ANNUAL REPORT

2008 - 2009

VISION-2012
Target Excellence

THE PLANTATION CORPORATION OF KERALA LTD.
SINCE 1962

The Plantation Corporation of Kerala Ltd

(An ISO 9001-2000 Certified Company Under Government of Kerala)

KOTTAYAM - 686 004

THE PLANTATION CORPORATION OF KERALA LTD. KOTTAYAM - 686 004

(An ISO 9001-2000 Certified Company)

Regd. Office	:	Kottayam - 686 004
Grams	:	Plantcorp
Fax	:	0481-2575133 (M.D) 0481-2578448 (General) 0481-2578254 (G.M(F&A))
E-mail	:	pckltd@dataone.in md@pcklimited.in pckaccounts@yahoo.co.in
Website	:	www.pcklimited.in www.plantationvalley.com
Phone (0481)	:	2578301, 2578302, 2578303 2578304, (EPABX), 2578306 2578349, 2578194, 2578164 2578763, 2578254, 2578294

47th Annual Report 2008-2009

BOARD OF DIRECTORS

Sri.T.J.Anjalose, Ex.M.P.
Chairman (From 10.8.2006)

Sri. Babu Thomas
Managing Director (From 7.11.2006)

Sri.V.K.Sinha, IFS
Director (From 12.6.2007)

Sri.V.Presenan
Director (From 11.12.2008)

Sri.K.Venugopal
Director (From 17.6.2009)

Sri.K.V.Krishnan
Director (From 31.8.2006)

Sri. P.N.Prabhakaran
Director (From 4.11.2006)

Sri. C.K. Unnikrishnan
Director (From 4.11.2006)

Sri. Vijayan Kunissery
Director (From 25.6.2007)

Sri. K.V.Babu
Director (From 25.6.2007)

Sri.V.R.Padmanabhan, IAS
Director (From 15.3.2008 to 27.1.2009)

Sri. K.Babu
Director (From 27.11.2007 to 11.12.2008)

Sri. V.P.Kunjappan
Director (From 14.2.2008 to 17.6.2009)

Company Secretary
Ajith John

Auditors
M/s.Koshi & Mani
Chartered Accountants
Kottayam

Internal Auditors
M/s Kolath & Co.
Chartered Accountants
Ernakulam

Contents

NOTICE TO SHARE HOLDERS

Notice is hereby given that the 47th Annual General Meeting of the Corporation will be held on Tuesday, the 22nd September, 2009 at 10.30 AM at the Registered Office of the Corporation at Muttambalam (PO), Kottayam -4 to transact the following business;

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet as at 31st March 2009 and Profit and Loss Account for the year ended on that date, the reports of Directors and Auditors thereon.
2. To consider declaration of dividend on equity shares.
3. 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.V.K.Sinha, IFS
   2. Sri.V.Presenan
   3. Sri.K.Venugopal
   4. Sri.P.N.Prabhakaran
   5. Sri.K.V.Krishnan
   6. Sri. C.K.Unnikrishnan
   7. Sri.Vijayan Kunissery
   8. Sri.K.V.Babu
4. To authorize the Board of Directors to fix the remuneration of the Auditors appointed by the Comptroller and Auditor General of India.

SPECIAL BUSINESS

5. To consider and, if thought fit, to pass with or without modifications, the following resolution as a Special Resolution:

"RESOLVED that subject to the approval of the shareholders pursuant to section 31 of the Companies Act, 1956, and other applicable provisions, if any, the Articles of Association of the Company be altered in the manner following;

1. Article 65 may be modified as below;

   "In furtherance of and subject to the general powers conferred or implied in regulation 64 of these articles and the other powers conferred by these articles and subject to the provisions of Section 292 of the Act, it shall be lawful for the Directors to carry out all or any of the objects set forth in the memorandum and to do all acts necessary for the working and management of the Company which vest in the Directors. *Provided that the Board of Directors shall make appointment only to post which are approved by the Government and on the advice of the Staff Selection Board constituted by it."*

2. Article 69 may be modified as below;

   "The business and management of the Company shall be carried on by the Managing Director subject to the control and direction of the Board of Directors. He shall have powers to appoint and at his direction to remove or suspend or otherwise punish such managers, secretaries, officers, clerks, agents and servants for permanent or temporary or special service as he may, from time to time, think fit and to determine their powers and duties and fix their salaries and emoluments, and to require security in such instances and to such amount as he may think fit. *The maximum pay with respect to which Managing Director can make appointment shall be fixed by the Board from time to time.*

So however that he shall make appointments to posts carrying a pay such fixed by the Board in consultation with a Staff Selection Committee constituted by him if the Board so resolves. The principles of reservation as applicable to Government appointment should be followed in the matter of all appointments."

3. Para (a) and (f) of Part A of Article 115 may be altered as;

   (a) Creation of new posts.

   (f) Extension of service or re-employment of employees other than workers

4. Article 105 may be modified as below;

   "The Company shall submit a copy of the Balance Sheet and Profit and Loss Accounts with a copy of the Auditors Report to the Finance Secretary to the Government of Kerala who shall have the right to comment upon or supplement to the Audit Report in such manner as he may think fit. Any such comments upon or supplement to the audit report shall be placed before the annual general meeting of the Company".

"RESOLVED FURTHER that for the purpose of giving effect to the aforesaid resolution Managing Director or the Company Secretary of the company be and is hereby authorized to take further necessary steps."

By Order of the Board,

For The Plantation Corporation of Kerala Ltd.

Sd/-

Kottayam — Ajith John

29.08.2009 — Company Secretary

Note:-

1. 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. A proxy Form must be returned duly completed to reach the office not less than 48 hours before the meeting.
2. Directors' report, Auditors' report, audited profit and loss account for the year ended 31st March 2009 and Balance Sheet as on that date are also seen attached herewith.

EXPLANATORY STATEMENT
(PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956

In order to make the Articles of Association contemporaneous and for administrative convenience, following amendments were considered by the Board of Directors in its meeting held on 29.05.2009 and approved.

By amending article 65, it is proposed to limit the appointing powers of the board to the posts which are already approved by the Government and they can make appointment only on the advice of Staff Selection Board constituted by it.

By amending article 69, it is proposed to empower the Managing Director to make appointment subject to the financial limit as decided by the Board from time to time and subject to other conditions described therein.

By amending article 115, it is proposed that prior Government approval is necessary for:

(1) creation of new posts

(2) Extension of service or re-employment of employees other than Workers.

As the Board can make appointment only to posts approved by the Government, further financial limit will create unwarranted administrative inconvenience. This will, by no way, affect the Government control, as posts, scale of pay and other service conditions are as approved by the Government will be followed.

Further by article 115 the company is bound by the general instructions given by the Government.

By amending article 105, it is proposed to avoid delay in adopting Annual Accounts of the Corporation. As all Directors, shareholders and Auditors are appointed by the Government, the 21 days notice period for distributing the comments of Finance Secretary to Shareholders (all are nominees of Government) may be dispensed with.

None of the directors have any interest in the above resolution.

The Board commends the resolution for your approval,.

By Order of the Board

For The Plantation Corporation of Kerala Limited

Sd/-

Place: Kottayam

Ajith John

Date:29.8.2009

Company Secretary

DIRECTORS' REPORT FOR THE YEAR 2008-09

Gentlemen,

Your Directors have pleasure in presenting the 47th Annual Report of the Corporation for the year ended 31st March, 2009.

OPERATING RESULTS

Particulars	2008-09 (Rs. in Lakh)	2007-08 (Rs. in Lakh)
Sales Stock	7022.88	5257.91
Differential	(85.12)	9.77
Other Income	1065.61	830.65
Net Revenue after adjusting stock differential	8003.37	6098.33
Manufacturing and Operating Cost	4911.57	3806.02
Depreciation	88.73	64.82
Provision for Gratuity	924.97	840.18
Tax Provision	408.54	108.18
Net Profit before Taxation	2078.10	1387.31

DIVIDEND

Your Directors are pleased to recommend a dividend of 5% on the paid up equity capital of the company. The outgo on dividend would be Rs. 27,84,400.00 excluding tax on dividend.

TRANSFER TO RESERVES

Your company has transferred a sum of Rs.1.47 crores to General Reserves.

TERM LOAN

The Corporation had availed a loan from Government of Kerala for investment in Oil Palm India Limited. The said loan has been cancelled by the Government of Kerala when the subsidiary status of Oil Palm Indian Limited was terminated. The balance outstanding in the loan account was Rs.32,61,222.00 as on 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.62,75,140.00 as shown below:

Principal	-	Rs.32,61,222.00
Interest	-	Rs.28,67,382.00
Penal Interest	-	Rs. 1,46,536.00
		Rs.62,75,140.00

The Company had 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.112.00 lakhs was already cancelled by the Government of Kerala as per G.O.(MS) No.239/83/AD dated 04-08-1983.

The construction work of the new centrifuging factory is going on in the Kodumon Estate.

Rubber Production

The production target was 6192 MTs and the achievement was 6236.002 MT (100.71%) during 2008-09. The cent per cent production was achieved after a gap of 26 years.

Cenex

The production of cenex during the period 2008-09 is 4068.508 MTs (DRC) [KGL Factory – 2310.156 MT and Kallala Factory – 1758.352 MTs).

Oil Palm Plantations

5572.712 MTs of FFB harvested during the year 2008-09 was sold for Rs. 3.64 crores.

Income from Allied Activities

The Plantation Valley, farm tourism project of PCK in Athirappally has earned a revenue of Rs.48.98 lakhs and a net profit of Rs.12.03 lakhs during the year.

Rubber Wood Factory

The Rubber Wood processing factory at Kodumon has sold processed wood for Rs.21.21 lakhs during the year and generated a profit of Rs.2.94 lakhs.

NEW ACTIVITIES

a. Corporation has organized 'Karshika Mela' in association with State Agriculture Dept. at Kottayam in Sept' 2008. This year also Corporation plans to organize 'Karshika Mela in December.

b. The company has been certified under ISO 9001-2000 by NQA.

c. All employees have been covered under Accident Insurance Policy.

d. Crumb Rubber Factory at Vettilappara is renovated at a cost of approximately Rs.1 crores.

e. New Factory at Kodumon, work is in progress.

f. The commercial nurseries for cashew and rubber in Kasaragod Estate generated a return of Rs. 10.50 lakhs during the year through sale of 17629 numbers of rubber plants and 26108 numbers of cashew plants. Rajapuram estate generated return of Rs.16.22 lakhs through sale of 37153 numbers of rubber plants. Cheemeni estate generated an amount of Rs.12.38 lakhs through rubber and Rs.1.09 lakhs from cashew.

g. Government sanction has been obtained for construction of Multi Storied Commercial Complex in the 42 cents of land owned by the Corporation in Calicut city.

AUDIT COMMITTEE

As a measure of good Corporate Governance and to provide assistance to the Board of Directors in fulfilling the Board's oversight responsibilities, an Audit Committee was constituted. Nominee directors of Agriculture Department, Finance Department and the Managing Director are the members of the Committee. The Company Secretary acts as Secretary to the Committee. Statutory auditors, Internal Auditors and General Manager (F&A) are permanent invitees to the Committee. Nominee of Finance Department is the Chairman of the Committee

DEPRECIATION

New machineries purchased during the year (costing Rs.165.63 lakhs) were not commissioned/ put to use and hence no depreciation was provided for the same during the financial year 2008-09.

INDUSTRIAL RELATIONS

The industrial relations during the period 2008-09 remained cordial and peaceful.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGES AND OUTGO

The information required under Section 217(1)(e) of the Companies Act 1956 is given in the Annexure – I 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 not provided since none of the employees falls in that limit.

DIRECTORS' RESPONSIBILITY STATEMENT (AS PER SECTION 217(2AA) OF THE COMPANIES ACT 1956)

(i) In the preparation of annual accounts, the applicable accounting standards had 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.

DIRECTORS

The details of Board of Directors including changes that taken place during the period under report is given in Annexure – II

CORPORATE GOVERNANCE

The report on Corporate Governance is given in Annexure – III

AUDITORS

M/s Koshi & Mani, Chartered Accountants, Kottayam were appointed by Comptroller and Auditor General of India as the Auditors of the company for the year 2008-09.

ACKNOWLEDGMENT

Your Directors are grateful to the Government of Kerala, Rubber Board, The Directorate of Cashew nut & Cocoa Development , Horticulture Mission, 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

Sd/-

Kottayam T.J.Anjalose

29.08.08 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) Rules, 1988.

CONSERVATION OF ENERGY

(a) Energy conservation measures taken	1. Installed Solar Water Heater at Planta tion Valley. 2. Installed Bio-gasifier at Vettilappara Factory 3. Replaced incandescent lamps with CFL/Slim tubes
(b) Additional investment and proposals; if any being implemented for reduction of energy.	Nil
(c) Impact of the measures (a) and (b) above for previous years in getting steady subsequent impact on the cost of production of goods	Due to efforts taken consumption and cost of electricity 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

(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	Nil

Used	48.68 lacs (INR) (Previous year 61.95 lacs)
Earned	Nil

ANNEXURE – II

Details of Directors including changes taken place during the year ending 31-03-2009

Sl. No	Name	Address	Date of Appointment
1	Sri.T.J.Anjalose Chairman	Thayil House, Pollathai PO Alleppey 688 567	10.08.2006
2	Sri.Babu Thomas Managing Director	TC VII/1069, Vattiyoorkavu PO Trivandrum 695 013	07.11.2006
3	Sri.V.K.Sinha IFS Director	Additional Principal Chief Conservator of Forests (Plg.), Forest Headquarters, Vazhuthacaud, Thiruvananthapuram.	12.6.2007
4	Sri.V.Presenan Director	Additional Secretary, Finance Department Government of Kerala	11.12.2008
5	Sri.K.Venugoal Director	Joint Rubber Production Commissioner (Extn), Rubber Board, Kottayam.	17.6.2009
7	Sri.K.V.Krishnan Director	Kochunilayam, Ravaneshwar, Pallikkara, Kasaragode.	31.08.2006
8	Sri.P.N.Prabhakaran Director	Pullolil, Kanjirappally - 686627	04.11.2006
9	Sri.C.K.Unnikrishnan Director	Leela Vilasom, Chowara, Ernakulam 683571.	04.11.2006
10	Sri.Vijayan Kunissery Director	Pranamam, Pooja Nagar, Puthur, Palakkad – 678 001	25.6.2007
11	Sri.K.V.Babu Director	Kundu Valappil, Vellore P.O. Payyannur, Kannur.	25.6.2007
12	Sri.V.R.Padmanabhan, IAS	Secretary to Government, Agriculture Dept., Government of Kerala.	15.3.2008 to 27.1.2009
13	Sri.K.Babu Director	Additional Secretary, Finance Dept.,Government of Kerala.	27.11.2007 to 11.12.2008
14	Sri.V.P.Kunjappan Director	Joint Rubber Production Commissioner, Rubber Board, Kottayam	14.2.2008 to 17.6.2009

ANNEXURE III

REPORT ON CORPORATE GOVERNANCE

During the period 2008-09, 13 meetings of the Board of Directors were convened as per Section 285 of the Companies Act, 1956. The details regarding number of Board meetings held during the period 2008-09 and meetings attended by the Directors are as follows:

Year	Sl.No.	Name/CategoryOf Director	Total number of Board meetings held in the year	Total number of meetings attended by the Directors	Total number of meetings required to be attended	Whether AGM attended by the Director
2008 - 09	1.	Sri.Babu Thomas	13	13	13	Yes
	2.	Sri.V.R.Padmanabhan, IAS	13	12	2	NA
	3.	Sri.V.K.Sinha, IFS	13	13	6	No.
	4.	Sri.K.Babu	13	9	0	NA
	5.	Sri.V.P.Kunjappan	13	13	4	NA
	6.	Sri.V.Presenan	13	4	4	NA
	7.	Sri.T.J.Anjalose	13	13	13	Yes
	8.	Sri.K.V.Krishnan	13	13	7	No
	9.	Sri.P.N.Prabhakaran	13	13	10	No
	10.	Sri.C.K.Unnikrishnan	13	13	12	No
	11.	Sri.Vijayan Kunissery	13	13	11	No
	12.	Sri.K.V.Babu	13	13	13	No

THE PLANTATION CORPORATION OF KERALA LTD.

KOTTAYAM - 4

BALANCE SHEET AS AT 31st MARCH 2009

Previous Year Rs. Ps.	LIABILITIES		Current Year Rs. Ps.
	SHARE CAPITAL		
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 EquityShares 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
433120170.65	**RESERVES & SURPLUS (Sch. A)**		606055905.09
	UNSECURED LOANS		
4820960.51	From Govt. of Kerala for Estate Development Interest accrued and due		4820960.51
	CURRENT LIABILITIES & PROVISIONS		
	a. Current Liabilities - Sch. B	313082426.47	
629938537.59	b. Provisions - Sch. C	455599609.07	768682035.54
	ACCOUNTING POLICIES & NOTES TO ACCOUNTS		
	a. Accounting Policies - Sch. J		
	b. Notes forming Part of Accounts - Sch. K		
1123567668.75	**TOTAL**		**1435246901.14**

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John
Chairman	Managing Director	G.M. (F&A)	Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants
Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

Kottayam
22-07-2009

THE PLANTATION CORPORATION OF KERALA LTD.

KOTTAYAM - 4

BALANCE SHEET AS AT 31st MARCH 2009

Previous Year Rs. Ps.	ASSETS		Current Year Rs. Ps.
	FIXED ASSETS		
433118963.92	a) Plantations - Sch. D		445190970.77
	b) Plant & Machinery, Roads, Building etc - Sch.E	96977249.05	
85149667.51	c) Capital Work in Progress	7836698.92	104813947.97
400957831.00	**INVESTMENTS (Sch.F)**		622459632.00
	CURRENT ASSETS, LOANS & ADVANCE		
	A. Current Assets - Sch. G	143442572.30	
204341206.32	B. Loans & Advance - Sch.H	119339778.10	262782350.40
1123567668.75	**TOTAL**		**1435246901.14**

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John
Chairman	Managing Director	G.M. (F&A)	Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants
Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

Kottayam
22-07-2009

THE PLANTATION CORPORATION OF KERALA LTD.

KOTTAYAM - 4

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2009

Previous Year Rs. Ps.	EXPENDITURE	Current Year Rs. Ps.
52317847.34	To Opening Stock - Rubber and Agrl. Products	53295137.60
154297.00	To Purchase of Latex from Union	193429.00
27402688.75	To Manufacturing Expenses	36982355.73
18797243.00	To Electricity Charges	21637493.00
17051233.00	To Lease Rent	17043664.74
65582143.14	To Tapping & Collection - Rubber	101208385.53
2966859.03	To Collection Charges - Cashew	1682796.77
1935223.00	To Harvesting Expenses - Oil Palm	3029565.80
63569372.57	To Salaries & Allowances	83960512.84
708687.00	To Salaries & Allowances to MD	1090062.00
24000.00	To Honorarium to Chairman	120000.00
250391.50	To TA & Sitting Fee to Directors	336436.00
4936710.00	To Leave Encashment	5085559.50
18448041.00	To Employer's Contribution - PF	25188074.00
1880378.18	To TA to Staff & Officers	1953145.27
29923252.00	To L I C - Group Gratuity	40330124.00
22352536.22	To Welfare Expenses - Sch. III	24658104.46
25015153.17	To Bonus & Production Incentive	25010167.00
17767265.97	To Cultivation & Upkeep - Rubber	27955279.83
15668401.56	To Cultivation & Upkeep - Cashew	12832136.40
3631202.50	To Cultivation & Upkeep - Oil Palm	4124037.00
3349508.84	To Cultivation & Upkeep - Other Crops	2101378.82
20641302.27	To Rep. & Maintenance of Assets - Sch. I	29890764.58
672951.00	To Insurance Charges	1938510.50
201589.00	To Selling Expenses	259179.87
177703.20	To Rent	156952.00
2351688.30	To Advertisement Charges	3476810.77
445788.16	To Interest & Bank Charges	365288.27
4079257.65	To Rates & Taxes	3690657.35
939971.50	To Legal Expenses	459348.00
3364017.91	To Security Expenses	4323558.35
554900.00	To Remuneration to Auditors	695216.00
4077294.87	To Miscellaneous Expenses - Sch. II	5090750.84
84018450.00	To Provision for Gratuity	92497255.00
513739.11	To Provision for Doubtful Debts	5784560.00
6482137.62	To Depreciation	8873279.82
138730958.05	Net Profit c/d to P & L Appropriation A/c.	207809574.44
	E P S : 3098 **Nominal Value : 1000**	
660984183.41	**TOTAL**	**855129551.08**

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John
Chairman	Managing Director	G.M. (F&A)	Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants
Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

Kottayam
22-07-2009

THE PLANTATION CORPORATION OF KERALA LTD.

KOTTAYAM - 4

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2009

Previous Year Rs. Ps.	INCOME		Current Year Rs. Ps.
	By Sales		
58167383.28	Rubber	612026707.96	
41788057.38	Cashew	34901902.00	
18292502.00	Oil Palm	26426606.00	
1456108.50	Agricultural Produce	6487474.20	
5671850.78	Trees & Firewood	21419900.84	
143250.00	Tender Forms	241364.00	
271530.00	Empties & Unserviceables	784434.00	702288389.00
	By Interest		
520548.00	From Long Term Investments	2509589.00	
24807392.00	From Short Term Investments	45318266.18	
102561.00	From Contractors & Customers	512793.40	
10918.00	From Staff Loans	84455.10	48425103.68
	By Other Income		
248231.00	Rent of Building	327529.00	
174365.32	Profit on Sale of Assets	1297877.07	
309040.00	Dividend From Long Term Investments	400000.00	
2082094.41	Miscellaneous Income	884820.07	
1439318.00	Prior Period Income	640534.48	
53370473.00	Slaughter Tapping	54584643.32	58135403.94
	By Closing Stock of Finished Goods & W.I.P.		
51999829.00	Rubber	41904548.00	
1199474.10	Cashew	2227862.00	
95834.50	Other Agricultural Produces	650499.00	44782909.00
(406799.33)	**Net Profit - Rubber Wood Factory - Schedule - IV**		294508.63
(759777.53)	**Net Profit - Plantation Valley - Schedule - V**		1203236.83
660984183.41	**TOTAL**		**855129551.08**

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose Chairman	Babu Thomas Managing Director	R.Krishnamoorthy G.M. (F&A)	Ajith John Secretary

Kottayam
22-07-2009

As per our report of even date
For KOSHY & MANI
Chartered Accountants
Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

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

PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31st MARCH 2009

Previous Year Rs. Ps.		Current Year Rs. Ps.	Previous Year Rs. Ps.		Current Year Rs. Ps.
10000000.00	To Tax Provision - C I T	20000000.00	138730958.05	By Net Profit as per P & L A/c.	207809574.44
341912.00	To Tax Provision - F B T	381500.00			
	To Tax Provision - A I T	20000000.00		By Tax Provision	5105395.00
12838904.00	To Transferred to General Reserve	16742807.44	66787283.72	By Balance as per last Balance Sheet	170379816.77
8700000.00	To Transferred to Replanting Reserve	8900000.00			
2784400.00	To Provision for Dividend	2784400.00			
473209.00	To Provision for Dividend Tax	473209.00			
170379816.77	To Net Profit transferred to Balance Sheet	314012869.77			
205518241.77	TOTAL	383294786.21	205518241.77	TOTAL	383294786.21

For and on behalf of Board of Directors

As per our report of even date
For KOSHY & MANI
Chartered Accountants
Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John
Chairman	Managing Director	G.M. (F&A)	Secretary

Kottayam
22-07-2009

SCHEDULE - A

RESERVES & SURPLUS AS ON 31-03-2009

Previous Year Rs. Ps.			Current Year Rs. Ps.
	RESERVES & SURPLUS		
12838904.00	1. General Reserve		
	As per last Balance Sheet	12838904.00	
	Additions during the year	16742807.44	29581711.44
119789050.90	2. Capital Reserve		119789050.90
	3. Replanting Reserve		
90658000.00	As per last Balance Sheet	90658000.00	
	Additions during the year	8900000.00	99558000.00
	4. Rehabilitation Reserve		
14079091.48	As per last Balance Sheet		14079091.48
	SUBSIDY FROM GOVERNMENT		
	1. Subsidy from Rubber Board - Rubber Cultivation		
	As per last Balance Sheet	12879117.50	
12879117.50	Additions during the year	105374.00	12984491.50
	2. Subsidy from Govt. of Kerala - Cashew Plantation		
	As per last Balance Sheet	12496190.00	
12496190.00	Additions during the year	3554500.00	16050690.00
170379816.77	**Profit & Loss Appropriation Account**		314012869.77
433120170.65	**TOTAL**		**606055905.09**

For and on behalf of Board of Directors

As per our report of even date
For KOSHY & MANI
Chartered Accountants

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John	C.A. Thomas Mani (Partner)
Chairman	Managing Director	G.M. (F&A)	Secretary	M.No.20015

Kottayam
22-07-2009

SCHEDULE - B

CURRENT LIABILITIES AS ON 31-03-2009

Previous Year Rs. Ps.			Current Year Rs. Ps
13497904.15	Sundry Creditors		
	Due to Small Scale Industrial Undertakings	117898.00	
	Due to other than S S I Undertakings	55096992.81	55214890.81
60928234.76	Other Liabilities		30969600.66
141364231.30	Lease Rent Payable		158298902.04
6093044.17	E M D		7446822.17
23515081.72	Security Deposit		24791382.72
21064585.00	Advance against Sales		13891986.00
43350.45	Welfare Fund		53351.35
17737151.90	Agricultural Income tax due		17737151.90
468012.00	Fringe Benefit Tax due		468012.00
-200869.36	Central Sales Tax Payable		-108451.63
2181973.43	Value Added Tax Payable		4305091.45
15676.00	Luxury Tax Payable		13687.00
286708375.52	TOTAL		313082426.47

For and on behalf of Board of Directors

As per our report of even date
For KOSHY & MANI
Chartered Accountants

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John	C.A. Thomas Mani (Partner)
Chairman	Managing Director	G.M. (F&A)	Secretary	M.No.20015

Kottayam
22-07-2009

SCHEDULE - C

PROVISIONS AS ON 31-03-2009

Previous Year Rs. Ps.			Current Year Rs. Ps.
300988403.00	**1. Gratuity:**		
	As per last Balance Sheet	300988403.00	
	ADD Additions this year	92497255.00	
		393485658.00	
	LESS Paid this year	42968210.00	350517448.00
6500000.00	**2. Bonus:**		
	Provision for 01.01.2008 to 31.03.2008	6500000.00	
	ADD Provision 01.04.08 to 31.03.2009	25130515.00	31630515.00
3076471.00	**3. Leave Encashment :**		3499885.00
3822775.00	**4. Provident Fund &.Other Charges**		6727748.00
26058113.07	**5. Taxation:**		
	As per last Balance Sheet	26058113.07	
	ADD Additions this year	40854709.00	
	LESS Adjusted this year	6473209.00	60439613.07
2784400.00	**6. Dividend: Provided for the year**		2784400.00
343230162.07	**TOTAL**		**455599609.07**

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John
Chairman	Managing Director	G.M. (F&A)	Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants

Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

Kottayam
22-07-2009

SCHEDULE - D

DEVELOPMENT OF PROPERTY AS ON 31st MARCH 2009

Item	Opening Balance Rs. Ps.	Additions Rs. Ps.	Disposals Rs. Ps.	Closing Balance Rs. Ps.
Rubber	356686116.70	8962586.42	996821.00	364651882.12
Cashew Plantations	38355681.95	6499520.85	1618053.90	43237148.90
Arecanut Plantations	1070367.18			1070367.18
Oil Palm Plantation	32918433.18		775225.52	32143207.66
Teak Plantations	754364.50			754364.50
Cocoa Plantation	12797.00			12797.00
Coconut Plantations	247445.82			247445.82
Survey	229734.53			229734.53
Evicted Area Expenses	1694037.42			1694037.42
Eucaliptus & Accasia	611243.64			611243.64
Vanilla Plantations	522819.00			522819.00
Pathimugham Plantation	15923.00			15923.00
Total	**433118963.92**	**15462107.27**	**3390100.42**	**445190970.77**

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose Chairman	Babu Thomas Managing Director	R.Krishnamoorthy G.M. (F&A)	Ajith John Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants

Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

Kottayam
22-07-2009

SCHEDULE - E

SCHEDULE OF FIXED ASSETS AS ON 31/3/2009

ITEM	ORIGINAL COST			DEPRECIATION			DISPOSALS		BALANCE			
	At the end of Previ. Year Rs. Ps.	Additions during the Year Rs. Ps.	Total Cost Rs. Ps.	At the end of Previ. Year Rs. Ps.	For the Year Rs. Ps.	Total Depreciation Rs. Ps.	Original Cost Rs. Ps.	Depn Written off Rs. Ps.	Total Cost as on 31/03/2009 Rs. Ps.	Total Depn as on 31/03/2009 Rs. Ps.	Net Block as on 31/03/2009 Rs. Ps.	Net Block as on 31/03/2008 Rs. Ps.
1.Furniture	3746630.66	193414.00	3940044.66	3026335.29	179194.10	3205529.39	0.00	0.00	3940044.06	3205529.39	734515.27	720295.37
2.Office equipments	4027509.65	40682.00	4068191.65	3305624.34	135799.27	3441423.61	0.00	0.00	4068191.65	3441423.61	626768.04	721885.31
3.Electrical appliances	577931.36	284251.00	862182.36	266116.25	119651.46	385767.71	0.00	0.00	862182.36	385767.71	476414.65	311815.11
4.Electrical Installations	7720652.69	0.00	7720652.69	6496814.16	170236.11	6667050.27	0.00	0.00	7720652.69	6667050.27	1053602.42	1223838.53
5.Telephone	354137.67	98694.00	452831.67	270887.43	26329.61	297217.04	0.00	0.00	452831.67	297217.04	155614.63	84053.24
6.Survey instruments	12484.92	0.00	12484.92	12366.92	18.65	12385.57	0.00	0.00	12484.92	12385.57	99.35	118.00
7.Library	70903.36	0.00	70903.36	61068.63	984.17	62052.80	0.00	0.00	70903.36	62052.80	8850.56	9834.73
8.Roads	30291218.29	190412.00	30481630.29	14093210.01	819420.97	14912630.98	0.00	0.00	30481630.29	14912630.98	15568999.31	16198008.28
9.Fence/Kayala	11112133.03	1760836.50	12872969.53	7681776.75	385742.07	8067518.83	0.00	0.00	12872969.53	8067518.83	4805450.70	3430356.28
10.Electric Fittings	219525.03	0.00	219525.03	190411.83	5821.88	196233.71	0.00	0.00	219525.03	196233.17	23291.32	29113.20
11.Plant & machinary	37589290.65	13626724.29	51216014.94	23320707.55	2489990.52	25810698.07	369.95	27.07	51215644.99	25810671.00	25404973.99	14268583.10
12. Buildings	78091713.67	1425215.00	79516928.67	43673574.84	1827714.27	45501289.12	0.00	0.00	79516928.67	45501289.12	34015639.55	34418138.82
13.Vehicles	21262836.40	4328918.00	25622454.40	13053058.89	3196789.88	16249848.77	2296900.30	2179251.29	23325554.10	14070597.48	9254956.62	8209836.45
14.Water supply installations	8828298.33	207179.50	9035477.83	8555554.45	135453.76	89691008.21	0.00	0.00	9035477.83	8691008.21	344469.62	272743.08
15.Amonium cylinders	523639.00	0.00	523639.00	523282.00	143.00	523425.00	0.00	0.00	523639.00	523425.00	214.00	357.00
16.Wells	301822.95	46775.00	348597.95	115963.91	9996.83	125960.74	0.00	0.00	348597.95	125960.74	222637.22	185859.04
17.Landing pad	118844.25	0.00	118844.25	78371.88	2023.62	80395.50	0.00	0.00	118844.25	80395.50	38448.76	40472.38
18.Jhankar boat	63041.49	32650.00	95691.49	44321.49	3956.00	48277.49	0.00	0.00	95691.46	48277.49	47414.00	18720.00
19.Freehold land	3148635.65	0.00	3148635.65	1.65	0.00	1.65	0.00	0.00	3148635.65	1.65	3148634.00	3148634.00
20.Computer	2895317.10	722011.00	3617328.20	2041473.13	529600.00	2571073.15	0.00	0.00	3617328.20	2571073.15	1046255.07	853843.97
Total	210956566.15	22957762.39	233945028.54	126810921.41	10038866.17	136849787.58	2297270.25	2179278.36	231647758.29	134670509.21	96977249.08	84146506.68
Previous Year Total	196115701.65	15578365.19	211694066.84	119664308.67	7732093.81	127396402.48	737500.69	586343.01	210956566.15	126810059.47	84146506.68	76451392.98

For and on behalf of Board of Directors

Sd/-
T.J.Anjalose
Chairman

Sd/-
Babu Thomas
Managing Director

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

Sd/-
Ajith John
Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants
Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

SCHEDULE - F

INVESTMENTS AS ON 31-03-2009

Previous Year Rs. Ps.			Current Year Rs. Ps.
	A. Long Term Investments : **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., Kallettumkara, Trichur.		10000000.00
5000000.00	c) 5,00,000 Equity shares of Rs. 10/- each fully paid up in Cochin International Airport Ltd., Nedumbassery.		5000000.00
20000000.00	d) Investment Deposit Scheme for replanting in Treasury.		40000000.00
	B. Short Term Investments :		
132447231.00	a) Fixed Deposit with Banks	235596432.00	
233509600.00	b) Fixed Deposit with Treasury	331862200.00	567458632.00
400957831.00	**TOTAL**		**622459632.00**

For and on behalf of Board of Directors

As per our report of even date
For KOSHY & MANI
Chartered Accountants

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R Krishnamoorthy	Ajith John	C.A. Thomas Mani (Partner)
Chairman	Managing Director	G.M. (F&A)	Secretary	M No.20015

Kottayam
22-07-2009

SCHEDULE - G

CURRENT ASSETS AS ON 31-03-2009

Previous Year Rs. Ps.			Current Year Rs. Ps.
	A. INTEREST ACCRUED ON INVESTMENTS		
13696835.00	Interest Receivable on Fixed Deposit		32391555.18
	B. INVENTORIES		
23493838.62	1. Stores and Spares at cost	28477218.97	
4131272.03	2. Loose Tools	4621557.45	
648892.04	3. Agricultural and Other Equipments	655034.04	
51999829.00	4. Stock of Rubber & Rubber in Process	41904548.00	
798764.53	5. Stock of Rubber Wood	2748125.35	
1199474.10	6. Stock of Cashew Nuts	2227862.00	
95834.50	7. Closing Stock - Others	650499.00	
	8. Nurseries :		
512442.03	Budwood - Rubber	1078749.37	
5130631.50	Polybag - Rubber	3757681.81	
1005178.09	Seedlings - Rubber	5296723.47	
249786.00	Oil Palm Nursery	298166.00	
2616767.84	Cashew Nursery	1925653.08	
9969.20	Other Nurseries	25512.28	
			93667330.82
8514109.11	**C. SUNDRY DEBTORS (Unsecured considered good):**		
	Exceeding six months	-5181316.64	
	Others	13937604.78	
	Less: Provision for Doubtful Debts	7172346.91	1583941.23
	D. CASH & BANK BALANCES:		
	Bank Balances:		
	1) With Scheduled Banks		
14038680.47	in Current Accounts	15790797.07	
7067.00	2) With Treasury S.B. A/c.	8948.00	15799745.07
128149371.06	**TOTAL**		**143442572.30**

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
T. J. Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John
Chairman	Managing Director	G.M. (F&A)	Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants

Sd/-
C.A. Thomas Mani (Partner)
M.No.2001[illegible]

SCHEDULE - H

LOANS & ADVANCES AS ON 31-03-2009

Previous Year Rs. Ps.			Current Year Rs. Ps.
	1. SECURED (Considered Good)		
	STAFF LOAN:		
54700.00	1) Motor Car Loan	54700.00	
88494.10	2) Motor Cycle Loan	59339.10	
278034.60	3) Housing Loan	242797.60	356836.70
	2. UNSECURED (Considered Good)		
2500000.00	2. K.S.C.H.D.C.	2500000.00	
15000000.00	3. K.S.H.D.C.	15000000.00	
15343853.41	b) Advances recoverable in cash or kind		
	for value to be received.	22419256.25	
	c) Advance payment of taxes:		
709482.18	1. Sales tax	709482.18	
7869275.00	2. Agricultural Income tax	27869275.00	
19913142.00	3. Central Income tax	33179365.00	
	d) Prepaid expenses		
	e) Tax refund due :		
4718624.00	1. Income tax	7128108.00	
5082748.18	2. Agricultural Income tax	5082748.18	
697620.29	3. Plantation tax	680190.29	
258205.25	f) Rebate receivable on Govt. Loan	258205.25	114826630.15
	(Inclusive of Guarantee Commn. Refund due)		
	3. DEPOSITS		
2766452.00	1. KSEB, Port Trust & other Govt. Dept.	2836023.00	
613259.00	2. Other Deposits	1022259.00	
242642.00	3. With Court	242642.00	
55303.25	4. With Suppliers	55387.25	4156311.25
76191835.26	**TOTAL**		**119339778.10**

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-	As per our report of even date For KOSHY & MANI Chartered Accountants Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John	C.A. Thomas Mani (Partner)
Chairman	Managing Director	G.M. (F&A)	Secretary	M.No.20015

SCHEDULE - I

REPAIRS & MAINTENANCE OF ASSETS AS ON 31.03.2009

Previous Year Rs. Ps.		Current Year Rs. Ps.
5984389.42	Repairs to Vehicles	7141392.94
5396983.25	Repairs to Buildings	11503814.68
1502163.06	Repairs to Plant & Machinery	3235845.70
3048274.46	Repairs to Roads	2043276.04
983517.49	Repairs to Electrification	2097346.96
1151445.81	Repairs to Water Supply Installation	1104778.25
17500.00	Repairs to Office Equipments	44314.00
1700391.69	Repairs to Fence / Kayyala	1382535.35
493878.21	Repairs to Tools	591078.07
7734.00	Repairs to Jhankar & Boat	800.00
123287.57	Repairs to Computer	591442.00
82942.50	Repairs to Furniture	42417.00
67285.58	Repairs to Temporary Shed	73212.59
81509.23	Repairs & Maint. To Assets	38511.00
20641302.27	**TOTAL**	**29890764.58**

For and on behalf of Board of Directors

As per our report of even date
For KOSHY & MANI
Chartered Accountants

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John	C.A. Thomas Mani (Partner)
Chairman	Managing Director	G.M. (F&A)	Secretary	M.No.20015

Kottayam
22-07-2009

SCHEDULE - I

REPAIRS & MAINTENANCE OF ASSETS AS ON 31.03.2009

Previous Year Rs. Ps.		Current Year Rs. Ps.
5984389.42	Repairs to Vehicles	7141392.94
5396983.25	Repairs to Buildings	11503814.68
1502163.06	Repairs to Plant & Machinery	3235845.70
3048274.46	Repairs to Roads	2043276.04
983517.49	Repairs to Electrification	2097346.96
1151445.81	Repairs to Water Supply Installation	1104778.25
17500.00	Repairs to Office Equipments	44314.00
1700391.69	Repairs to Fence / Kayyala	1382535.35
493878.21	Repairs to Tools	591078.07
7734.00	Repairs to Jhankar & Boat	800.00
123287.57	Repairs to Computer	591442.00
82942.50	Repairs to Furniture	42417.00
67285.58	Repairs to Temporary Shed	73212.59
81509.23	Repairs & Maint. To Assets	38511.00
20641302.27	**TOTAL**	**29890764.58**

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John
Chairman	Managing Director	G.M. (F&A)	Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants
Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

Kottayam
22-07-2009

SCHEDULE - II

MISCELLANEOUS EXPENSES AS ON 31.03.2009

Previous Year Rs. Ps.		Current Year Rs. Ps.
986620.00	Postage, Telephone & Telegram	1001561.80
702232.78	Printing & Stationery	925336.18
881882.81	Office Expenses & Others	1229690.04
	Penal Interest - PF	629827.00
46463.00	Storage Expenses	58847.99
171669.03	Survey Expenses	66305.28
50022.00	Books & Periodicals	21858.00
422525.56	I B Expenses	435982.55
209952.50	Meeting Expenses	228032.00
302129.00	Staff Training Expenses	193308.00
159986.00	Ferry Expenses	181144.00
136959.19	Donations	13570.00
	Seminar Expenses	100000.00
6853.00	Gardening	5288.00
4077294.87	**TOTAL**	**5090750.84**

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John
Chairman	Managing Director	G.M. (F&A)	Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants
Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

Kottayam
22-07-2009

SCHEDULE - III

WELFARE EXPENSES AS ON 31.03.2009

Previous Year Rs. Ps.		Current Year Rs. Ps.
2259284.92	Sickness Benefit	2699402.50
44978.00	Maternity Benefit	138185.00
3138308.71	Leave with wages	4428347.09
4088644.23	Holiday Wages	4498957.17
202446.06	Weather Protection Expenses	248808.66
1053852.80	Drinking Water Supply	1256027.82
555592.46	Sanitation	948156.50
84902.00	Recreation Facility	92594.00
8674007.45	Medical & Hospital Facility	8238787.31
20880.00	Way Expenses - Workers	27669.00
151816.40	Running & Maint. of School	307028.00
25365.00	Creche Expenses	26637.00
108547.77	Workmen's Compensation	143386.48
157394.00	Group Insurance	31369.50
611494.42	Uniform to Staff & Workers	374484.74
149461.00	Subsistence Allowance	130486.97
46204.00	Labour Welfare Fund	47278.23
500629.00	D L I	579421.00
18769.00	Funeral Expenses	16793.00
459959.00	Awards & Incentives	424284.49
22352536.22	**TOTAL**	**24658104.46**

For and on behalf of Board of Directors

Sd/-
T.J.Anjalose
Chairman

Sd/-
Babu Thomas
Managing Director

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

Sd/-
Ajith John
Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants
Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

Kottayam
22-07-2009

SCHEDULE - IV

RUBBER WOOD FACTORY

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2009

Previous Year Rs. Ps.		Current Year Rs. Ps.	Previous Year Rs. Ps.		Current Year Rs. Ps.
	To Opening Stock	798764.53	1171043.00	By Sale of Processed	
1295550.00	To Purchase of Rubber Trees	2528601.00		Rubber Wood	2121812.00
416703.40	To Manufacturing Expenses	936393.64	129790.00	By Sale of By-Products	
285295.00	To Electricity Charges	345855.00		and Waste	424902.00
156583.00	To Salaries & Allowances	155589.50	161753.50	By Miscellaneous Income	241868.00
20857.00	To Contribution to PF	41728.00	798764.53	By Closing Stock	2748125.35
15962.00	To Bonus to Staff & Workers	34281.00			
6382.00	To Travelling Expenses	8410.00			
26164.96	To Welfare Expenses	50363.03			
216123.96	To Rep. & Maint. of Assets	106809.33			
17222.00	To Advt. & Sales Promotion	13107.00			
17972.25	To Office Expenses	60089.50			
4463.00	To Bank Charges	2413.00			
54665.79	To Rates & Taxes	36960.00			
134206.00	To Depreciation	122834.19			
(406799.33)	To Net Profit Transferred to P&L A/c	294508.63			
2261351.03	**TOTAL**	**5536707.35**	**2261351.03**	**TOTAL**	**5536707.35**

For and on behalf of Board of Directors

Sd/-
T.J.Anjalose
Chairman

Sd/-
Babu Thomas
Managing Director

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

Sd/-
Ajith John
Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants
Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

Sd/- Sd/-

T.J.Anjalose Chairman | Babu Thomas Managing Director | R.Krishnamoorthy G.M. (F&A) | Ajith John Secretary | C.A. Thomas Mani (Partner) M.No.20015

SCHEDULE - V

PLANTATION VALLEY

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2009

Previous Year Rs. Ps.		Current Year Rs. Ps.	Previous Year Rs. Ps		Current Year Rs. Ps.
504740.30	To Restaurant Expenses	949378.00	2101549.00	By Rental Income from Rooms	4101500.00
417271.00	To Electicity Charges	334335.00	800231.00	By Income from Restaurant	783567.00
828575.00	To Salaries & Allowances	890078.00	11077.00	By Miscellaneous Income	13255.00
67198.00	To Welfare Expenses	64812.50			
31000.00	To Bonus & Production Incentive	31250.00			
434185.69	To Rep. & Maint. of Assets	236863.00			
84095.51	To Rates & Taxes	50494.00			
103184.50	To Office Expenses & Others	70789.50			
48600.00	To Advertisment Charges	2128.00			
1544.00	To Bank Charges	11171.00			
36490.00	To TA to Staff & Officers	11034.00			
1115750.53	To Depreciation	1042752.17			
(759777.53)	To Net Profit Transferred to P&L A/c	1203236.83			
2912857.00	TOTAL	4898322.00	2912857.00	TOTAL	4898322.00

For and on behalf of Board of Directors

As per our report of even date
For KOSHY & MANI
Chartered Accountants

Sd/- T.J.Anjalose Chairman | Sd/- Babu Thomas Managing Director | Sd/- R.Krishnamoorthy G.M. (F&A) | Sd/- Ajith John Secretary | Sd/- C.A. Thomas Mani (Partner) M.No.20015

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2009

	(A) Cash Flows from Operating Activities		
138.730.958.00	Net profit before taxation		207,809,574.00
	Adjustments for:		
7.732.094.00	Depreciation	10.038.866.00	
Nil	Write off	1.113.694.00	
(25,327,940.00)	Interest on Investments	(47,827,855.00)	
(174,365.00)	Profit on sale of assets	(1,297,877.00)	
(309,040.00)	Dividend Received	(400,000.00)	
(113,479.00)	Interest Income on Loans & Advance	(597,249.00)	(38,970,421.00)
120,538,228.00	Operating Profit Before Working Capital Changes		168,839,153.00
	Adjustments for:		
50,473,403.00	Increase in Gratuity and Bonus Provision	74,659,560.00	
47,364,522.00	Increase in Current Liabilities	29,702,438.00	
(17,936,052.00)	Increase Invetories	(1,774,651.00)	
(232,915.00)	Debtors	6.930,168.00	
(15,934,352.00)	Advances & Deposits	(8,436,778.00)	
184,272,834.00	Cash General from operations	101,080,737.00	
(8,500,000.00)	Income Tax Paid	(35,700,000.00)	65,380,737.00
175,772,834.00	**Net Cash from Operating Activities**		**234,219,890.00**
	B. cash Flows from investing Activities		
(15,612,152.00)	Purchase of Fixed Assets	(29,791,301.00)	
(4,751,466.00)	Developement of Property	(15,462,107.00)	
(182,768,431.00)	Investments	(221,501,801.00)	
325,523.00	Sale of Fixed Assets	1,415,869.00	
Nil	Sale of Trees	2,276,407.00	
714,672.00	Loans	64,392.00	
25,327,940.00	Interest Received on Investment	29,133,135.00	
113,479.00	Interest Received on Loans & Advance	597,249.00	
309,040.00	Divident Received	400,000.00	
5,415,021.00	Subsidy Received	3,659,874.00	
(170,926,374.00)	**Net Cash available from Investing Activities**		**(229,208,283.00)**
	C. Cash Flow from Financing Activities		
Nil	Dividend Paid	(2,784,400.00)	
Nil	Dividend Distribution Tax Paid	(473,209.00)	
(9.653.00)	Repayment of Term Loan	Nil	
(9.653.00)	**Net cash available from Financing Activities**		**(3,257,609.00)**
4,836,807.00	Net (Decrease) / Increase in cash and Cash Equivalents.		1,753,998.00
9,208,940.00	Opening Cash & Cash Equivalent		14,045,747.00
14,045,747.00	**Closing Cash & Cash Equivalent**		**15,799,745.00**

For and on behalf of Board of Directors

Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John
Chairman	Managing Director	G.M. (F&A)	Secretary

As per our report of even date
For KOSHY & MANI
Chartered Accountants
Sd/-
C.A. Thomas Mani (Partner)
M.No.20015

SCHEDULE-J

SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2009

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 comply with the Accounting Standards ("AS") prescribed in the Companies (Accounting Standards) Rules, 2006 and with the relevant provisions of the Companies Act, 1956, to the extend applicable.

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. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

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 up to other 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 and as accounted as per the requirement of the Accounting Standard 22- 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 is recognized in the Profit and Loss a/c in the year of change. Deferred Tax Assets and Deferred Tax Liabilities are recognized for the future tax consequences attributable to differences between the financial statements carrying amounts of existing assets and liabilities and their respective tax bases and operating loss carry forwards.

5. Earning per Share:

The earning 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 share outstanding during the year.

6. 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 .There is no impairable loss to the depreciable assets. Loose Tools, Electronic Equipments, Lab Equipments, Manager's Bungalow equipments, I.B. Equipments etc were revalued at 10% below its book value and charged to repairs and Maintenance.

7. Sales:

Sales are accounted at the time of preparation of invoices in the case of all products except Cashew. 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 recognized as income of the current year and the balance as deferred income.

8. Inventories:

a) Closing stock of finished goods and work-in-progress are valued at lower of costs or net realizable value as in the previous years using weighted average method. Net realizable 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 equipment 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.

9. 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.

10. Developments expenditure:

Expenditure incurred for the development of plantation is capitalized 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.

11. Subsidies:

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.

12. Investments:

Investments include Long Term and Short Term investments and stated at cost. Dividends are from Long Term Investments in shares of companies. The Company has made an investment of Rs. 4 Crores in Investment Deposit Scheme 1993 of State Government.

13. Employee Benefits:

(a) Short term Employee Benefits:

Employee benefits payable wholly within twelve months of rendering the services are classified as short term employee benefits and are recognized in the period in which the employee renders the related service,

(b) Post employment benefits (defined benefit Plans)

The employees' gratuity plan is a defined benefit plan. The present value of the obligation under such defined benefit plan is determined as on 31.03.2009, the balance sheet date, based on an independent actuarial valuation by Life Insurance Corporation of India. Difference between the said valuation and the provision made till 31.03.2009 being actuarial loss is recognized in the Profit & Loss account as provision for gratuity as in previous years.

(c) Post employment benefit (defined contribution plan)

Contribution to the provident fund which is a defined contribution scheme is recognized in the Profit and Loss account in the period in which the contribution is made.

(d) Long Term Employee Benefits

Long Term employee benefit comprise of compensated absences and other employee incentives. These are measured on accrual valuation carried out by an independent actuary LIC of India, as on the balance sheet date. Actual liability is recognized in the Profit and Loss account.

14. Contingent Liabilities:

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

15. Income Taxes:

(a) Agricultural Income:

The company has provided for Agricultural Income Tax for this year.

(b) Income Tax:

Income Tax comprises of current tax and fringe benefit tax (ie. amount of tax for the period determined in accordance with the Income tax law) and deferred tax (reflecting the tax effects of timing differences between accounting income and taxable income for the year). The deferred tax charge or credit and the corresponding deferred tax charge or credit and the corresponding deferred tax liabilities and assets are recognized using the tax rates that have been enacted or substantially enacted by the Balance Sheet date. Deferred tax liability/asset with respect to fixed assets are not recognized as there are no separate records for machinery used for earning central income compared to written down value as stated in the fixed assets and deprecation statement prepared for Income tax purpose. As regards deferred tax asset with respect to gratuity and leave encashment provided in the accounts, the same has not been recognized in the absence of reasonable certainty of realization of such assets on prudent basis.

SCHEDULE-K

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2009

1. RESERVES AND SURPLUS

The Reserves and Surplus includes Capital Reserve, Replanting Reserve and Rehabilitation Reserve and General Reserve. The balance in Capital Reserve account is Rs.11,97,89,050.90/- (Previous year Rs. 11,97,89,050.90/-).10% of current year profit is transferred to general reserve amounts to Rs 1,67,42,807.44/-. An amount of Rs.89, 00, 000/- is transferred to Replanting Reserve.

2. SUBSIDY FROM GOVERNMENT

The Subsidy form Government includes Capital Subsidy received for Rubber and Cashew Cultivation from Government. The subsidy received form Govt. of Kerala for Cashew cultivation up to 31.03.2009 is Rs. 1,60,50,690/- (Previous year Rs. 1,24,96,190/-). The Corporation has received Rs. 1,29,84,491.50/-as Rubber Board subsidy up to 31.03.2009 (Previous year Rs. 128,79,117.50/-) and the Corporation is contingently liable to the Government for the same in case the plantation is destroyed or is used for any public purpose.

3. UNSECURED LOANS GRANTED

Loan to Kerala State Horticultural Products Development Corporation Ltd.

In pursuance of the Government order (Rt) No. 1546/96/AD dated 01.11.1996, 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 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. 3840/PU1/99/AD dated 10.01.2000 has not accepted the proposal of the Corporation and has affirmed that the Govt., adheres to the earlier Govt. direction and hence interest of Rs. 27 Lakhs at the rate of 18% has not been provided. The matter will again be taken up before the Board of Directors and Government for a final decision.

Loan to Kerala State Coconut Development Corporation Ltd.

In pursuance of the Government order (Rt.) No. 1828/97/AD dated 01.11.1997, 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 realize 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. 53,351.35/- (Previous year Rs.43,350.45/-) 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. 1,17,898.00/- (Previous year Rs. 86,10,348.03/-) due to Small Scale Industrial Undertakings during the current year. The Company has not received any intimation from it creditors regarding the status under the Micro, Small & Medium Enterprises Development Act 2006; hence disclosure if any required under the said act has not been made.

6. PROVISIONS

1. For earlier periods Gratuity is provided on the basis of actuarial valuation by an approved actuary. For the current year we have made investment of Rs.4,00,00,000/- in LIC's Group Gratuity Scheme and Rs. 3,30,124/- as the premium of the master policy. The Gratuity and Leave encashment benefit liability have been provided as per the valuation given by Life Insurance Corporation of India, Pension and Group Scheme Department. A Trust is formed to manage all the transactions related to the Gratuity Fund invested in LIC's Group Gratuity Scheme.

2. a) Provision for bonus is made at 20% of eligible earnings. The system of payment of bonus is shifted from calendar year to financial year as per the Board decision and Government sanction is awaited, Bonus advance of Rs, 22 lakhs is paid, Pending adjustment on receipt of government sanction.

   b) Agricultural Income Tax assessment is completed up to the assessment year 2006-07 and Central Income Tax assessment is completed up to the assessment year 2007-08 Based on the completed assessment and return filed up-to Assessment Year 2008-09, there is a short provision of Rs.508.79 lakhs (Previous year Rs.658.79 lakhs). Since most of the assessments are under appeal no additional provision has been made in this regard. The short provision related to assessment year from 1977-78 to 2008-09.

7. EARNING PER SHARE

Earning Per Share is calculated as; Net profit after provision for taxation/No. of shares.

8. FIXED ASSETS

a) The total area of land handed over the company by the Government of Kerala as on 31-03-2009 is 14,135.27 hectares (Previous year total area 14,168.27 Ha.). Certain areas have been subjected to survey. Particulars are given below:

Details	Mature Area (Ha)	Immature Area (Ha)
Rubber Plantation	5555.30	968.11
Cashew Plantation	6426.75	18.22
Oil Palm Plantation	704.73	0.00
Total	**12686.78**	**986.33**

Area under Cultivation	:	13673.11 Ha
Other Crops	:	61.90 Ha
Vacant and Rocky	:	400.26 Ha
Gross Total	:	**14135.27 Ha**

b) Even though the terms and conditions for the transfer of 3714.62 acres of land in Cheemeni Estate has determined by the Government vide GO (MS) No. 227/2004/RD dated 30.06.2004, the Corporation has requested to reconsider the whole matter and to make a fair and proper arrangement with regard to the land vide letter dated 27.01.2006 with Revenue Department as this property is entrusted to PCK as excess land under the provisions of the Kerala Land Reforms Act. The actual area handed over to the Corporation as per our records is only 975 hectares. The Corporation was paying Land Tax for the said property till 2003-04. Therefore the whole issue relating to the fixation of lease rent at Rs. 1300 per hectare for the land is under reconsideration of the Government. However pending settlement of the dispute, provision for lease rent of Rs. 1300 per hectare is made for 848.45 hectare (excluding 126.55 hectares of land handed over to Prison department) in the accounts for the year-ended 31.03.2006 for the years 2004-05 and 2005-06 Provision for lease rent of Rs. 1,300/- is made in the accounts for the year 2006-07, 2007-08 and 2008-09 also.

The 975 hectares in Cheemeni Estate 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 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.

Government have vide order No G.O.(MS)NO.19/2009/ID dated 07-02-09, directed the corporation to hand over 2000 acres of land from Cheemeni Estate for its proposed Thermal Power Project.

Further the Govt. vide its letter No. 25376/PUI/08/AD dated. 05-01-2009 directed to handover 100 acres of land from Cheemeni Estate for its proposed IT Park.

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 plantans (Rajapuram Estate) under World Bank Scheme.

d) The written down value of Buildings, Roads, Landing pads and Fences is Rs. 544.30 Lakhs of which assets worth Rs. 507.82 Lakhs are constructed on lease hold lands.

9. SUNDRY DEBTORS:

Sundry Debtors include Rs. 113,96,788.48/- (Previous year Rs.7,63,820.11/-) from companies owned by the Government of Kerala and Government of India details of which are as under:

Oil Palm India Ltd, Kottayam	:	Rs.109,57,133.00
Trivandrum Rubber Works Ltd., Trivandrum	:	Rs. 1,53,236.47
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. 1,85,202.07
Total	:	**Rs.113,96,788.48**

Necessary provisions have been made in the accounts for doubtful debts for the above dues. Regarding the other sundry debtors follow up action is being taken for realization.

10. STAFF LOAN & ADVANCES

Secured Loan

1) Motor Vehicle loans to officers and staff are fully secured by hypothecation of vehicles in fovour of the company.
2) Housing loan to staff and officers are fully secured

11. DEPOSITS WITH GOVERNMENT DEPARTMENTS:

These comprise balances with:

Details	Current Year (Rs.)	Previous Year (Rs.)
BSNL	500.00	500.00
Cochin Port Trust	3600.00	3,600.00
Water Authority	18,370.00	18,370.00
Civil Supplies Corporation	10,000.00	10,000.00
Post & Telegraph Department	41,317.00	41,317.00
Kerala State Electricity Board and Others	27,62,236.00	26,92,665.00
Total	**28,36,023.00**	**27,66,452.00**

12. PLANTATION TAX

The Plantation Tax Assessments up to 2004-05 have been completed. On the basis of the latest Assessment Order No.B5-5072/81 dated 10-9-07, necessary adjustments and provisions have been made during the current year. On the basis of the same the Net refundable Plantation Tax is Rs.6,80,190.29. (Previous year tax Payable Rs. 6,97,620.29)

13. SALES TAX

KGST assessments and CST assessments are completed only up-to 2003-04. No provision has been made on the additional demand since the assessment orders are under appeal.

A demand of Rs.18527863.58 has been raised against the Company in respect of KGST assessment and Rs.7685987/- has been raised in respect of CST assessment for 1998-99 to 2003-04. No provisions have been made in the accounts as the Company has disputed the same and the appeals are pending.

14. LEASE RENT

The rate of lease rent as per G.O. (MS) No. 11/89 dated 20/01/1989 is Rs. 1,300/- per Ha., 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 Ha. 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 is the increased rate. The lease rent claimed by the Government is against the lease deed. Since the rate of lease rent is appeal able, the question of penal interest does not arise at present. 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 27-01-2003 has deferred the payment of lease rent by the company, till completion of repayment of the entire loan and interest available by the company from Canara Bank. There has been a decision to fix the lease rent payable by the company up to the end of 1991 at Rs. 475/- per Ha. No adjustment has been made in the accounts in respect of excess provision if any up to the end of 1991 as the decision is not finalized at Government level.

15. RELATED PARTY DISCLOSURE (AS -18)

(Remuneration to Key Managerial Personnel)

Name of the Related Party : Sri Babu Thomas- Managing Director.

	Current Year (Rs.)	Previous Year (Rs.)
Rendering of Services	10,90,062.00	7,08,687.00
Total	**10,90,062.00**	**7,08,687.00**

16. MANAGERIAL REMUNERATION

	Current Year (Rs.)	Previous Year (Rs.)
TA & Sitting fee to Directors	3,36,436.00	2,50,391.50
Honorarium to Chairman	1,20,000.00	24,000.00

17. AUDITOR'S REMUNERATION

	Current Year (Rs.) (Including Service Tax)	Previous Year (Rs.)
Statutory Auditor's fee	99,270.00	84,270.00
Expenses to Statutory Auditors	11,030.00	11,236.00
Internal Auditor's Fee	2,36,042.00	2,23,261.00
Other Services	3,37,844.00	2,36,133.00
Total	**6,95,216.00**	**5,54,900.00**

18. MANUFACTURING EXPENSES

This include cost of packing drums worth Rs.130,16,758.05 /-.

19. 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	
Sale of goods (As classified in the sales in the sales register)	Quantity (M.Ts.)	Value (Rs. Lakhs)	Quantity (M.Ts.)	Value (Rs. Lakhs)
Rubber	6553	6120.27	4879.86	4581.67
Cashew	NA	349.02	N.A.	417.88

Quantitative particulars of cashew are not available as tender affected the sales - 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 recognized as income of the current year and the balance as deferred income.

20. 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 ended 31.03.2009.

21. PLANTATION VALLEY

The Corporation has a Farm Tourism project at Adirappally. The working result of the project has been separately shown in Schedule IV of the Profit & Loss Account for the year ended 31.3.2009.

22. NEW FACTORY

The company has engaged in the construction of new Cenex Factory at Kodumon. The construction started on 19.08.2007 and the expenses were accounted under the head Capital Work –in- Progress.

23. CONTINGENT LIABILITIES

a) Estimated amount of contractors for which the Company is contingently liable on Capital Account is Rs.13,69,420/- (Previous year: Rs.5,62,298/-)

b) 131 cases (Previous year 97 cases) are pending against the company for which amounts are not ascertainable, as claims of the parties have not been finalized. As such they are not acknowledged as creditors and have not been provided for.

c) Lease rent – As per Note 14

24. ADDITIONAL INFORMATION AS PER CLAUSE 4D OF PART II SCHEDULE VI THE COMPANIES' ACT

Particulars	Current Year		Previous Year	
a) CIF vale of import during the year	78000 Euro (48.68 lakhs)		1,05,000 Euro & 3588 GBP (61.95 lakhs)	
b) Expenditure in Foreign Currency	Nil		Nil	
c) Value of raw materials, stores,spares and components during the year.	Value (Rs. lakhs)	Consumption	Value (Rs. lakhs)	Consumption
i). Imported value	Nil	Nil	Nil	Nil
ii). Indigenous (Stores & spares)	557.86	100%	286.76	100%
d) Particulars of dividend remitted in foreign exchange.	Nil		Nil	
e) Earnings in Foreign Exchange	Nil		Nil	

25. Total wages paid during the year to tappers, field worker and factory workers are Rs.1045.73 lakhs (Previous year: Rs.746.38 lakhs)

26. PRIOR PERIOD EXPENSE

Particulars	Amount (in Rs.)
Development of Property written off –Previous year omission now accounted (Vettilappara Factory- 7,75,225.52) (Rajapuram Estate- 3,38,468.00)	11,13,693.52
Value of chemicals for ETP - not accounted in previous year (Kodumon Group Latex Factory)	3,51,964.00
Total	**14,65,657.52**

27. PRIOR PERIOD INCOME

Particulars	Amount (in Rs.)
Omission of previous years income-Mannarghat Estate (Classification mistake now adjusted)	21,06,192.00
Total	**21,06,192.00**

28. DEFERRED TAX ASSETS AND LIABILITIES

Even though the company has achieved a net profit of Rs 20.78 Crores during the current year, the company has not recognized the corresponding deferred tax liability/deferred tax assets, because the DTA relating to the accumulated loss of the previous years was not recognized during the earlier period as the assessment for AIT from 1976-77 are not yet complete. Depreciation as per IT Act has been taken only for Rubber Estates and Factories as only the Cenex Profit is comes under the purview of Income Tax.

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/-
G.O. (MS) No. 75/78 dt 13.03.1978	46,00,000/-
G.O. (MS) No. 407/80 dt 11.02.1980	10,00,000/-
Total	**1,12,00,000/-**

Out of this Rs. 112 Lakhs, the Corporation has repaid to Govt. of Kerala Rs. 17,33,338/- As per Govt. order G.O. (MS) No. 238/93 AD dated 04.08.1983 and G.O. (MS) No. 41/84 AD dated 02.02.1984, the subsidiary status if 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 Rs. 121.20 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. 1,000/- at Rs. 512/- per share [GO (MS) No. 294/85/AD dated 04.11.0985].

The Government has also ordered to adjust against the loan. As such an amount of Rs. 62,05440/ - has been adjusted against the loan.

The balance amount of Rs. 32,16,222/- 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. 1,46,536/-] vide GO (MS) No. 238/99/AD dated 19.08.1999 and letter No. L II (I) 5099/84 dated 24.11.1999 from the Director of Agriculture. The Govt. of Kerala vide GO (MS) No.34/2002/AD dated 15.03.2002 has ordered that the amount of Rs. 62,75,140/- be converted in to Share capital and has directed the Managing Director 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 into Government.

30. AWARD OF SLAUGHTER TAPPING CONTRACTS

The income received from Slaughter tapping contract is accounted on accrual basis of accounting, and previous year provisions were reversed now.

Slaughter tapping contract of Thannithode Estate awarded to M/s. Cochin Rubbers, was terminated by the party before the expiry of contract period. Separate legal proceedings has been initiated against the contractor for the risk and cost for the balance amount to be remitted by the contractor. Alternative arrangements are also made by the company for awarding the work to different parties. No amount is shown as receivable as the matter is under litigation.

31. DISPOSAL OF PLANTATION

Expenditure incurred for the development of plantation is capitalized 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.

32. Dividend

Rs.27,84,400/- is provided for proposed dividend for the financial year 2008-09 and dividend distribution tax @ 16.545% is also provided .

33. Previous year's figures have been re-grouped/recast, reworked, rearranged and reclassified wherever necessary to make them comparable with current year figures.

For and on behalf of Board of Directors

As per our report of even date
For KOSHY & MANI
Chartered Accountants

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John	C.A. Thomas Mani (Partner)
Chairman	Managing Director	G.M. (F&A)	Secretary	M.No.20015

Kottayam
22-07-2009

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

1. Registration Details

Registration No.	:	01997	State Code	:	09
Balance Sheet Date	:	31.03.2009			

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
666565	666565

Sources of Funds

Paid up Capital	Reserves & Surplus
55688	606056
Secured Loans	**Unsecured Loans**
Nil	4821

Application of Funds

Net Fixed Assets	Investments
550005	622460
Net Current Assets	**Misc. expenditure**
(505900)	Nil

4. Performance of the Company (Amount in Rs. Thousands)

Turnover	Total Expenditure
809973	602163
Profit/Loss before tax	**Profit/Loss after tax**
207810	172521
Dividend (Percentage.)	**Earning Per Share**
5%	3098

5. Genetic names of Three Principal Products/services of Company (as per monetary terms)

1.	Item Code No.	
	(ITC Code)	400110.00
	Product Description	Centrifuged Latex (Natural Rubber latex pre vulcanized)
2.	Item Code No.	
	(ITC Code)	Technically nuts in shell
	Production Description	(Natural Rubber (Others) ISNR
3.	Item Code No.	
	(ITC Code)	080131.00
	Production Description	Cashew nuts in shell (Cashew plantation crop)

For and on behalf of Board of Directors

As per our report of even date
For KOSHY & MANI
Chartered Accountants

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
T.J.Anjalose	Babu Thomas	R.Krishnamoorthy	Ajith John	C.A. Thomas Mani (Partner)
Chairman	Managing Director	G.M. (F&A)	Secretary	M.No.20015

Kottayam
22-07-2009

AUDITORS' REPORT

To the Members of The Plantation Corporation of Kerala Ltd.,

1. We have audited the attached Balance Sheet of The Plantation Corporation of Kerala Ltd. as at 31st March, 2009 and also the Profit and Loss Account and Cash Flow Statement for the year ended on that date annexed thereto. These 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.

2. 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.

3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub section (4A) of section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.

4. Further to our comments in the Annexure referred to in Paragraph 3 above, we report that:-

   i) Though Loans amounting to Rs.150 lakhs given to Kerala State Horticultural Products Development Corporation Ltd. and Rs.25 lakhs given to Kerala State Coconut Development Corporation Ltd. are outstanding for a long period, no provision has been made with regard to the said unsecured loans. The consequential financial impact is unascertainable since the quantum of recovery possible is unknown, according to the information provided.

   ii) Rs.48.21 lakhs due under unsecured loans from Government of Kerala for Estate Development being interest accrued and due is subject to confirmation/adjustment by the concerned Government departments.

   iii) The balance of each item under current liabilities – Schedule B, Sundry Debtors – Schedule G, and Loans and Advances (Dr.) – Schedule -H are subject to confirmation, reconciliation and consequential adjustment. The impact, if any, on the financial statements is not ascertainable.

   iv) The Company has not charged depreciation on development of property for various cultivation viz. 36.46 crores for Rubber Plantation, 4.32 crores for Cashew, Rs.3.21 crores for Oil Palm and 0.53 lakhs under other heads. This is not in accordance with "Accounting Standard 6, - Depreciation Accounting". The Company should have amortised the plantations development assets on a systematic basis over their useful lives. As the amount of such non provision of depreciation pertaining to the current year and prior periods is not furnished, the consequential impact on the financial statement is not ascertainable.

v) *The Company has shown subsidy Rs.1.05 lakhs received from Rubber Board and 35.55 lakhs received from Government of Kerala during the year under the head "Subsidy from Government under Schedule A – Reserves and Surplus". The total subsidy from Rubber Board till 31.03.2009 is Rs.1.30 crores and from Government of Kerala against Cashew Plantation is Rs.1.61 crores. These Government grants related to specific assets should have been deducted from the gross value of the assets in arriving at their book value. Alternately it could have been credited in the Profit and Loss Account in a systematic and rational manner over the useful life of the asset in the proportion in which depreciation on those assets is charged. The above method of treatment as prescribed in "Accounting Standard 12- Accounting for Government Grant" has not been complied by the Company. The impact as a result of the departure read with remark under clause (iv) above on the financial statement is not ascertainable in the absence of relevant details.*

vi) *Cash Flow Statement prepared by the Company is not in accordance with the Accounting Standard-3 (AS-3) and the various methods for different heads prescribed under the said AS.*

vi) *The Company has not complied with Accounting Standard-17 (AS-17) "Segment Reporting".*

viii) *Impairment with respect to development of property due to natural calamities like wind fall, fire etc.., which would come under the purview of Accounting Standard-28(AS-28), has not been quantified and recognized in the Profit and Loss Account.*

ix) *The Company has not complied with the matters specified in Notification No.GSR 719(E) dated 16th November, 2007 on changes in Schedule VI disclosures.*

Subject to the above:

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

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

c) The Balance sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;

d) In our opinion, the Balance sheet, Profit and Loss Account and Cash Flow Statement dealt with by this Report, comply with the accounting standards referred to in sub section (3C) of section 211 of the Companies Act, 1956.

(e) As per notification No.G.S.R.829(E) dated 21.10.2003, the Central Government has directed that clause (g) of sub-section (1) of section 274 of the Companies Act, 1956, shall not apply to a Government Company. Hence declaration from directors in terms of section 274(1)(g) of the Companies Act, 1956, have not been obtained.

(f) Without considering the effect of our qualifications above, the effect of which are not quantifiable now, 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;

i) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2009 and

ii) in the case of Profit and Loss account, of the **profit** for the year ended on that date.

iii) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For Koshy & Mani
Chartered Accountants

Sd/-
CA.Thomas Mani
Partner
(M.No.20015)

Kottayam,
22nd July, 2009

ANNEXURE TO AUDITORS' REPORT

Referred to in Paragraph 3 of our report of even date

1. (a) Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

(b) According to the information and explanations given to us, fixed assets other than land both under freehold and leasehold were physically verified by the management in accordance with program of verification, which in our opinion, is reasonable having regard to the size of the company and nature of its assets. Discrepancies noticed on physical verification with respect to fixed assets other than land were not material and have been properly dealt with in the books of accounts. *In the case of freehold land and leasehold land the Company has not produced title deeds for our verification and thus we are unable to ascertain the correctness of land holdings as stated in the title deeds with the record of land holdings.*

(c) Fixed assets disposed off during the year were not substantial and therefore do not affect the going concern assumption.

2. (a) The inventories have been physically verified by the management during the year at reasonable intervals.

(b) In our opinion, the procedure of physical verification of inventory needs to be strengthened to be made the same adequate in relation to the size of the Company and nature of business.

(c) The Company is maintaining proper records of inventory. Discrepancies noticed on verification between the physical stocks and the records during the course of the year, which after updation of book records are not material have been appropriately dealt with in the books of account.

3. (a) During the year the Company has not granted any loans secured or unsecured to companies, firms or other parties listed in the register maintained U/S 301 of the Companies Act, 1956.

(b) No comment is required under this clause in the light of (a) above.

(c) 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), receipt of the principal amount and interest are outstanding for a long time.

(d) According to the information provided, the Company has taken reasonable steps for the recovery of the principal and interest, but no material evidence was available.

(e) 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 (e),(f) and (g).

4. There are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of inventories, fixed assets and for the sale of goods.

5. (a) The particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section; and

(b) Transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.

6 The Company has not accepted any deposits from the public.

7. In our opinion the Company has an Internal Audit system commensurate with the size and nature of its business.

8. The Central Government has prescribed maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 in respect of certain manufacturing activities of the Company. We have broadly reviewed the accounts and records of the Company in this connection and are of the opinion, that prima facie the prescribed accounts and records have been maintained. We have not, however carried out a detailed examination of the same.

9. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, except for Provident Fund dues in which there have been slight delay in a few cases, the Company has been regular in depositing in respect of undisputed statutory dues including Sales Tax, Income Tax and other material statutory dues with the appropriate authorities. According to the information and explanations given to us no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2009 for a period of more than six months from the date of becoming payable.

(b) The disputed statutory dues aggregating to Rs.3590.63 lakhs that have not been deposited on account of disputed matters pending before appropriate authorities are as under:

Sl. No.	Name of Statute	Nature of Dues	Amount in Lakhs	Period to which the Amount related	Forum where dispute is pending
1	The Kerala. General Sales Tax Act, 1963	Tax demanded disputed in appeal	13.07	1998-99	Details not furnished
2	"	"	25.58	1999-00	"
3	"	"	42.22	2001-02	"
4	"	"	94.36	2002-03	"
5	"	"	10.04	2003-04	"
6	Central Sales Tax Act	"	2.11	1998-99	"
7	"	"	6.24	1999-00	"
8	"	"	1.03	2001-02	"
9	"	"	16.26	2002-03	"
10	"	"	51.22	2003-04	"
11	Inome Tax Act, 1961	"	0.36	1976-77	"
12	"	"	2.18	1977-78	"
13	"	"	0.98	1978-79	"
14	"	"	2.89	1979-80	"
15	"	"	0.20	1980-81	"
16	"	"	0.81	1981-82	"
17	"	"	0.11	1982-83	"
18	"	"	7.95	1983-84	"
19	"	"	8.38	1984-85	"
20	"	"	94.30	1985-86	"
21	"	"	5.71	1986-87	"
22	"	"	8.36	1987-88	"
23	"	"	54.50	1988-89	"

24	"	"	17.67	1989-90	"
25	"	"	31.76	1990-91	"
26	"	"	40.26	1991-92	"
27	"	"	77.47	1992-93	"
28	"	"	95.18	1993-94	"
29	"	"	97.70	1994-95	"
30	"	"	146.29	1995-96	"
31	"	"	163.01	1996-97	"
32	"	"	97.31	1997-98	"
33	"	"	60.49	1998-99	"
34	"	"	30.68	1999-00	"
38	Agrl.Income Tax	"	39.93	1976-77	"
39	"	"	8.96	1977-78	"
40	"	"	81.64	1978-79	"
41	"	"	84.85	1979-80	"
42	"	"	137.54	1980-81	"
43	"	"	131.29	1981-82	"
44	"	"	63.81	1982-83	"
45	"	"	178.89	1983-84	"
46	"	"	227.62	1984-85	"
47	"	"	183.46	1985-86	"
48	"	"	38.09	1986-87	"
49	"	"	172.17	1987-88	"
50	"	"	214.11	1988-89	"
51	"	"	149.22	1989-90	"
52	"	"	193.35	1990-91	"
53	"	"	124.10	1994-95	"
54	"	"	200.79	1995-96	"

10. The Company does not have accumulated losses at the end of the financial year. The Company has not incurred cash loss during the financial year covered by the audit and in the immediately preceding financial year.
11. The Company has not defaulted in repayment of dues to banks and financial institutions during the year.
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a Chit Fund or a Nidhi/Mutual Benefit Fund/Society.
14. The Company is not dealing or trading in shares, securities, debentures or other investments.
15. According to the information and explanations given to us the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. The Company has not availed any term loan during the year.
17. The Company has not raised funds on short term basis during the year.
18. The Company has not made any preferential allotment of shares during the year.
19. The Company has not issued any debentures.
20. The Company has not raised any money by public issues during the year.
21. According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For Koshy & Mani
Chartered Accountants

Sd/-
CA.Thomas Mani
Partner
(M.No.20015)

Kottayam,
22nd July, 2009

REPLIES TO THE DRAFT COMMENTS OF STATUTORY AUDITORS ON THE ACCOUNTS OF THE PLANTATION CORPORATION OF KERALA LTD. FOR THE YEAR ENDED 31.03.09.

i) The loan amounting to Rs. 150 Lakhs and Rs. 25 Lakhs are given to Kerala State Horticultural Products Development Corporation Ltd. and Kerala State Coconut Development Corporation Ltd. as per Government order GO (Rt) No 1546/96/AD dated 1/11/1996 and GO (Rt) No 1828/97/AD dated 1/11/1997 and the same are fully Government owned Public Sector Undertakings. As the payment of principal amount and interest are not regular, it may be noted that the matter will be taken up with the Government as the loan has been paid as per Government direction and the details for the same is shown in Note No. 3 of Schedule K forming part of accounts.

ii) This figure remains in the Balance sheet for the last several years and relates to the penal interest provided for the Government loan granted to Plantation Corporation of Kerala Ltd. The Corporation has fully repaid the principal amount due and interest amounts on Government loan.

iii) The report on the balance of each item under Current Liabilities-Schedule B, Sundry Debtors-Schedule G, Loans and Advances-Schedule H is only a General Statement and not specific. Regarding Sundry Debtors separate action is being taken for detailed verification of each customers account and also relevant provision has been made for doubtful debts in case of State Public sector Undertakings.

iv) The treatment of development expenditure for Plantation followed by the Corporation is shown in Note No. 10 of Schedule J as significant accounting policies followed by the Corporation as on 31.03.09. This practice has been consistently followed and for the amortization of development of Plantation assets the Company has provided Rs 89 lakhs towards replanting reserve.

v) The treatment of subsidies is shown in Accounting Policy Note 11 (Schedule J) and Note No. 2 (Schedule K) forming part of accounts. The company is following capital accounting method as per AS-12. As the subsidy is not meant for the purpose of procurement of capital asset and moreover the development of property is not depreciable, the subsidy amount is not credited as development of property, but shown as separate head under Reserve & Surplus.

vi) As the Accounting Standard-3 (AS-3) became applicable to the company for the first time, Auditors comment will be noted for future improvements.

vii) The Company has shown separate Profit and Loss account for Plantation Valley and Rubber Wood Factory.

viii) Noted

ix) Noted

सत्यमेव जयते

प्रधान महालेखाकार (लेखापरीक्षा) का कार्यालय, केरल, तिरूवनन्तपुरम

OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT) KERALA THIRUVANANTHAPURAM

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, KOTTAYAM FOR THE YEAR ENDED 31 MARCH 2009

The preparation of financial statements of **The Plantation Corporation of Kerala Limited, Kottayam** for the year ended 31 March 2009 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 619 (2) of the Companies Act, 1956 are responsible for expressing opinion on these financial statements under section 227 of the Companies Act, 1956 based on independent audit in accordance with the auditing and assurance standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 22nd July 2009.

I, on behalf of the Comptroller and Auditor General of India have conducted a supplementary audit under section *619* (3) (b) of the Companies Act, 1956 of the financial statements of **The Plantation Corporation of Kerala Limited, Kottayam** for the year ended 31st March 2009. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditors' report under section 619 (4) of the Companies Act, 1956.

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

Sd/-

एस. नागलसामी
S. NAGALSAMY
प्रधान महालेखाकार (लेखापरीक्षा) केरल,
PRINCIPAL ACCOUNTANT GENERAL (AUDIT), KERALA

तिरूवनन्तपुरम
Thiruvananthapuram
Date : 24-08-2009

GOVERNMENT OF KERALA

No.53322/PUB1/09/Fin

Finance (PU-B) Department

COMMENTS OF ADDITIONAL CHIEF SECRETARY (FINANCE) ON THE AUDITED ANNUAL ACCOUNTS OF THE PLANTATION CORPORATION OF KERALA LIMITED FOR THE YEAR ENDED ON 31ST MARCH 2009

Provisions should be included for the unsecured loans. The Company should maintain prescribed accounting standards. The procedure of Physical verification of inventory needs to be strengthened. Necessary urgent steps should be taken to settle the matters relating to the unsecured loans granted to Kerala State Horticulture Products Development Corporation and kerala State Coconut Development Corporation. Disputed statutory dues should be settled at the earliest. The management should take effective and adequate measures to reduce Administrative Expenses.

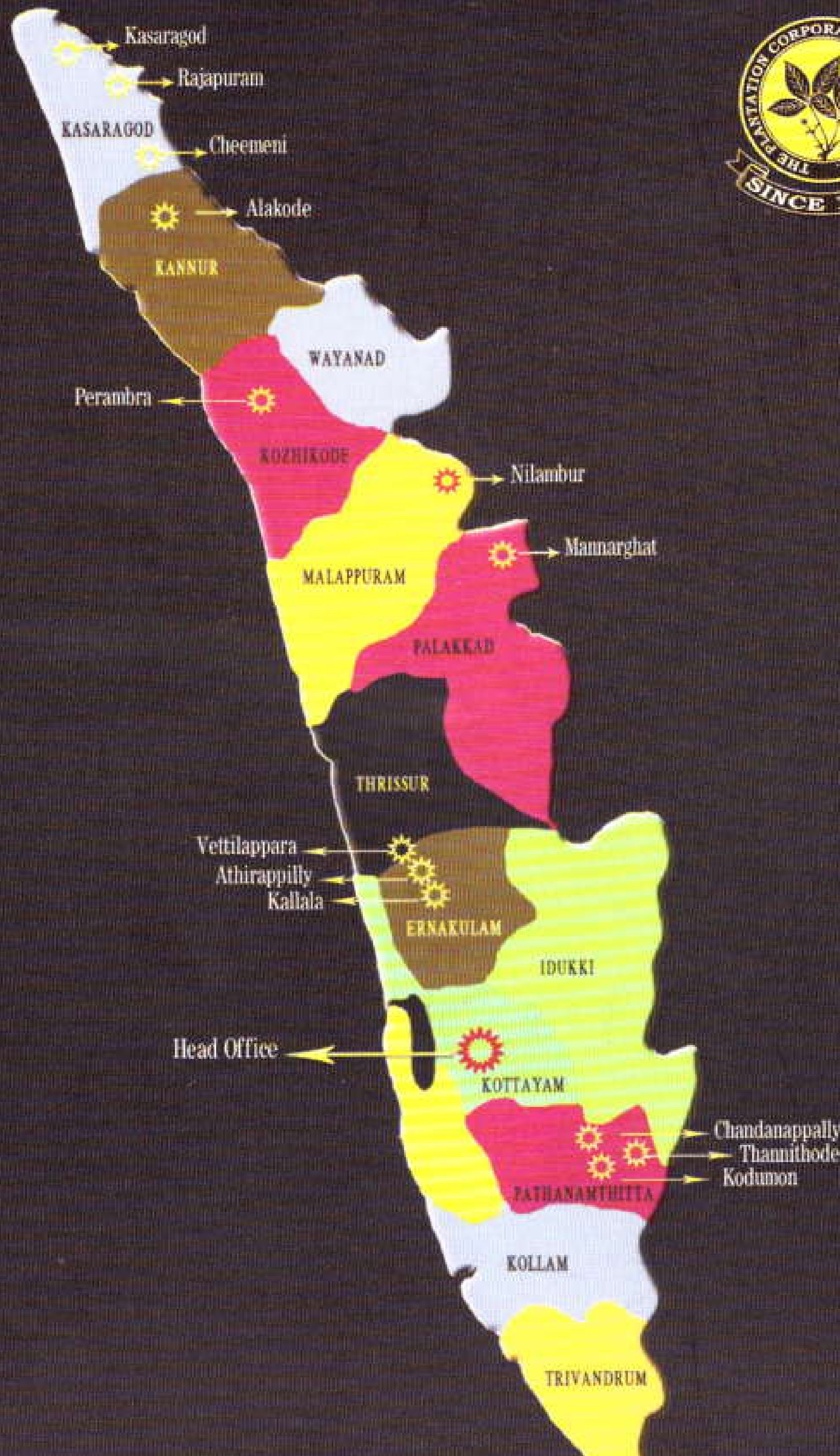
Sd/-

ADDITIONAL CHIEF SECRETARY (FINANCE)

Thiruvananthapuram,
Dated : 12-08-2009

Reply to the comments of Additional Chief Secretary (Finance) on the Audited Annual accounts of The Plantation Corporation of Kerala Limited for the year ended on 31st March 2009

The two loans granted to Kerala State Horticulture Products Development Corporation and Kerala State Coconut Development Corporation were paid as per Government order. The other points are noted for future guidance.



THE PLANTATION CORPORATION OF KERALA Ltd

(UNITS AT A GLANCE)