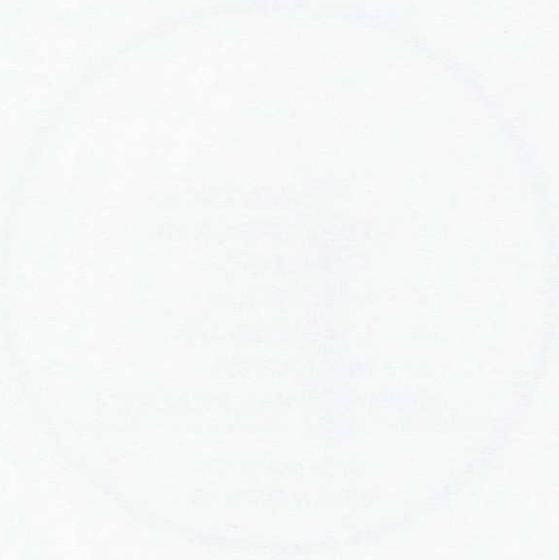


# FOURTH ANNUAL REPORT 1985-86



**NERAMAC**  
North Eastern Regional Agricultural  
Marketing Corporation Ltd.

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# NERAMAC LIMITED

## Board of Directors

Dr. L. Krishnaswamy	Chairman-cum-Managing Director	From 02.01.86
Shri Bhaskar Barua	Chairman-cum-Managing Director (Part-time)	Upto 01.01.86

### Ex-Officio Part-Time Directors

Shri H.D. Bansal	Department of Food	
Shri H.L. Dani	Department of Food	
Shri R. Badrinath	Ministry of Commerce	Upto 16.09.85
Shri D.P. Bagchi	-do-	From 17.09.85
Miss Neeru Nanda	Ministry of Home Affairs	Upto 30.03.86
Shri Shiv Basant	-do-	From 31.03.86
Dr. K. Kanungo	Planning Commission	
Dr. C.K. George	Ministry of Agri. & RD	
Shri T.P. Khound	North Eastern Council	Upto 06.11.85
Shri R. Dutta	-do-	From 07.11.85
Shri Laljeet Singh	Modern Food Industries (I) Ltd.	Upto 26.06.85
Shri S.S. Bhatia	-do-	From 31.03.86
Shri Bhaskar Barua	Government of Assam	
Shri C.S. Samal	Government of Tripura	Upto 24.06.85
Shri M. Damodaran	-do-	From 25.06.85
		To 01.02.86
Shri V. Thulasidass	-do-	From 03.02.86
Shri J.M. Jala	Government of Meghalaya	
Shri K.D. Singh	Government of Manipur	
Dr. M.C. Joshi	Government of Arunachal Pradesh	
Shri T. Imchen	Government of Nagaland	From 03.06.85
Shri R. Thangsanga	Government of Mizoram	

### Company Secretary/Manager :

Shri G.K. Dev Goswami

### Auditors :

M/s. N.K. Dosi & Co. Chartered Accountant  
Paltan Bazar, Guwahati

### Bankers :

State Bank of India  
United Bank of India

### Registered Office :

Rajgarh Road, Guwahati-781003, Assam.

## FOURTH ANNUAL REPORT 1985-86

### Notice

NOTICE is hereby given that the Fourth Annual General Meeting of the Shareholders of the North Eastern Regional Agricultural Marketing Corporation Limited will be held on Friday, the 31st October, 1986 at 5.00 P.M. at the Registered Office of the Corporation at Rajgarh Road, Guwahati to transact the following

1. To receive and adopt the Directors' Report, Audited Balance sheet and Profit and Loss Account for the year 1985-86. The Comments of the Comptroller and Auditor General of India on the accounts will be placed on the table.
2. Any other business that may ordinarily be transacted with the permission of the Chair.

For and on behalf of the Board

Sd/-

(Dr. L. KRISHNASWAMY)  
Chairman-cum-Managing Director

Guwahati-781 003  
9th Oct., 1986

To :

1. All Members of the Corporation.
2. M/s Dosi & Co., Chartered Accountant, Paltan Bazar Guwahati.

Note : A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and proxy need not be a member.

## Chairman's Statement

I have great pleasure in welcoming you this afternoon to the Fourth Annual General Meeting of the North Eastern Regional Agricultural Marketing Corporation Limited. The Fourth Report of the Board of Directors on the Annual Accounts for the year 1985-86 and the Audited Accounts along with the comments of the Comptroller and Auditor General of India are before you for consideration and approval.

With a view to increase the activities, NERAMAC dealt with the marketing of other agricultural commodities like mustard seeds, castor seeds, peas, arhar, linseeds, blackgram etc. during the year 1985-86. A substantial part of turnover aggregating Rs. 39.58 lakhs out of the total turnover of Rs. 72.01 lakhs has been achieved from the marketing of agricultural commodities. But this has resulted in sizeable loss. The performance of the Corporation in regard to horticultural products also was not encouraging. Since inception, as you are aware, this Corporation has confined its activities with only pineapple, pineapple products and some dealings in green ginger. The Corporation had incurred a significant loss on its dealings in green ginger. The trading loss for the year was Rs. 3.70 lakhs. The entire overhead expenditure amounting to Rs. 12.82 lakhs remains more or less uncovered with the trading activities resulting into a loss of Rs. 12.31 lakhs.

As far as our project for the Fruit Juice Concentration plant at Nalkata in North Tripura is concerned, I am happy to inform you the speedy progress which construction of the concentrate plant is making. As you are aware, setting up of this plant was approved by the Government of India in July 1984 at a total outlay of Rs. 213.56 lakhs. Even though the contract for supply of machineries and erection work was finalised with M/s. Vulcan Laval in May 1985, the civil work could not commence in time mainly due to delay in selecting of a suitable site for the project. The civil contract could be awarded to M/s National Building Construction Corporation, a Government of India Undertaking, only in February 1986. Against the completion period of 28 months of the project from the zero date to the date of completion, all the activities of the project have been geared to complete the project within 16 months from the date of the starting of its civil work by crashing the activities. The delay in the starting of the civil work will however not affect in catching the pineapple season in 1987 as originally planned. The Project is expected to be commissioned in June 1987.

With a view to make this Corporation more effective and instrumental to the economic development of the entire NE region, I would like to put forward my observations as follows :

- 1) The main objective of NERAMAC is to help the small and marginal farmers of horticultural products especially fruits and vegetables by ensuring better markets for their products and thereby enabling them to obtain remunerative prices. Ginger and pineapple are the main produces in the region, NERAMAC may not be in a position to make any significant dent in the region unless NERAMAC enters into the marketing of these commodities in a bigger way in competition with the private trade. If the past experience is any guide, NERAMAC is bound to incur heavy losses in the marketing of these two commodities. As a Corporation, NERAMAC cannot afford to incur losses continuously only with a view to help cultivators of these perishable commodities. In order to achieve the twin objectives of helping the cultivators of pineapple and ginger and other perishable commodities and at the same time earn a marginal profit for the Corporation to run viably, NERAMAC may have to enter into the marketing activities of other agricultural commodities also judiciously in the region where NERAMAC can make sufficient profit margin which would offset the loss likely to be incurred in the marketing of perishable commodities.

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- 2) In order to achieve the above objectives NERAMAC may set up its unit offices in each of the constituent units/UTs in the region for effective coordination/liaison with the state agencies and their involvement for the gainful operation of the marketing by NERAMAC in the region.
- 3) As far as the export activities are concerned, NERAMAC could not make any significant impact in the region. Of late it has been found that the quantities exported by Associate Units through NERAMAC have considerably dwindled. In spite of the best efforts made by NERAMAC in helping the Associate Units by extending all necessary assistance, the Associate Units did not honour their commitments of export thereby making NERAMAC a defaulter. The present export policy of NERAMAC with the Associate Units has to be reconsidered. We have to make serious efforts to put up our own units wherever it is technically feasible and economically viable instead of depending on the Associate Units.
- 4) If necessary, NERAMAC should go for 100 per cent export oriented projects for the agricultural/horticultural products wherever possible preferably with the equity participation of the concerned State/UT in the NE Region.

Before I conclude, I must thank my colleagues on the Board of Directors for their valuable advice, cooperation and support. I am extremely grateful to the Government of India, especially the Department of Food and NEC for their sustained support and active cooperation. I am also thankful to my predecessor Shri Bhaskar Barua, IAS, for his guidance. I place on record my sincere appreciation towards the excellent work done by the Managers and staff during the year.

Place : Guwahati  
Date : 31st Oct., 1986.

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

# NERAMAC LIMITED

## Directors' Report

The Board of Directors have pleasure in submitting the Annual Report on the working of the Corporation along with the statement of accounts and the Auditors' Report for the year ending 31st March 1986.

### FINANCIAL HIGHLIGHTS :

During the year, the total sales turnover for the Corporation amounted to Rs. 72.01 lakhs compared to Rs. 82.00 lakhs in the previous year. The decrease in sales was due to the decrease in the quantum of exports of pineapple products effected through NERAMAC by the Associate Units. The value of exports decreased from Rs. 45 lakhs in the previous year to Rs. 14.5 lakhs during the year. The trading loss is Rs. 3.70 lakhs compared to the trading profit of Rs. 0.85 lakh in the previous year. There is also decline in the interest income to Rs. 7.24 lakhs as compared to Rs. 10.31 lakhs in the previous year. The entire overhead expenditure amounting to Rs 12.82 lakhs remains more or less uncovered with the trading activities resulting a loss of Rs. 12.31 lakhs.

### PROJECT :

The year 1985-86 can be treated as very successful year from the project point of view. The foundation stone of the factory for the Fruit Juice Concentration Plant, the major project of the Corporation at Nalkata, in North Tripura district of Tripura was laid on 11.10.85 by the Hon'ble Chief Minister of Tripura. Civil work, at a contract amount of Rs. 35.95 lakhs, was awarded to NBCC, a Government of India undertaking in February 1986. The cement and steel at an estimated cost of Rs. 22.6 lakhs are to be provided by the Corporation. The civil construction work of the plant commenced on 24th February 1986. The foundation, of the first column of the factory was laid on 8th March, 1986 by the Secretary, Agriculture, Government of Tripura. The civil construction work has started in full swing. The machineries and equipments have also started arriving at the site. A committee has been constituted under the chairmanship of the Secretary, Agriculture, Government of Tripura who is also a member in NERAMAC Board to monitor the progress of the project work. All the activities of the project have been geared with a view to commission the project in June 1987.

### BUSINESS ACTIVITIES :

**Green Ginger :** The trade in green ginger has not been encouraging during the year as in the previous years. A small quantity of 22.11 MT of ginger could be marketed against 117.63 MT in the previous year. The Corporation entered into arrangement with Tripura Apex Marketing Cooperative Society for procurement of green ginger from Tripura to be marketed in Calcutta Market. 71.57 MT of ginger were procured by the Society. But the entire quantity was found damaged when it reached Calcutta. A meagre sum of Rs. 3,306.49 was realised. The Corporation had paid a sum of Rs. 2.1 lakhs to the Society as advance. This account is under process of settlement.

The Corporation made a successful beginning in transacting ginger on consignment basis with the association of NAFED in the Delhi terminal market. About 20 MT of green ginger could be sold by NERAMAC giving better price to the cultivators. With the past experience, NERAMAC contemplates to deal with ginger preferably on consignment basis in future.

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### CITRONELLA OIL :

NERAMAC could make a significant impact in the procurement of citronella oil in Pengaree (Dibrugarh district of Assam) giving better price realisation to a large number of cultivators in the region. The entry of NERAMAC in this market could raise the procurement price from Rs. 80.00 per kg. to Rs. 105.00 per kg. even though the total procurement by NERAMAC was only 9,790 kgs. Demand for this commodity is increasing in the consuming markets mainly at Bombay and Calcutta. Efforts are being made for the better share by NERAMAC in the market.

### TEZPATTA :

NERAMAC successfully transacted a sale of 134.08 quintals of Tezpatta with the association of NAFED and MECOFED, at Shillong.

### AGRICULTURAL COMMODITIES :

In order to increase the activities, NERAMAC dealt with other agricultural commodities like arhar castor seeds, peas, mustard seeds, linseeds, blackgram etc. But this resulted in sizeable losses.

### EXPORTS :

Contracts were signed in May 1985 with M/s State Trading Corporation of India Ltd. and Ratan Exports Pvt. Ltd. for the export of 1300 MT of pineapple products to USSR. However, only 211.47 MT could be exported as the associate units could not supply the quality products in time. NERAMAC will have to pay heavy penalty due to short shipment of exports. The policy of NERAMAC depending upon the associate units in the region will have to be changed to honour the export commitments.

### ORGANISATION :

Dr. L. Krishnaswamy, joined as Chairman-cum-Managing Director of the Corporation on January 2, 1986. Shri Bhaskar Barua, Ex-Officio Director of the Corporation, representing the Government of Assam, was looking after the activities of the Corporation as CMD on part-time basis till 2.1.86. Shri V.P. Singh joined as Financial Adviser in the month of May 1985. After repatriation of Shri O.P. Grover, in August 1984, the post of General Manager is lying vacant. Action is being taken to fill up the post. General Manager (Project) and Project Manager for Kumarghat project were selected and orders are under issue.

### ZONAL OFFICE/REGIONAL OFFICE :

Zonal office at Agartala and Regional office at Calcutta have started functioning. Calcutta being the important terminal market for the agricultural/horticultural products of the North Eastern Region, the Regional Office is expected to improve the marketing activities of NERAMAC. Zonal office at Agartala is looking after the work of the Fruit Juice Concentration Plant at Nalkata.

### PARTICULARS OF EMPLOYEES :

Persuant to the requirement of Sec. 217 (2-A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules 1975, a Statement giving the required information pertaining to employees drawing Rs. 3,000/- and above per month is given in the Annexure to the Directors' Report.

### BOARD MEETINGS :

The Board of Directors of the Corporation held 4 meetings during the year.

# NERAMAC LIMITED

## AUDITORS :

M/s Dosi & Co., Chartered Accountants, Paltan Bazar, Guwahati, were appointed as Auditors of the Corporation for the year 1985-86 and M/s Sanjay Hazarika & Co. were appointed as Tax Auditors for the year 1985-86 at a fee of Rs. 4,000/- each.

## ACKNOWLEDGEMENTS :

The Directors gratefully acknowledge the assistance and cooperation extended by the North Eastern Council, Ministry of Food and Civil Supplies, Ministry of Agriculture and Rural Development, Ministry of Home Affairs, Ministry of Commerce, other Ministries and Bureau of Public Enterprises, Govt. of India. The Directors are grateful to the Governments of seven constituent States and Union Territories of the region, cooperative and public sector organisations and NAFED for their active cooperation. The Directors are also thankful to M/s. N.K. Dosi & Co. and M/s Sanjay Hazarika & Co. Chartered Accountants, Guwahati, the Comptroller and Auditor General of India and Indian Audit and Accounts Department for their valuable guidance and advice. The Directors place on record their appreciation of work done by the Managers and staff of the Corporation during the year.

For and on behalf on the Board

Sd/-

(Dr. L. Krishnaswamy)

Chairman-cum-Managing Director

Place : Guwahati  
Date : 31st Oct., 1986

## ANNEXURE TO DIRECTORS' REPORT

### Particulars of Employees

Pursuant to provisions of Section 217 (2 A) of the Companies Act, 1956, Particulars of employees drawing Rs. 3,000.00 and above per month are given below :-

Sl. No.	Name of the employee	Designation and nature of duties	Age as on 31.3.86	Remuneration (Rs.)	Nature of Employment	Qualifications	Date of joining	Total experience in years	Last employment held in
(a) Employed throughout the financial year and in receipt of remuneration not less than Rs. 36,000 in the aggregate for the year :									
1.	G. K. Dev Goswami	Marketing Manager	31 years	38,463.00	Regular	M.A., DCBM	15.12.82	10	Dy. Manager (Mktg.), STAFFED, Guwahati.
2.	L. Rahman	Senior Accounts Manager	37 years	37,915.52	Regular	M. Com.	9.1.84	13	Dy. Accounts Officer, STAFFED, Guwahati.
(b) Employed for part of the financial year and in receipt of remuneration not less than Rs. 3000/- per month:									
1.	Dr. L. Krishnaswamy	Chairman-cum-Managing Director	49 years	15,136.69	Tenure	M.Sc. (Ag.) MBA, Ph. D.	2.1.86	24	Jt. AMA to Govt. of India, Directorate of Marketing
2.	Shri V.P. Singh	Financial Adviser	53 years	54,360.00	On Deputation	B.A., B.L. (ICMA London) SAS	21.5.85	29	Jt. F.A. in BALCO, Korba

Note: (1) Remuneration includes salary and allowances, employer's contribution to Provident Fund, Gratuity and Leave salary and reimbursement of Medical expenses as per terms of appointment.

(2) None of the above employees is a relative of any Directors of the Corporation.

## Auditors' Report

We have audited the attached Balance Sheet of North Eastern Regional Agricultural Marketing Corporation Limited as at 31st March, 1986 and the Profit & Loss account of the Corporation for the year ended on that date annexed thereto and report that :

1. As required by the Manufacturing and other Companies (Audit Report) order, 1975 issued by the Company Law Board in terms of Section 227 (4A) 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.
2. Further to our comments in the annexure referred to in paragraph 1 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)( i ) The Corporation has got distinct accounting policies in respect of transactions relating to sales and purchases. Any payment received/made on account of sales/purchases whether advance, part or full has been credited/debited to sales/purchases account directly in cash book without maintaining Sundry Debtors/Creditors Account. This is a deviation from declared system of book-keeping;  
( ii ) Subject to foregoing and except as regards records of stocks, proper books of account as required by law have been kept by the Corporation so far as appears from our examination of the books;
  - c) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of accounts;
  - d)( i ) The Corporation, without the requisite approval of the Board, has expended Rs. 1,09,567.90 for Printing & Stationery, invested Rs. 1,01,007.42 in furniture and fixtures and other equipments for the purpose of Guest House at Calcutta, made a provision for liability for Rs. 10,800/- for demurrage, accepted an open tender for a contract value of Rs. 24.83 lakhs approx. for sale of its agricultural goods and entered into a contract of sale for Rs. 3,49,902/- with M/s. Bihar Fruits & Vegetable Development Corporation Limited in which one of the Director of this Corporation is also a director;  
( ii ) The Corporation's arrangement with NAFED for sharing profits (Refer Note No-6 to accounts) and its programme to incur capital expenditure on the basis of revised estimates needs approval of the President of India under Article 39 of the Articles of Association of the Corporation;  
( iii ) The internal control procedures, particularly in respect of payments towards expenditures, needs to be strengthened;

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(iv) Subject to the foregoing and subject to Note no-3 regarding non-provision of gratuity, Note no-6 regarding non-provision for profit/loss on account of joint venture, Note nos-7 and 8 regarding non-provision of doubtful advances, Note no-9 regarding non-provision for shortage in consignment stock and Note no-19 regarding non-provision for leave salary contribution, in schedule-17 of the accounts (the quantum not ascertained), in our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view ;

1. in the case of the Balance sheet of the state of affairs of the Corporation as at March 31st, 1986 and
2. in the case of the Profit & Loss Account of the loss of the corporation for the year ended on that date.

Place : Guwahati  
Date : 26th Sep. 1986

for N.K. DOSI & CO.  
Chartered Accountants  
Sd/-  
(N.K. DOSI)

# NERAMAC LIMITED

## Annexure-A

Statement referred to in paragraph 1 of our report of even date :

1. The Corporation has maintained proper records showing some particulars including quantitative details and situation of Fixed Assets, except in respect of fixed assets at Nalkata for Fruit Juice Concentration Plant under construction. The consolidated register for fixed assets since its incorporation showing depreciation and written down value of individual asset is yet to be prepared. As informed to us, a physical verification of fixed assets was conducted by the management, and no serious discrepancies were noticed on such verification.
2. None of the fixed assets have been revalued during the year.
3. As informed to us, stocks of finished goods in the Corporation's custody were physically verified by the management at the end of year except stock of cotton seeds and consignment stock of Citronella allied products. The stock of store materials lying at Nalkata for construction of fruit juice concentration plant were not physically verified by the management. The discrepancies noticed on physical verification at the year end between physical stocks and book records amounted to approximately Rs. 2.45 lakhs and have been properly dealt with in the books of accounts. In our opinion the valuation of the above mentioned stocks is fair and proper in accordance with the normally accepted accounting principles and, as informed, is on the same basis as in the previous year.
4. The Corporation has not maintained register under sections 301 and 370(1-C) of the Companies Act, 1956. However it has been informed to us, that the Corporation has not taken any loans from companies, firms or other parties required to be listed in the registers maintained under section 301 and 370 (1-C) of the Companies Act, 1956.
5. The parties to whom loans and advances in the nature of loans have been given by the Corporation are repaying the principal amount as stipulated. The interest, wherever applicable, has been recovered by debiting running account of parties concerned.
6. In our opinion and according to the information and explanation given to us, the internal control procedures needs to be strengthened to make it adequate commensurate with the size of the Corporation and nature of its business.
7. No contract of purchase exceeding Rs. 10,000/- in value for each type of goods has been listed in the register of contracts required to be maintained under section 301 of the Companies Act, 1956,
8. The Corporation has not specifically, determined any unserviceable or damaged stores, raw materials and/or goods (purchased for resale) during the year.
9. The Corporation has not accepted any deposits from the public to which the provision of Sec. 58 (A) of Companies Act, 1956, and the Companies (Acceptance of deposits) Rule 1975 apply.
10. As explained to us, the Corporation does not have any realisable by-product or scraps of any significant value.

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11. The Corporation does not have an internal audit system commensurate with its size and nature of its business.
12. We are informed that Central Government has not prescribed the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956, for any of the products of the Corporation.
13. According to the records of the Corporation, provident fund dues except in one case, have been regularly deposited during the year with the appropriate authorities.

for N.K. DOSI & CO.  
Chartered Accountants

Sd/-  
(N.K. Dosi)

Place : Guwahati  
Date : 26th Oct. 1986.

# BALANCE SHEET AS AT 31st MARCH, 1986.

NERAMAC LIMITED

	Schedule No.	As at 31st March 1986	As at 31st March 1985	
1	2	3	4	5
		Rs,	Rs,	Rs,
<b>I. SOURCES OF FUNDS :</b>				
1.	Share holder's fund.			
	(a) Share capital	2,00,00,000.00	2,00,00,000.00	
	(b) Share application money (pending allotment)	44,00,000.00		
	(c) Reserves & Surplus	<u>5 21,025.50</u>	<u>9 95,300.24</u>	
			2,49,21,025.50	2,09,95,300.24
2.	Loan funds :			
	(a) Secured loans	—	—	
	(b) Unsecured loans	<u>56,96,586.21</u>	<u>56,96,586.21</u>	
			<u>3,06,17,611.71</u>	<u>2,09,95,300.24</u>
<b>II. Application of Funds :</b>				
1.	Fixed assets			
	(a) Gross block	9,39,685.76	5,41,066.15	
	Less Depreciation	<u>3,05,483.08</u>	<u>1,90,139.15</u>	
			6,34,202.68	3,50,927.00
2.	Capital work in progress, stores, advance & allocated pre-operative expenses			
			61,49,155.50	36,294 85
3.	Investments			

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1	2	3	4	5	6	7
4. Current assets, loans & advances						
(a) Interest accrued on term deposit.			2,65,942.29		2,06,339.89	
(b) Stocks		6	9,60,904.29		29,57,114.95	
(c) Sundry debtors		7	42,59,828.13		23,87,702.63	
(d) Cash & Bank balances		8	1,81,80,061.05		1,44,36,150.90	
(e) Loans & advances		9	4,34,727.57		11,53,521.98	
			<u>2,41,01,463.33</u>		<u>2,11,40,830.35</u>	
Less :						
Current liabilities & Provisions		10	<u>11,05,068.98</u>		5,88,034.11	
Net current assets :				2,29,96,394.35		2,05,52,796.24
5. Miscellaneous expenditure (To the extent not written off or adjusted)						
i) Preliminary expenses			78,974.50		78,974.50	
Less written off			<u>31,589.80</u>		<u>23,692.35</u>	55,282.15
ii) Profit & loss account			<u>7,90,474.48</u>	8,37,859.18		—
				<u>3,06,17,611.71</u>		<u>2,09,95,300.24</u>
Notes to Accounts		17				

As per our report attached,  
For N.K. Dosi & Co.

Chartered Accountant  
Sd/-

(N.K. Dosi)

Guwahati 26th Sep., 1986

For and on behalf of the Board,

Sd/-

(R. Dutta)

Ex. Officio Director

Sd/-

(Dr. L. Krishnaswamy)

Chairman-cum- Managing Director

# NERAMAC LIMITED

## PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 1986.

	Schedule No.	For the year ended on 31st March 1986		For the year ended on 31st March 1985	
		Rs.	Rs.	Rs.	Rs.
<b>I. INCOME</b>					
1. Sales	11	72,01,553.42		82,00,716.71	
2. Less cost of sale	12	75,71,988.08		81,15,527.15	
3. Trading profit/loss		— 3,70,434.66		+ 85,189.56	
4. Other Income	13	7,75,055.77		10,31,612.10	
5. Previous year adjustment	14	15,838.56	4,20,459.67	—	11,16,801.66
<b>II. EXPENDITURE</b>					
6. Over heads	15	12,82,512.21		8,95,578.79	
7. Preliminary expenses written off.		7,897.45		23,692.35	
8. Provision for loss on ginger		—		40,887.00	
9. Shortages in Stock	16	2,45,219.30		—	
10. Depreciation	4	1,15,343.93		65,110.57	
11. Total expenditure			16,50,972.89		10,25,268.71
<b>III. PROFIT BEFORE TAXATION</b>					
			—12,30,513.22		91,532.95
12. Taxation (relating to previous year)			—34,236.00		52,859.00
			—12,64,749.22		38,673.95
13. Balance of profit/loss account brought forward			+ 4,74,274.74		4,35,600.79
14. Net profit/loss carried to balance sheet			—7,90,474.48		4,74,274.74
Notes to Accounts.	17				

For and on behalf of the Board,

As per our report attached to the Balance sheet,

For N.K. Dosi & Co.  
Chartered Accountant

Sd/-

Sd/-

Sd/-

(R. Dutta)

(Dr. L. Krishnaswami)

(N.K. Dosi)

Ex-Officio Director

Chairman-cum Managing Director

26th Sep. 1986 Guwahati

FOURTH ANNUAL REPORT  
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH

NERA

SCHEDULE-1 SHARE CAPITAL

	As at 31st March 1986	As at 31st March 1985
	Rs.	Rs.
<b>Authorised :</b>		
50,000 equity shares of Rs. 1000/- each	<u>5,00,00,000.00</u>	<u>5,00,00,000.00</u>
<b>Issued subscribed and paid up :</b>		
20,000 equity shares of Rs. 1,000/- each	2,00,00,000.00	2,00,00,000.00
	<u>2,00,00,000.00</u>	<u>2,00,00,000.00</u>

SCHEDULE-2 RESERVES & SURPLUS

	As at 31.3.1986	As at 31.3.1985
	Rs.	Rs.
Development fund (as per last Balance-sheet)	5,21,025.50	5,21,025.50
Profit & Loss account (as per annexed account)	—	4,74,274.74
	<u>5,21,025.50</u>	<u>9,95,300.24</u>

Sd/-  
(R. Dutta)  
Ex. Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

AMAC LIMITED

SCHEDULE-3 UNSECURED LOAN

	As at 31st March 1986.	As at 31st March 1985
	Rs.	Rs.
i) Govt. Loan (towards expenditure on schemes/programmes taken up for implimentation during 1985-86)	56,00,000.00	—
ii) Temporary overdraft from State Bank of India, New Guwahati Branch,	96,586.21	—
<b>Total</b>	<u>56,96,586.21</u>	<u>—</u>

Sd/-  
(R. Dutta)  
Ex-Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

## SCHEDULE-4 FIXED ASSETS

PARTICULARS	Gross Block			Depreciation			Net Block			
	Rate of De- preciation	Cost as on 31.3.85	Addition during the year	Deduction during the year	Cost as at 31.3.86	up to 31.3.86	During the year	Total upto 31.3.86	As at 31.3.86	As at 31.3.85
a) Vehicles	20%	273946.09	186827.02	—	460773.11	120249.37	88104.75	188354.12	272418.99	153696.72
b) Air Conditioners	15%	49342.72	18524.71	—	67867.43	13692.60	8126.22	21818.82	46048.61	35650.12
c) Office Equipments	15%	53831.17	35202.75	—	89033.92	17809.87	10683.60	28493.47	60540.45	36021.30
d) Furniture & Fixtures	10%	161765.53	158065.13	—	319830.66	37545.93	28228.47	65774.40	254056.26	124219.60
e) Electrical equipments	15%	2180.64	—	—	2180.64	841.38	200.89	1042.27	1138.37	1339.26
<b>TOTAL</b>	—	541066.15	398619.61	—	939685.76	190139.15	115343.93	305483.08	634202.68	350927.00
Total figure for previous year		536854.15	4212.00	—	541066.15	125028.58	65110.57	190139.15	350927.00	—

Sd/-

(R. Dutta)  
Ex-Officio Director

Sd/-

(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-

(N.K. Dosi)  
Chartered Accountant

NERAMAC LIMITED

SCHEDULE-5 CAPITAL WORK IN PROGRESS, STORES, ADVANCES & ALLOCATED PRE-OPERATIVE EXPENSES

	As at 31st March 1986		As at 31st March 1985	
	Rs.	Rs.	Rs.	Rs.
<b>A. CAPITAL WORK IN PROGRESS :</b>				
1. Indigenous machinery	20,43,341.00			
2. Imported machinery	2,98,905.03	23,42,246.03	—	
<b>B. CAPITAL STORES :</b>				
3. Steel	8,74,422.90		—	
4. Cement	2,59,814.00		—	
5. Stores (Tarpalin etc.)	10,111.30	11,44,348.20	—	
<b>C. PRE-OPERATIVE EXPENSES ALLOCATED TO FIXED ASSETS/CAPITAL WORK IN PROGRESS</b>				
Balance brought forward	36,294.85			
(i) Travelling allowance	29,334.44		15,861.00	
(ii) Consultancy fee	79,711.60		—	
(iii) Pay & allowances	26,022.55		—	
(iv) Wages	8,051.00		—	
(v) Vehicles upkeep	5,139.10		—	
(vi) Printing & Stationery	1,307.22		—	
(vii) Postage & Telegram	518.70		—	
(viii) Electrical fitting	438.86		—	
(ix) Godown rent	2,350.00		—	
(x) Books & periodicals	629.10		—	
(xi) Office Rent	10,800.00		—	
(xii) Foundation Stone laying ceremony	16,987.40		—	
(xiii) Miscellaneous expenses.	4,446.68		188.00	
(xiv) Advertisement expenses.	66,639.67		18,720.00	
(xv) Entertainment expenses.	—		1,525.85	
(xvi) Interest on loan	68,283.10	3,56,954.27	—	36,294.85
<b>D. CAPITAL IN ADVANCE (NET) (Unsecured, considered good)</b>				
1. National Building Construction Company		7,19,000.00		—
2. Vulcan Laval Ltd.	17,26,997.10			—
Less retention money	2,04,334.10	15,22,663.00		—
3. For Industrial power line to Tripura State Electricity Board		63,944.00		—
		<u>61,49,155.50</u>		<u>36,294.85</u>

Sd/-  
(R. Dutta)  
Ex-Officio Director

Sd/-  
(Dr. L. KrishnaSwamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K Dosi)  
Chartered Accountant

## SCHEDULE-6 STOCKS

Description	Unit of Qty.	As at 31st March, 86			As at 31st March '85		
		Qty.	Rate	Value Rs.	Qty.	Value Rs.	Value Rs.
1	2	3	4	5	6	7	
1. OTS Cans (A2½ size)	Pcs	1,42,120	3.25	4,61,890.00	1,12,320	3,36,960.00	
2. Tallcans	Pcs	1000	2.38	2,380.00	25,000	59,500.00	
3. Cartons	Pcs	635	11.44	7,264.40	635	8,413.75	
4. Label	Pcs	44,600	0.178	7,938.80	5,000	800.00	
5. Carboy	Pcs	996	140.00	1,39,440.00	996	1,39,440.00	
6. Insets for cartons	Pcs	290	1.06	307.40	390	413.40	
7. Sugar	MT	—	—	—	148.10	1,89,602.02	
8. Green Ginger	MT	—	—	—	21.72	33,302.78	
9. Pineapple Juice	MT	—	—	—	3.60	16,221.42	
10. M. Seed	MT	—	—	—	399.04	19,33,733.13	
11. Dhunia	kg.	—	—	—	40	300.00	
12. Arahah	MT	—	—	—	12.50	37,672.25	
13. Tezpatta	kg.	—	—	—	804	721.60	
14. Lin seed	MT	—	—	—	11	43,620.50	
15. Turmeric	kg	—	—	—	74	92.50	
16. Castor seed	MT	—	—	—	11	44,187.00	
17. Mator	MT	—	—	—	11	36,482.60	
18. Gunny bags	Pcs	—	—	—	12,602	75,612.00	

SCHEDULE-6 STOCKS (Contd.)

(1)	(2)	(3)	(4)	(5)	(6)	(7)
19. Citronella oil	kgs.	1349.75	106.21	—	—	—
		190.95	105.23	—	—	—
		640.20	94.88	—	—	—
		381.25	108.62	—	—	—
		478.22	97.27	3,12,121.09	—	—
20. Cotton seed	Qtls.	117.30	252.03	29,562.60	—	—
			Total Rs.	<u>9,60,904.29</u>		<u>29,57,114.95</u>
			Stock of ginger found short in 1984-85	40,887.00		40,887.00
			Less : provision for loss	<u>40,887.00</u>		<u>40,887.00</u>

N.B. Stock has been valued at cost price or Market price which ever is lower.

Sd/-  
(R. Dutta)  
Ex-Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

## FOURTH ANNUAL REPORT 1985-86

## SCHEDULE—7 SUNDRY DEBTORS

	As at 31st March '86	As at 31st March '85
	Rs. P.	Rs. P.
A. Sundry Debtors :		
(Unsecured, considered good)		
(a) Debts outstanding for a period exceeding six months-		
Less than one year	9,52,170.22	—
Less than two years	3,81,948.17	—
(b) Other debts	29,25,709.74	23,87,702.63
Total Rs.	<u>42,59,828.13</u>	<u>23,87,702.63</u>
B. Debts due from Companies/Firms/ other parties in which Director of the Corporation are interested -		
(i) Bihar Fruit & Vegetables Develop- ment Croppn. Ltd., Bihar (maximum amount due at any time during the year Rs. 3,49,902/-)	3,49,902.00	

Sd/-  
(R. Dutta)  
Ex. Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

NERAMAC LIMITED

SCHEDULE-8 CASH & BANK BALANCE

	As at 31.3.86	As at 31.3.85
<b>A. CASH BALANCE IN HAND :</b>	Rs.	Rs.
Imprest Cash	13,438.60	5,058.64
Cash at branches	3,387.56	2,156.40
Postage on hand	116.05	15.65
<b>B. WITH SCHEDULED BANKS :</b>		
<b>(a) State Bank of India</b>		
New Guwahati Branch, Guwahati		
Current Account	—	2,02,478.18
Agartala Branch, Tripura		
Saving Account	3,25,261.38	6,43,920.79
Dhakuria Branch, Calcutta		
Saving Account	31,573.53	—
Digboi Branch, Digboi		
Current Account	25,495.95	—
Haflong Branch, Haflong		
Current Account	604.00	44,130.00
Mahur Branch, Mahur		
Current Account	3,940.10	56,631.75
<b>(b) United Bank of India</b>		
Agartala Branch Current Account	500.00	500.00
<b>(c) United Bank of India,</b>		
G S. Road, Guwahati,		
Term Deposit Account	36,02,375.00	30,37,916.88
<b>(d) State Bank of India,</b>		
New Guwahati Branch, Guwahati		
Term Deposit Account	97,80,000.00	30,20,000.00
<b>(e) Indian Bank,</b>		
Fancy bazar branch,		
Term Deposit Account	20,00,616.43	—
<b>(f) United Bank of India,</b>		
G.S. Road, Guwahati		
Savings Account	2,22,840.45	14,10,842.61
<b>(g) United Bank of India,</b>		
Agartala Branch,		
Term Deposit Account	21,69,912.00	60,12,500.00
	<u>1,81,80,061.05</u>	<u>1,44,36,150.90</u>

Sd/-  
(R. Dutta)  
Ex-Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

## FOURTH ANNUAL REPORT 1985-86

## SCHEDULE 9—LOANS &amp; ADVANCES

	As at 31st March 1986		As at 31st March 1985	
	Rs.	P.	Rs.	P.
(Recoverable in cash or kind or for value to be received). Unsecured : Considered good unless otherwise stated.				
(i) Advances	3,15,814.38		10,94,691.08	
(ii) T.A. advance to employees (including Managing Director's for Rs. 14,459/-)	26,131.60		10,701.65	
(iii) Advances to staff	776.00		—	
(iv) Deposits (Telex & O.Y.T. etc.) Considered good	91,664.25		48,129.25	
(v) Bank suspenses	341.34		—	
(vi) Adv. payment to Corporation Tax 6,57,425.00				
Less : Provision for Taxation 6,57,425 00				
Total Rs.	<u>4,34,727.57</u>		<u>11,53,521.98</u>	

Sd/-  
(R. Dutta)  
Ex-Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

## NERAMAC LIMITED

## SCHEDULE-10 CURRENT LIABILITIES &amp; PROVISIONS

	As at 31st March 1986	As at 31st March 1985
	Rs.	Rs.
<b>CURRENT LIABILITIES</b>		
a) Sundry creditors	6,33,309.11	1,22,739.47
b) Other liabilities	4,14,559.87	3,75,835.64
c) Security deposits	57,200.00	36,600.00
d) Provision for Taxation 6,57,425/- Less Advance tax paid 6,04,566/-	—	52,859.00
<b>Total</b>	<b>11,05,068.98</b>	<b>5,88,034.11</b>

Sd/-  
(R. Dutta)  
Ex-Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

FOURTH ANNUAL REPORT 1985-86

SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR  
THE YEAR ENDED 31ST MARCH, 1986.

SCHEDULE-11 SALES

Commodities	Unit of Qty.	As at 31.3.86		As at 31.3.85	
		Quantity	Value	Quantity	Value
			Rs. P.		Rs. P.
1. Pineapple	Pcs./MT	37,205	53,249 00	74.46	49,398.25
2. O.T.S. Cans (A2½ size)	Pcs.	4,04,100	14,47,281.94	6,50,800	19,51,426.63
3. Tall cans	Pcs.	24 000	71,650.00	75,000	1,80,654.79
4. Cartons	Pcs.	9 000	1,03,989.60	10,621	1,05,288.67
5. Labels	Pcs.	4,04,400	77,632.52	5 33,625	81,079.74
6. Sugar	MT	48 10	2,31,325.00	92,40	4,38,900 00
7. Green Ginger	MT	22.11	31,947.18	117,63	2,66,928.86
8. Pineapple Jam	Doz.	—	—	22	2,156.40
9. Coconut	Pcs.	67,155	3,69,132.50	91,400	5,02,700.00
10. Cotton seed	MT	—	—	22,44	71,808.00
11. Red Lemon Juice	MT	—	—	0.86	2,688.00
12. Pineapple Juice	MT	0.42	2,226.00	—	—
13. Mustard Seeds	MT	466.34	22,54,202.60	—	—
14. Dhunia	Kg.	39	321.75	—	—
15. Arahar	MT	266.47	7,75,110.66	—	—
16. Tezpatta	Kg.	1488	2,028.60	—	—
17. Linseeds	MT	95.14	4,09,677.60	—	—
18. Castor Seeds	MT	50.78	1,04,119.50	—	—
19. Mator (Peas)	MT	29.10	1,06,620.00	—	—
20. Gunny Bags	Pcs.	138	552.00	—	—
21. Black gram	MT	93.05	3,08,591.52	—	—
22. Ground nut	MT	7.56	63,882.00	—	—
23. Citronella oil	Kg.	6,180.20	6,38,197.65	—	—
24. Banana	Pcs.	7160	97,222.00	—	—
25. M. oil	Lt.	200	8,722.50	—	—
26. Pineapple, Orange Squash		4964	43,871.30	—	—
			<u>72,01,553.42</u>		<u>36,53,029 34</u>

Sd/-  
(R. Dutta)  
Ex-Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

NERAMAC LIMITED

SCHEDULE-12 COST OF SALES

	For the year ended on 31.3.1986		For the year ended on 31.3.1985	
	Rs.	Rs.	Rs.	Rs.
Opening stock (as per annexure A)	29,57,114.95		1,51,899.15	
Less stock of Red lemon adjusted	—		—3,152.00	1,48,747.15
Less stock of 11,250 gunny bags for self consumption	—67,500.00	28,89,614.95		
Purchases (as per annexure B)	57,40,714.38			1,05,64,261.44
Less purchases return	—66,150.00	56,74,564.38		
Freight & Handling	—	1,11,426.61		2,54,432.31
Cost of drums		32,877.33		
Octroi duty		817.40		
Entry Tax		1,311.00		15,201.20
Cost of gunny bags utilised (11259 bags)		67,500.00		90,000.00
		<u>87,78,111.67</u>		<u>1,10,72,642.10</u>
<b>Less :</b>				
Closing stock (at cost or market price whichever is lower)	9,60,904.29			29,57,114.95
Stock found short (as per schedule 16)	<u>2,45,219.30</u>	12,06,123.59		
		<u>75,71,988.08</u>		<u>81,15,527.15</u>
	<b>Total</b>			

Sd/-  
(R. Dutta)  
Ex-Officio Director

Sd/-  
(Dr. L. Krishnaswamy  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

## ANNEXURE A TO SCHEDULE-12 OPENING STOCK :

Description	Unit of Quantity	Figures for the year ended as at 31st March, 1985		Figures for the year ended as at 31st March, 1984	
		Qty.	Rate	Value (Rs.)	Qty.
<b>STOCKS</b>					
1. OTS Cans (A 2½ Size)	Pcs.	1,12,320	3.00	3,36,960.00	—
2. Tall cans	Pcs.	25,000	2.38	59,500.00	—
3. Cartons	Pcs.	635	13.25	8,413.75	8,413.75
4. Label	Pcs.	5,000	0.16	800.00	3,000
5. Carboys	Pcs.	996	140.00	1,39,440.00	996
6. Insets for Cartons	Pcs.	390	1.06	413.40	390
7. Sugar	M.T.	48.10	3941.82	1,89,502.02	—
8. Green Ginger (including 13.14 MT in transit)	M.T.	13.14	1820.00	15,615.60	—
9. Pineapple Juice	M.T.	3.60	1345.98	17,687.18	—
10. Mustard seeds	M.T.	330.88	4506.25	16,222.50	—
		68.16	5100.00	16,87,481.88	—
		40	3013.42	2,46,291.25	—
11. Dhunia	Kg.	40	7.50	300.00	—
12. Arahara	M.T.	12.50	3013.78	37,672.25	—
13. Tezpatta	Kg.	804	0.40	721.60	—
14. Linseeds	M.T.	11	3965.50	43,620.50	—
15. Turmeric	Kg.	74	1.25	92.50	—
16. Castor Seeds	M.T.	11	4017.00	44,187.00	—
17. Mator	M.T.	11	3316.60	36,482.60	—
18. Red Lemon	Nos.	—	—	—	39,400
19. Gunny bags	Pcs.	12,602	6.00	75,612.00	—
				29,57,114.95	1,51,899.15

N.B. Stock valued at cost price or market price whichever is lower.

Sd/-  
(R. Dutta)

Ex-Officio Director

Sd/-  
(Dr. L. Krishnaswamy)

Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)

Chartered Accountant

## ANNEXURE B TO SCHEDULE-12 PURCHASES :

Commodity	Unit of Qty.	For the year ended on 31.3.86		For the year ended on 31.3.85	
		Qty.	(Value Rs.)	Qty.	(Value Rs.)
1. OTS Cans (A 2½ size)	Pcs	4,35,800	16,15,484.00 ✓	7,63,120	21,51,368.27
2. Tall cans	Pcs	—	—	1,00,000	2,28,481.24
3. Cartons	Pcs	9,000	1,02,960.00 ✓	10,621	1,04,246.21
4. Labels	Pcs	4,44,000	77,637.20 ✓	5,35,625	79,328.65
5. M. Seeds	MT	84,63	4,05,900.20	3990.40	19,33,773.05
6. Peas	MT	18.10	62,984.00	110.00	36,482.60
7. Ararah	MT	258.70	8,63,533.14	125.00	37,677.25
8. Coconut	Pcs	67,115	3,22,152.00 ✓	91.40	4,38,720.00
9. Castor seed	MT	43.60	1,84,155.39	110.00	44,187.00
10. Linseeds	MT	96.58	4,25,011.25	110.00	43,620.50
11. Ginger	MT	2.56	2,568.00 ✓	1393.50	2,25,416.35
12. Banana	Pcs	7,160	84,083.00 ✓	—	—
13. Black gram	MT	92.70	5,09,850.00	—	—
14. Cotton seed	MT	11.73	29,562.60 ✓	224.40	66,198.00

ANNEXURE B TO SCHEDULE—12 PURCHASES (Contd.)

1	2	3	4	5	6
15. Ground nut	MT	7.35	40,792.50	—	—
16. Pineapple	MT	37.20	40,301.00	74.46	49,398.25
17. Citronella Oil	Kg.	9790.15	9,24,025.47	—	—
18. Pineapple Jam	doz.	—	—	22	2,053.70
19. Sugar	MT	—	—	140.50	5,53,827.40
20. Dhunia	Kg.	—	—	48	300.00
21. Tezpatta	Kg.	—	—	1,804	721.60
22. Turmeric	Kg.	—	—	74	92.50
23. Red Lemon Juice	MT	—	—	1.31	4,464.00
24. M. Oil	Lt	200	8,597.50	—	—
25. Pineapple Orange Squash	Pcs	4,964	41,125.13	—	—
Total Rs.			57,40,714.38		60,16,574.07

PURCHASE RETURNS :

1. OTS Cans (A 2½ size) Pcs 37,800

66,150.00  
66,150.00

Sd/-  
(R. Dutta)  
Ex. Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dost)  
Guwahati 26th Sep., 1986

NERAMAC LIMITED

SCHEDULE-13 OTHER INCOME

	As at 31st March 1986	As at 31st March 1985
	Rs.	Rs.
1. Interest from Bank	5,16,628.64	7,10,086.03
2. Interest from others	2,06,942.56	3,21,269.07
3. Guest House rent	685.00	—
4. Commission & Brokerage	45,019.67	—
5. Insurance claim (Cash basis)	1,621.00	—
6. Misc. Income	4,158.90	257.00
Total	<u>7,75,055.77</u>	<u>10,31,612.10</u>

Sd/-  
(R. Dutta)  
Ex-Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

# FOURTH ANNUAL REPORT 1985-86

## SCHEDULE-14 PREVIOUS YEAR ADJUSTMENT

	For the year ended 31st March 1986	For the year ended 31st March 1985
<b>I.</b>	Rs.	
(a) Sales	1,09,504.00	—
(b) Other Income	1,762.94	—
	1,11,266.94	—
<b>II. Expenses :</b>		
(a) Advertisement	1,250.00	—
(b) Vehicle Upkeep	18,221.75	—
(c) T.A.	9,343.10	—
(d) Telephone & Telex	12,222.33	—
(e) Postage & Telegram	363.95	—
(f) Staff welfare	266.35	—
(g) Pay & allowances	11,272.14	—
(h) Audit fee (Tax)	4,000.00	—
(i) Insurance	422.20	—
(j) Printing & Stationery	10,390.00	—
(k) Freight & Handling	20,018.00	—
(l) Miscellaneous expenses	7,658.56	—
	95,428.38	—
<b>Total</b>	Rs. 15,838.56	—

Sd/-  
(R. Dutta)  
Ex. Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

NERAMAC LIMITED

SCHEDULE-15 OVERHEADS

	For the year ended on 31-3-86	For the year ended on 31-3-85
	Rs.	Rs.
<b>A. ESTABLISHMENT :</b>		
Pay & Allowances	5,10,878.15	3,88,766.47
Employers Contribution towards CPF/FP	27,528.00	18,310.13
Staff welfare	12,035.48	20,668.13
Gratuity	2,562.30	7,792.94
Leave salary contribution	6,153.55	11,191.24
Group Insurance	—	269.35
Children Education Allowance (Ex-CMD)	1,680.00	—
Administration charges towards CPF & DLI	1,317.00	764.00
<b>Sub Total</b>	<b>5,62,154.48</b>	<b>4,47,763.07</b>
<b>B. Administration &amp; selling Expenses :</b>		
Rent	1,13,764.20	38,150.56
Electricity charges	1,644.36	1,710.70
Postage & Telegram	4,618.60	3,977.34
Typewriter maintenance	—	263.40
Telephone & Telex	28,715.05	36,410.67
Books & Periodicals	2,248.95	2,052.40
Licence fee	500.00	987.75
Travelling expenses (including CMD/other Director expenses 28,635.52)	1,31,933.87	1,12,649.49
Insurances	33,859.44	14,185.95
Audit fee (Statutory)	4,000.00	4,000.00
Storage charges	63,192.86	9,370.00
Subscription fee	—	1,550.00
Conveyance	7,441.39	6,472.40
Miscellaneous expenses	3,801.17	12,216.00
Printing & Stationery	1,09,567.90	40,823.11
Electric fitting	6,375.50	934.10
Vehicle upkeep	45,579.07	44,889.26
Membership fee	2,750.00	4,436.01
Filling & Registration fee	906.00	1,857.00
Tools & Implements	3,132.35	—
Road Tax	855.00	—

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SCHEDULE-15 OVER HEADS (Contd.)

Consultancy & Professional fee	15,600.00	6,300.00
Inauguration of Regional Office, Calcutta	4,396.75	—
Tax Audit	4,000.00	—
Liveries	3,073.88	—
Guest house maintenance	48,279.18	—
Sub. Total	<u>6,40,235.42</u>	<u>3,42,444.13</u>
<b>C. Trade :</b>		
Development expenses	—	12,866.32
Legal expenses	517.00	16,162.00
Advertisement	50,154.33	37,582.00
Bank Charges	5,109.28	2,203.34
Entertainment	7,341.70	13,983.55
Sales expenses	—	19,570.38
Seminar & conference	11,500.00	2,254.00
Maintenance of contract charges	—	750.00
Brokerage & commission	5,500.00	—
Sub Total	= <u>7,20,357.73</u>	<u>1,05,371.59</u>
Grand Total	= <u>12,82,512.21</u>	<u>8,95,578.79</u>

Sd/-  
(R. Dutta)  
Ex-Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

## SCHEDULE-16 SHORTAGES IN STOCK :

Sl. No.	Particulars	Stock as per book records as on 31.3.86	Stock as per physical verification as on 31.3.86	Shortage for the year ended on 31.3.86	Rate Rs.	Value Rs.
1.	OTS Cans A2½ size	1,44,020 Pcs	1,42,120 Pcs	1900 Pcs	3.25	6,175.00
2.	Ginger	2.16 MT	Nil	2.16 MT	1000.00	2,165.00
3.	Pineapple Juice	3.18 MT	—	3.18 MT	4506.25	14,329.88
4.	M. Seed	13.55 MT (TNK) 3.77 MT (Guwahati)	—	13.55 MT (TNK) 3.77 MT (Gau.)	3613.10 5100.00	48,988.66 19,247.40
5.	Dhunia	1 kg	—	1 kg.	7.50	7.50
6.	Tezpatta	316 kg	—	316 kg.	0.40	126.40
7.	Arahar	4.72 MT	—	4.72 MT	3509.00	16,576.52
8.	Lin seed	12.44 MT	—	12.44 MT	4476.66	55,703.08
9.	Turmeric	74 kg.	—	74 kg	1.25	92.50
10.	Castor seed	3.81 MT	—	3.81 MT	4298.60	16,377.67
11.	Citronella oil	3609.95 kg	3040.37 kgs	569.57 kg	101.90	58,039.69
12.	Insests for cartons	390 Pcs	290 Pcs	100 Pcs	1.06	106.00
13.	Gunny bags	1214 bags	—	1214 bags	6.00	7,284.00
Total approximate cost of stock shortages during the year 1985-86.						2,45,219.30

Sd/-

(R. Dutta)  
Ex-Officio Director

Sd/-

(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-

(N.K. Dosi)  
Chartered Accountant

## SCHEDULE-17 NOTES TO ACCOUNTS

1. Contingent liabilities not provided for :
  - 1.1 Estimated amount of contracts remaining to be executed on Capital Account Rs. 1 38,02,653/-  
(previous year Rs. 1,46,71,500/-)
  - 1.2 Letter of Credit issued by bank to the foreign suppliers  
(secured against pledge of Term Deposits) Rs. 42,60,000/-  
(previous year nil)
  - 1.3 Bank Guarantee issued by Bank against export of  
pineapple product secured by Term Deposits Rs. 1,02,375/-  
(previous year  
Rs. 1,87,200/-)
2. The Corporation is liable to pay penalty to the exporters on the short shipment quantity. No provision has been made for this as the same is realizable from the manufacturing units as and when exporter will raise claim.
3. No provision has been made in the Accounts for the present liabilities for future payment of gratuity to employees and the amount has not been ascertained. There is a programme to create gratuity fund with L.I.C. The same will be charged to Accounts on payment basis.
4. The Corporation has started construction of fruit juice concentration plant at Nalkata. The expenditure incurred on this project during the year and previous year has been included in Schedule No. 5. The pre-operative expenses, other than the expenditure which can be allocated directly, will be allocated to buildings, plant & machinery etc. on completion of the project.
5. The Corporation has been allotted approx 9 acres of land for construction of Fruit Juice Concentration Plant at Nalkata by the Govt. of Tripura. But the patterns of ownership whether it will be freehold or leasehold, has not been finalised and therefore no adjustment has been made in the books of accounts.
6. The Corporation has entered into arrangement with MECOFED and NAFED for sharing of profits through joint purchase and sale of Tezpatta to be managed by NAFED. Net advance at the year end was Rs. 25,000/- only. Since no details of trade transaction has been received from them, no adjustment of purchase/sale and/or profit/loss has been done in the books of accounts during the year.
7. The Corporation gave an advance of Rs. 2,10,000/- to Tripura Apex Marketing Cooperative Society, Tripura for procurement and supply of ginger but the ginger supplied by them was of low standard and could fetch only Rs. 3306.49. The matter is under dispute but the Corporation is hopeful of recovering full balance amount from them and therefore balance of Rs. 2,06,693.51 has been included in 'Advances' and no adjustment has been made for losses, if any, to be borne by the Corporation.
8. The Corporation hopes to recover an advance of Rs. 7952.71 from Registrar of Cooperative Societies, Arunachal Pradesh being the amount withheld by them against 'below-standard mustard seeds' supplied by them and therefore returned by us. Accordingly, no provision for loss, if any, arising out of this transaction has been made in the books of accounts.

# NERAMAC LIMITED

9. The Corporation has made advance payment (net balance of Rs. 21,393.75 as on 31.3.86) to M/s Ashim Chemicals, Guwahati for goods received on consignment sale basis. No provision has been made for losses on account of shortages in consignment stock or otherwise since normal shortages are to be borne by the consignor and Corporation hopes to receive transit shortage from Insurance Companies.
10. The Insurance claims on account of shortages are accounted for as and when received due to uncertainty of their settlement.

<b>11. CIF Value of Imports :</b>	<b>Current year</b>	<b>Previous year</b>
Spare parts	—	—
Capital goods	Rs. 2,82,846.06	—

12. Break-up of expenditure on employees who are in receipt of remuneration amounting in the aggregate to Rs. 36000/- or more if employed for full year or Rs. 3000/- or more per month if employed for part of the year.

	Employed for full year		Employed for part of the year	
	Current year	Previous year.	Current year	Previous year
No. of employees	3	—	1	2

13. Payment to and provisions for Statutory auditors :

	Current year	Previous year
As auditor	4,000.00	4,000.00
In other capacity :		
Management services	—	—
Tax audit	—	4,000.00
Others	—	—
<b>Total</b>	<u>4,000.00</u>	<u>8,000.00</u>

14. Payment to and provision for Chairman-cum-Managing Director :

	Current year	Previous year
1. Pay & Allowances	13,606.54	40,397.50
2. Entertainment	1,500.00	3,350.00
3. Medical Benefits	513.15	1,178.73
4. CPF	1,017.00	3,456.00
5. T.T.A. (Ex-CMD)	9,824.80	—

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15. No provision for Taxation has been made in these accounts for the current year in view of losses.
16. Previous year figures has been regrouped/recast where necessary and are not comparable with current year's figures.
17. Leave salary contribution of Mr. S.R. Dev., Ex-O.S.D. could not be provided due to non-receipt of detailed statement of accounts from the incumbent's department concerned.
18. Shortages valuing Rs. 2.45 lakhs in the agricultural commodities including citronella oil and pineapple juice have been charged to profit and loss account pending write-off sanction.

Sd/-  
(R. Dutta)  
Ex-Officio Director

Sd/-  
(Dr. L. Krishnaswamy)  
Chairman-cum-Managing Director

Sd/-  
(N.K. Dosi)  
Chartered Accountant

## NERAMAC LIMITED

Comments of the Comptroller and Auditor General of India under Section 619 (4) of the Companies Act, 1956 on the accounts of North Eastern Regional Agricultural Marketing Corporation Limited for the year ended 31st March, 1986.

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I have to state that the Comptroller & Auditor General of India has no comments upon or supplement to the Auditors' report under section 619 (4) of the Companies Act, 1956 on the Accounts of North Eastern Regional Agricultural Marketing Corporation Limited for the year ended 31st March, 1986.

Place : Calcutta  
Date : 15 Oct., 1986

Sd/-  
(Dr. S.C. Mookerjee)  
Member, Audit Board & Ex-Officio  
Director of Commercial Audit-II  
CALCUTTA