	22,620.00
29,122.05	Ferry expenses	37,460.95
67,365.12	Temporary Sheds	1,26,701.49
422.62	Research expenses	2,319.31
675.60	Gardening	2,125.76
9,000.00	Management consultancy	11,629.10
18,852.83	Survey expenses	26,517.00
9,23,684.19	Total	11,97,725.85

SCHEDULE III

WELFARE EXPENSES

Previous year Rs. Ps.		This year Rs. Ps.
7,46,892.35	Sickness Benefit	8,07,239.99
1,90,802.15	Maternity Benefit	1,23,401.91
11,05,041.78	Leave with wages	12,81,159.06
6,95,179.22	Holiday wages	6,63,856.23
2,00,043.61	Weather Protection expenses	2,22,067.32
5,84,657.74	Drinking Water Supply	7,08,325.72
1,25,233.19	Sanitation	1,40,049.35
29,218.28	Recreation facilities	34,671.80
19,75,874.07	Medical & Hospital facilities	21,31,051.56
20,630.50	Way expenses to workers	22,868.36
84,905.04	Running & Maintenance of School	37,782.47
3,39,069.81	Creche expenses	3,51,245.51
9,597.81	Workmen's Compensation	12,223.95
9,965.88	Workers education	1,766.93
3,63,791.99	Uniform to Staff & Workers	3,60,029.09
12,709.48	Subsistance allowance	12,781.79
13,120.50	Labour Welfare fund	15,195.00
65,06,733.40	Total	69,25,716.04

SCHEDULE IV

MANUFACTURING & SELLING EXPENSES

Previous year Rs. Ps.	ITEMS	Rs. Ps.	This year Rs. Ps.
12,74,715.33	**TRANSPORT OF LATEX**		
6,18,810.07	Pay & Allowances	6,05,774.38	
55,030.49	Vehicle Tax & Insurance	46,903.15	
6,00,874.77	Repairs & Maintenance of Vehicles	4,60,036.88	
			11,12,714.41
56,86,870.71	**MANUFACTURING**		
7,97,807.60	Pay & Allowances	9,77,240.82	
15,88,275.25	Factory Wages	18,75,532.71	
1,43,634.35	Fuel for Smoke house	1,14,818.52	
87,121.34	Fuel for Generator	3,81,737.66	
13,18,726.78	Chemicals	15,95,664.05	
2,17,556.63	Factory Upkeep & Maintenance	1,94,447.97	
3,08,981.39	Machinery Upkeep & Maintenance	5,18,123.66	
46,750.00	Factory Insurance	48,350.00	
6,90,690.60	Power Supply	5,17,711.33	
3,57,447.36	Welfare Expenses	2,99,099.94	
1,29,879.41	Fuel for Drier	1,73,956.00	
			66,96,682.66
17,86,387.23	**DISTRIBUTION**		
1,55,047.44	Packing Materials	1,83,362.21	
2,37,717.80	Packing Wages	1,92,379.14	
4,50,432.66	Forwarding charges	4,93,748.00	
6,61,511.21	Depreciation	7,50,776.35	
1,12,623.19	Selling expenses	3,56,255.39	
73,074.58	Shipping expenses	..	
95,980.35	Commission to Selling Agents & Rebates	2,61,860.77	
			22,38,381.86
87,47,973.27	Total		1,00,47,778.93

SCHEDULE V

REPAIRS & MAINTENANCE OF ASSETS
(Under Development Expenditure)

Previous year Rs. Ps.	ITEMS	This year Rs. Ps.
16,386.25	Vehicles	5,900.48
1,765.00	Roads	1,627.20
396.21	Tools & Implements	722.86
..	Buildings	4,902.12
831.00	Fence	..
19,378.46	Total	13,152.66

SCHEDULE VI

WELFARE EXPENSES
(Under Development Expenditure)

Previous year Rs. Ps.	ITEMS	This year Rs. Ps.
3,833.14	Medical & Hospital Facilities	6,616.96
10,287.00	Drinking Water Supply	10,786.10
365.16	Weather Protection	214.90
1,033.33	Uniform to Staff & Workers	890.27
1.00	Labour Welfare Fund	2.00
15,519.63	Total	18,510.23

SCHEDULE VII

MISCELLANEOUS EXPENSES & ADJUSTMENTS
(Under Development Expenditure)

Previous year Rs. Ps.	ITEMS	This year Rs. Ps.
901.70	Postage, Telephone, Telegram	1,147.95
2,753.22	Printing & Stationery	3,213.50
2,478.48	Office Expenses & Miscellaneous	1,685.74
..	Storage Expenses	77.85
866.35	Entertainment Expenses	2,428.30
..	Security Expenses	51.60
19,981.48	Temporary Shed	6,507.70
1,949.00	Survey Expenses	743.40
28,930.23	Total	15,856.04

For O. THOMAS & CO.

Sd/–	Sd/–	Sd/–	Sd/–
T.U. KURUVILLA	N.K. GOPALAKRISHNA PILLAI	PHILIP JACOB	ABRAHAM K. THOMAS
Chairman	Managing Director	Secretary	Partner
			Chartered Accountants

See our report of even date

NOTES ATTACHED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 1984

1. Estimated amount of civil contracts remaining to be executed on capital account and not provided for is Rs. 6,31,883.56 (last year Rs. 9,45,377.11)

2. Lease deed for lands handed over to the Corporation since 1970 has yet to be executed excepting an area of 749.87 hects of land (Rjapuram Estate) handed over for the development of cashew plantation under the World Bank Scheme.

3. Compensation amounting to Rs. 5,353.75 payable to persons evicted from Kodumon Group of Estates has not been provided pending production of succession or heirship certificate.

4. Acturial valuation of gratuity as on 31–3–1984 is Rs. 1,76,22,363/– against Rs. 1,51,55,499/– as on 31–3–1983. The net liability of Rs. 24,66,864/– is provided for in the accounts for 1983–84. The liability towards gratuity upto 31–3–1980 on acturial valuation assessed during 1980–81 was Rs. 80,15,790/– against which provision to the extent of Rs. 20,04,000/– was made during the last two years. (1980–81 & 1981–82) Further an amount of Rs. 13,36, 000/- being 1/6 of the accumulated liability is provided during this year.

5. The maximum amount of advance under motor car loan to Officers during the year was Rs. 2,37,530/– (previous year Rs. 2,66,080/–).

6. The maximum amount of advance under motor cycle loan to Officers during the year was Rs. 2,32,468/– (last year Rs. 2,08,100/–).

7. As the Company is an Agricultural Company and is carrying only operations required for making the produce marketable, the provision contained in para (ii) Schedule VI as to installed capacity etc. of the Company's Act is not applicable.

8. Fourteen cases are pending against the Corporation against which amounts payable are not ascertainable and claims are not acknowledged and hence not provided for.

9. For the police party posted for security purposes in the estates bills have not been received from 1–4–82 for Kodumon Group and Kalady Group. An amount of Rs. 9.51/– lakhs has been provided for the year 1983–84.

10. The closing stock as on 31–3–1984 has been valued at subsequently realised/realisable value. The quantity of rubber under work-in-process as on 31–3–1984 has also been valued on the same basis as per grades indicated in the stock verification statement. Due to various practical difficulties the work-in-process could not be assessed accurately and hence the previous years practice is followed.

11. Sundry Creditors, Sundry Debtors, Deposits with Government Departments and Deposits with others are subject to confirmation.

12. An area of 3.28 hect in 1961 plantation in Kodumon Group of Estsate under Survey No.783/1 of Koodal Village has been handed over to Public Works Department for Kallada Irrigation Project. Cost of this will be adjusted after finalisation of the valuation by the District Collector, Quilon.

13. The Buildings and buildings under construction shown under Fixed Assets include the cost of buildings put up with the loan and subsidy assistance from Government of Kerala under the Rules for Subsidised Housing Scheme for Plantation Labour, Kerala 1974, and such buildings as per the above rules remain Government property till the loan taken by the Corporation under the scheme is repaid to the Government.

14. There is an overdraft facility with Syndicate Bank, Kottayam to the tune of Rs. 30 lakhs for one year from 1–9–1982 on the strength of guarantee issued by the Government of Kerala.

15. Under the loans and advances in Schedule F we have shown an amount of Rs. 3,71,303/– as deposit with the Government Department. The details of this amounts are as follows:—

	1983–84
Cochin Port Trust	Rs. 3,600
P & T Department	Rs. 62,960
Electricity Board	Rs. 3,04,743

16. (a) The Agricultural Income Tax Authorities have completed the assessment for 1977–78 fixing the total tax for the year at Rs. 39,93,453.10. Out of this we have remitted an amount of Rs. 27,46,917.41. The balance amount has been subsequently paid. We have also filed an appeal before the higher authorities.

(b) For the assessment year 1978-79 the Income Tax Authorities have assessed an amount of Rs. 13,34,188.70 as tax payable for the year. Out of this Rs. 10,54,392.18 have been remitted. For the balance amount of Rs. 2,79,796.52 we have obtained stay order from the Dy. Commissioner, Ernakulam (Appeals) till the disposal of the appeal.

We have paid the following amounts as advances towards agricultural income tax.

Assessment year	1979–80		Rs. 50,00,000
–do–	1980–81		Rs. 60,82,197
–do–	1981–82		Rs. 40,00,000
		Total	Rs. 1,50,82,197

Since the assessments already completed are in appeal no provision is made for additional damand of tax.

Taking into consideration the possible disallowance at the time of assessment and the taxes paid in advance only an adhoc provision is made for taxation.

17. The Development expenditure includes:—

	1983–84 Rs.	*1982–83* Rs.
Wages	29,28,859.66	33,71,512.78
Stores	7,64,743.22	9,95,487.67
Fuel	7,394.27	5,436.00

18. Amounts paid to Managing Director:–

	This year Rs.	Previous year Rs.
Pay and allowances	42,346.00	39,540.32
Travelling expenses	40,255.50	20,198.50
Medical expenses	1,186.81	877.76
Provident Fund Contribution	3,182.25	2,842.50
Festival Allowance	..	175.00
Leave encashment	71,50.00	..
19. Sitting fee to Directors	15,100.00	12,300.00
T.A. to Directors	130,030.80	36,503.00

20. (a) Perquisite to Directors:–

The Managing Director is provided with a car for his official purposes and is charged Rs. 100/– per month for his private use limiting to 500 Kms a month. The perquisite in this regard is Rs. 2,400/–

(b) The Managing Director has been provided with unfurnished accommodation charging 5% of the salary, the rent paid for the building during 1983–84 being Rs. 7,200/–.

(c) The Chairman Cav. T.U. Kuruvilla is being paid honorarium of Rs. 750/– per mensem from 10–11–1982. He is provided with a car and for non-duty use of the car beyond 500 Kmrs recovery at the rate of 75 ps. per Kilometre, is being made. In lieu of engaging the Corporation Driver, a payment of Rs. 25/– to his Driver is being made for the day, the car is used.

21. The Managing Director, Sri T.S.G. Nair and the General Manager Sri A. Ramachandran are drawing remuneration in excess of Rs. 3,000/– per month.

22. The management of Alakode Government Estate was entrusted to the Corporation from 1974–75. To cover the management expenses there is a provision of Rs. 15,000/– per annum as per agreement dt. 17–1–1977. The Government vide order G.O.M.S.No.1343 dt. 4–10–1978 have ordered that the Alakode Government Estate should be taken over by the Plantation Corporation of Kerala Ltd. for a value of Rs. 32.85 lakhs. But the final decision in the matter has not been taken so far by the Corporation. Pending a final decision we have not charged the management expenses of Rs. 15,000/– from the year 1981–82, and the total amount due from the Government towards expenditure incurred in Alakode Government Estate upto 31–3–84 amounting to Rs. 62,04,227.34 is shown in the Balance Sheet under Schedule F as the amount due from Alakode Government Estate.

23. Additional information as per Clause IV D of part 2 to Schedule VI.

i.	CIF value of import during the year	Nil
ii.	Expenditure in foreign currency, foreign tour of Managing Director and Chairman	30,356
iii.	Value of raw materials, stores, spare parts and components consumed during the year	Nil

		Value	*Expressed as percentage of consumption*
(a)	Imported value	nil	nil
(b)	Indigenous (Stores and Spares) This includes value of stores included under capitalisation	84,01,938.36	100%
(c)	Particulars of dividends remitted in foreign exchange	..	..
(d)	Earnings in foreign currency	..	..

24. In making alternate arrangements for the work abandoned by M/s Encos, the Company had incurred an expenditure of Rs. 3,60,020/– The Government in their order No. MS.134/81/ID dt. 20–4–1981 appointed an arbitrator and his decision is awaited.

25. The profit and loss account expenditure includes:–

	This year	*Last year*
Wages	2,77,30,074.33	2,32,06,370.70
Stores	76,37,195.14	73,43,878.42
Fuel	14,93,151.49	12,47,286.99

26. The total area handed over to the Corporation by the Government departments as on 31–3–1984 is approximately 13,667 hect (the total area has not been surveyed)

Rubber	7123	hects
Cashew in rubber estates	932	,,
Cashew plantations	5090	,,
Submergible area	220	,,
Handed over to P.W.D. for Kallada Irrigation Project	3.3	,,
Balance area	3.7	,,
Area under buildings factories and Roads etc.	295	,,
	13667	hects

27. The assets and liabilities of the Oil Palm India Ltd has been transferred from 1–1–1978. The formal deed of transfer has been executed during 1982. Subsidiary status of Oil Palm India Ltd., has been terminated as per G.O.MS.No.238/83/AD dt. 4–8–1983. The shares have not been transferred to Government of Kerala, as the final orders regarding the adjustment of loans and investments between the Companies have not been received from Government, since Oil Palm India Ltd., is no more a subsidiary of the Corporation. The statement showing Company's interest as per Section 212 (3) of the Companies Act is not attached.

28. The maximum amount of advance availed by the Directors are indicated below:—

		Rs.
Managing Director	—	15,000/–
Chairman	—	Nil

29. An amount of Rs. 1,15,200/– spent for slash felling expenses included in Development of Property is recoverable from Forest Department. As the matter is under correspondence with the Department the same is pending adjustment.

30. The terms and conditions of handing over of 975 hects covered by Cheemeni Plantations are yet to be determined.

31. Since the present system of providing rehabilitation reserve at the rate of Rs. 20/– per quintal of production of rubber is most inadequate, it was felt by the Board to create a replanting reserve from the profits at the rate of 5% per annum of the cost of the plantations and to provide the arrears upto 31–3–1980 over a period of 10 years from 1980–81. This year the provision made is Rs.29,00,000/-

32. The Company has paid bonus for the year 1983 at the rate of $8\frac{1}{3}$% and an exgratia payment at the rate of $11\frac{2}{3}$%. This was paid in accordance with the government direction as per high level Conference held on 21–6–1984.

33.(a) The Corporation is contingently liable for Rs. 49,745.60 being commission to selling agents for the period 1983–84 which has not been settled.

(b) The excise authorities are of the opinion that exemption granted by the Government by the notification No.189/83 dt. 8-7-83 for preserved latex, latex concentrate, smoked rubber sheet, crepe rubber and crumb rubber from excise duty is only prospective and the waiving of retropsective assessment is not envisaged in the notification. This will involve a payment of about 290.52 lakhs and the Corporation has approached the Government of India to waive retrospective assessment. If this is not granted excise duty payable upto 8–7–83 will have to be paid and is not provided for.

34.(i) Rs. 4,11,913.61 and Rs. 10,297.84 being original cost and depreciation respectively, included under the head "Buildings" as at the end of the previous year have been trasnferred to "Plant and Machinery" as it is part of Plant and Machinery.

The depreciation short-charged amounting to Rs. 51,489.20 has also been adjusted during the current year.

(ii) An amount of Rs. 91,016.20 included under the head "Roads" as at the end of the previous year has been transferred to "Landing Pad" as the same was the cost of construction of Helipad.

35. Additional particulars in respect of:–

(a)	Rubber sold:	Quantity	55,56,071 Kgs
		Value	Rs. 10,08,14,065.74
(b)	Cashew		The quantity particulars are not available as the sales were by auction.
(c)	Rehabilitation Reserve		Rs. 20/– per quintal on 57,21,493 Kgs as per Agricultural Income Tax Act. Amount Rs. 11,44,298.60

36. Sundry Debtors includes the following amounts due from Government Companies under the same management viz., Government of Kerala.

M/s Trivandrum Rubber Works Ltd.

		Rs. Ps.
1.	Outstanding for more than six months	10,34,451.14
2.	Others	Nil

37. As was the practice of the Corporation overhead charges wherever required are allocated only to rubber plantation and no part of such overheads is charged to other crops within the rubber estates. Proportionate overheads concerning cashew plantations at Mannarghat has been capitalised.

38. The Government have as per G.O.M.S.229/82/AD. dated 20–7–1982 stated that the lease rent payable is at Rs. 615/– per hectare. This is not accepted by the Company. We are of the opinion that the G.O. enhancing the rates are applicable only to Forest lands leased out to Kerala State Electricity Board and other commercial undertakings for project purposes other than plantations, as has been the case on several previous occasions. The matter has already been taken up with the Government and the revised orders are awaited. However an amount of Rs. 125/– per hectare only is provided in the accounts.

39. Previous years figures have been regrouped wherever found necessary.

For **O. THOMAS & CO.**

Sd/–	Sd/–	Sd/–	Sd/–
T.U. KURUVILLA	**N.K. GOPALAKRISHNA PILLAI**	**PHILIP JACOB**	**ABRAHAM K. THOMAS**
Chairman	Managing Director	Secretary	Partner Chartered Accountants

See our report of even date

O. THOMAS & CO.,
Chartered Accountants
Kottayam

AUDITORS' REPORT

The Shareholders,
The Plantation Corporation of Kerala Ltd.,
Kottayam

We have audited the attached Balance Sheet of the PLANTATION CORPORATION OF KERALA LTD. as at 31st March, 1984 and also the annexed Profit & Loss Account of the Corporation for the year ended on that date and report as under:

A. As required by the 'Manufacturing & Other Companies (Auditor's Report) Order 1975' issued by the Company Law Board in terms of Section 227 (4-A) of the Companies Act, 1956, we enclose in the Annexure 'A' a statement on the matters specified in Paragraphs 4 and 5 of the said Order.

B. Further to our comments in the Annexure referred to in Paragraph 1 above.

1. We 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 account as required by Law have been kept by the Corporation so far as appears from our examination of the books;

3. The Balance Sheet and Profit & Loss Account dealt with by the report are in agreement with the books of account;

4. (a) The Corporation has provided for the liability for gratuity during the year Rs. 38,02,864/-. Out of this Rs. 13,36,000/- is in respect of liability upto 31–3–1980. The balance of accumulated liability upto 31–3–1980 is Rs. 46,75,790/-.

(b) The Corporation has created a replanting reserve in addition to rehabilitation reserve. An amount of Rs. 29,00,000/- has been provided during the year as replanting reserve.

(c) The amount of Rs. 39,54,010.70 shown under 'Interest on Loans' in the Profit & Loss Account is after adjusting the amount of interest charged to Oil Palm India Ltd., Rs. 6,92,635.30.

(d) Adequate provision should have been made towards bad and doubtful debts regarding Rs. 10,34,451.14 due from M/s. Trivandrum Rubber Works Ltd.

5. In our opinion and to the best of our information and according to the explanations given to us the said Balance Sheet and Profit & Loss Account subject to and read with the Notes thereon and the above observations give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view:–

(a) In so far as it relates to the Balance Sheet, of the state of affairs of the Corporation as at 31st March, 1984.

And

(b) In so far as it relates to the Profit & Loss Account, the Profit of the Corporation for the year ended on that date.

For **O. Thomas & Co.**

Sd/-
ABRAHAM K. THOMAS
Partner
Chartered Accountant

Kottayam,
20-5-1985.

O. THOMAS & CO.,
Chartered Accountants
Kottayam.

ANNEXURE 'A'

ANNEXURE TO OUR AUDIT REPORT ON THE ACCOUNTS OF THE PLANTATION CORPORATION OF KERALA LTD., FOR THE YEAR ENDED 31ST MARCH, 1984.

(Referred to in Paragraph 1 of our Report of even date)

1. The Corporation has maintained proper records showing full particulars including quantitative details and situation of fixed assets. As per the information furnished to us the Fixed Assets have been verified by the management during the year. No serious discrepancies have been noticed on verification.

2. None of the fixed assets have been revalued during the year.

3. The stock of finished goods, stores, spare-parts, raw-materials and other items have been physically verified by the management at the close of the year. The discrepancies noticed on verification between the physical stock and book records have been properly dealt with in the books of accounts. In our opinion the valuation of the above mentioned stocks is fair and proper in accordance with normally accepted principles and is on the same basis as in earlier years.

4. The Corporation has not obtained loans from companies, firms or other parties to which section 301 of the companies Act, 1956 is applicable and from companies under the same management.

5. In respect of loans and advances in the nature of loans given by the Corporation, parties have, except in certain cases, repaid the principal amounts as stipulated and have also been regular in the payment of interest according to the terms and conditions laid down by the Corporation.

6. In our opinion and according to the explanations given to us, there are adequate internal control procedures commensurate with the size of the Corporation and the nature of its business with regards to the purchase and issue of stores, plant and machinery, equipments and other assets, except wherever deviations are made from normal procedures the reasons for making such deviations have not been recorded.

7. According to information and explanations given to us, the Corporation has not made any purchase of stores or items from subsidiaries or from firms or companies or other parties in which the Directors are interested as listed in the Register maintained under Section 301 of the companies Act, 1956 except as provided under Section 297 (2) of the Act.

8. The Corporation had determined unserviceable or damaged tools and stores. Adequate provision has been made in the accounts for the loss arising on the items so determined.

9. The Corporation has not accepted deposits from public under section 58-A of the Companies Act, 1956, and the Companies (Acceptance of Deposits) Rules, 1975.

10. In our opinion and according to the information and explanation given to us, the Corporation has maintained reasonable records for the sales and disposal of scrap and unserviceables.

11. In our opinion the Corporation has adequate internal audit system commensurate with the size of the Corporation. We are given to understand that the field conditions are being looked into by the Visiting Agent of the Corporation.

12. We are informed by the Corporation that the order made by the Central Government for the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 is not applicable for this Corporation.

13. According to the records of the Corporation, Provident Fund dues have been regularly deposited during the year.

14. Adequate provision has been made for the damaged goods wherever found significant.

For **O. Thomas & Co.**

Sd/-
ABRAHAM K. THOMAS
Partner
Chartered Accountant

Kottayam,
20-5-1985.

REPLY TO THE REPORT OF THE STATUTORY AUDITORS

All the points contained in the Audit Report of the Statutory Auditors of the Company are factual except Para 4 (d). Regarding the dues from M/s. Trivandrum Rubber Works Limited, we have shown the amount as unsecured considered good. Further as per Government Notification No. 1626/D2/84/AD dt. 19th June 1984 Trivandrum Rubber Works Limited has been declared as a "Relief Undertaking" for a period of two years from 19-6-1984. As such we can claim the dues only after the said period.

Sd/-
N. K. Gopalakrishnan
Managing Director

GOVERNMENT OF KERALA

No. 37233/PU. B1/85/Fin.

Finance Department,
Trivandrum
Dated: 15-7-1985

COMMENTS OF THE FINANCE SECRETARY TO THE GOVERNMENT OF KERALA UNDER ARTICLE 105 OF THE ARTICLES OF ASSOCIATION OF THE PLANTATION CORPORATION OF KERALA LIMITED ON THE ACCOUNTS OF THE COMPANY FOR THE YEAR ENDED 31-3-1984.

"IT IS NOTED THAT DESPITE HAVING A CLOSING CASH BALANCE OF Rs. 1,92,16,696.68 Ps. AS ON 31-3-1984, THE CORPORATION HAS NOT REMITTED TO GOVERNMENT INTEREST ACCRUED AND DUE ON GOVERNMENT LOANS AMOUNTING TO Rs. 93,15,938.80 Ps. AS ON 31-3-1984".

Sd/-
K. V. Rabindran Nair
Commissioner & Secretary
(Finance)

REPLY TO THE COMMENTS OF THE COMMISSIONER & SECRETARY (FINANCE)

The amount of Rs. 93,15,938.80 shown in the comments includes the following:

Interest due	..	38,17,116.43
Penal interest	..	54,98,822.37
Total	..	93,15,938.80

Out of the interest dues, we have subsequently remitted Rs. 9,78,886.43. The balance amount comes to Rs. 28,38,230/-. We have already requested the Government for adjustment of an amount of Rs. 28,56,632.99 when the final orders regarding the adjustment of loan and investments between Plantation Corporation and Oil Palm India Ltd. are issued.

The penal interest represents amount provided in the accounts for delayed payments of interest in earlier years when the Corporation was meeting its working capital requirements from overdraft facilities. However at present we are remitting the loans instalments and interest on the due dates itself.

Sd/-
N. K. GOPALAKRISHNAN,
Managing Director.

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 31ST MARCH 1984

Balance Sheet

Liabilities

Secured Loans (from Scheduled Banks)

Term Loan from Syndicate Bank: Rs. 60,00,000

Term Loan from State Bank of Travancore: Rs. 24,79,000

1. The above loans are secured by a charge on the land, machinery, buildings and standing crops including future crops of cashew. The nature of security has not been disclosed in terms of Part I of Schedule VI to the Companies Act, 1956.

Assets

Current Assets (Schedule E)

Sundry Debtors: Rs. 1,24,61,519.80

2. This is arrived at after adjusting a sum of Rs. 4,45,000/– towards advances received from the customers which should have been shown against appropriate head under 'Current Liabilities' as the services/supplies are to be rendered.

Loans and Advance (Schedule F)

Unsecured considered good

Alakode Government Estate: Rs. 62,04,227.34

3. A reference is invited to item No. 22 of the notes attached to and forming part of the accounts. As per Government Order dated 11th March, 1980 Government is not to reimburse the cost of maintaining the estate after 31st March, 1978 as the land was transferred to the Company in 1978-79, for a consideration of Rs. 32.85 lakhs. The expenditure of Rs. 62,04,227.34 upto 31st March 1984 referred to in the Notes is net expenditure after deduction of income from the estate and comprises (1) Rs. 3,91,354.61 up to 1977-78 out of which Government have agreed to adjust Rs. 3,60,273.75 for the value of land payable by the company and (2) Rs. 58,12,872.73 for the period after 31st March, 1978 which is to be borne by the Company as per Government Order dated 11th March, 1980 and is pending further adjustment in the books of the Company as per the terms of transfer of the estate to be finalised.

Profit and Loss Account

Remuneration to Auditors for other Services: Rs. 1,000

4. This is understated by Rs. 4,000 being the fee paid to Auditors as certification charges in respect of construction works under subsidised housing scheme which stands included under 'Legal Expenses'.

Prior period adjustments: Rs. 11,941.05

5. This excludes Rs. 8,52,742.76 due to inclusion of the following items under the appropriate heads of accounts for the current year:

		Rupees
(i)	Lease rent for rubber estate for the period from April 1982 to March, 1983	7,22,948.00
(ii)	Commission paid to Kerala State Warehousing Corporation for the period from January, 1983 to March, 1983	27,304.30
(iii)	Marking fee paid to Indian Standards Institution for the period from July, 1982 to March, 1983	16,675.00
(iv)	Rent paid to Kerala State Warehousing Corporation from September 1982 to December 1982	19,635.00
(v)	Commission to selling agents for the period prior to March, 1983	66,180.46
		8,52,742.76

Net Profit for the year: Rs. 40,84,965.96

6. This is subject to the following :

(i)	Non-adjustment of amount recoverable towards security charges from M/s. Oil Palm India Limited		4,80,235.22
(ii)	Non-provision of liability for expenses on:		
	Transporting charges	4,743.45	53,444.19
	Vehicle Tax	10,319.00	
	Advertisement	6,465.00	
	Handing charge	31,916.74	

Notes attached to and forming part of the accounts

7. A reference is invited to Note No. 27. As per Government Order dated 2nd February 1984 a sum of Rs. 41,49,106.74 representing principal amount of loan due to the Company from Oil Palm India Limited was to be treated as repaid by the Company against the loans taken by it from Government. Oil Palm India Limited was to issue shares to Government treating the amount as direct receipt from Government. Pending final decision by Government regarding interest due on this amount, no adjustment has been made in the accounts. These facts have not been mentioned in the note and hence the note is incomplete to this extent.

Sd/-
(V. LEKSHMINARAYANAN)
Accountant General (Audit) Kerala
Trivandrum.

Trivandrum,
6-9-1985.

REPLY TO THE COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA ON THE ACCOUNTS OF THE PLANTATION CORPORATION OF KERALA LIMITED, KOTTAYAM FOR THE YEAR ENDED 31ST MARCH 1984

1. The nature of security will be disclosed in future.
2. The advances are received for the supply of rubber and adjustable against supplies. However, such advances will be shown under appropriate head in future.
3. The matter has not been finalised yet. Necessary adjustment will be done on finalisation of the issue.
4. The fee paid is for certification of construction works under subsidised Housing Scheme. In future such payments will be included under Remuneration to Auditors for other services.
5. The comment is factual. Noted for future guidance.
6. Necessary adjustment in the accounts will be made in the subsequent year.
7. Noted for future guidance.

Sd/–
N. K. GOPALAKRISHNA PILLAI
Managing Director