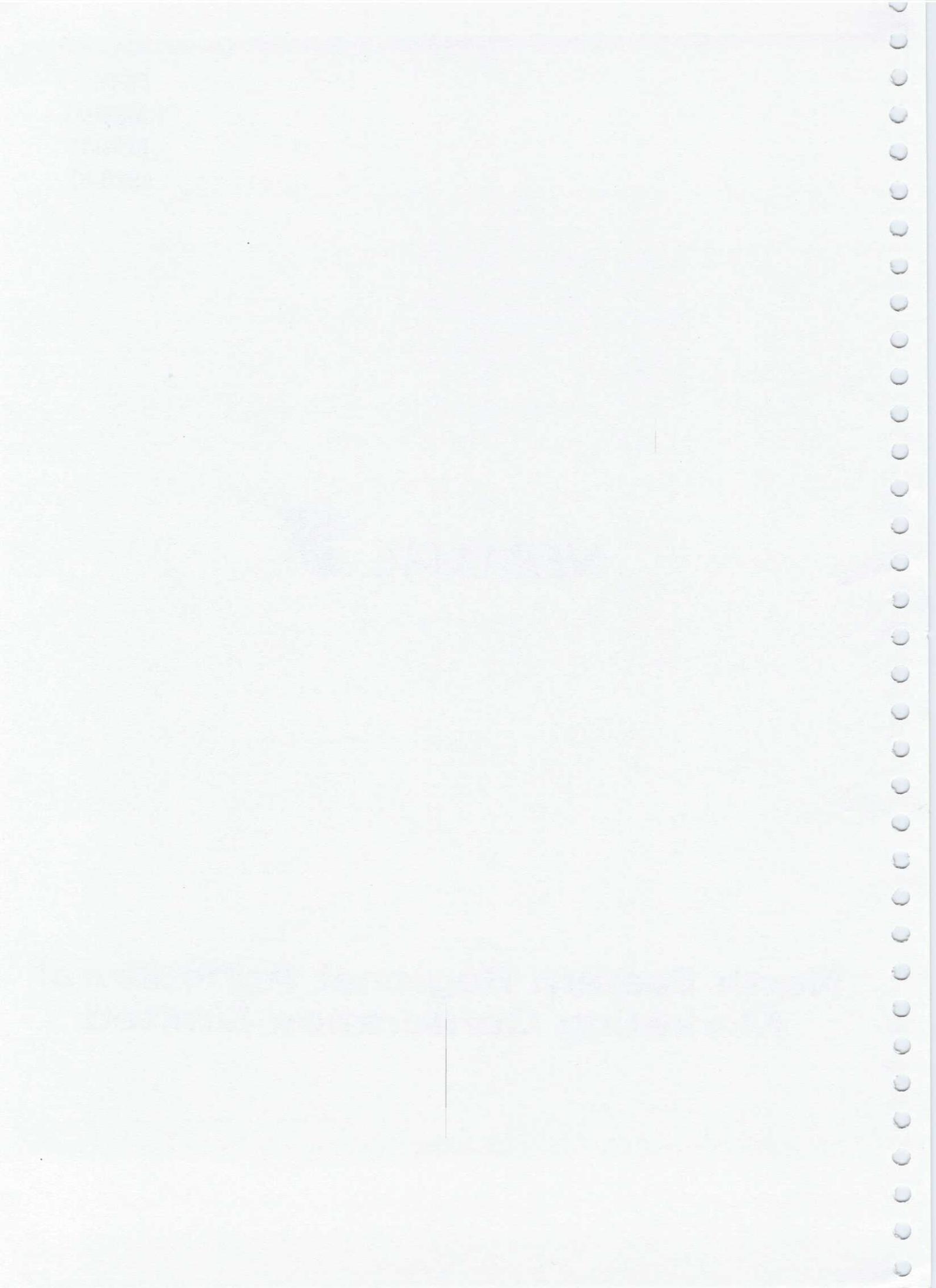


FIFTH
ANNUAL
REPORT
1986-87

NERAMAC 

**North Eastern Regional Agricultural
Marketing Corporation Limited**



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Board of Directors

Dr. L. Krishnaswamy

Chairman-cum-Managing Director

Ex-Officio Part-Time Directors

Shri H.D. Bansal
Shri H.L. Dani
Shri R. Dutta
Shri Shiv Basant
Shri Brijeswar Singh
Dr. C.K. George

Department of Food
Department of Food
North Eastern Council
Ministry of Home Affairs
-do-

Upto 31.12.86
From 01.01.87

Shri D.P. Bagchi
Shri S.S. Bhatia
Dr. K. Kanungo
Shri Bhaskar Barua
Shri V. Thulasidas
Shri I. Imchen
Shri R. Thansanga
Shri J.M. Jala
Shri K.D. Singh
Dr. B.K. Sinha
Dr. M.C. Joshi
Shri T.K. Bhattacharjee

Ministry of Agriculture &
Rural Development.
Ministry of Commerce
Modern Food Industries (I) Ltd.
Planning Commission
Govt. of Assam
Govt. of Tripura
Govt. of Nagaland
Govt. of Mizoram
Govt. of Meghalaya
Govt. of Manipur
-do-
Govt. of Arunachal Pradesh
-do-

Upto 31.12.86
Upto 31.12.86

Upto 31.12.86
Upto 31.12.86
From 01.01.87
Upto 31.12.86
From 01.01.87

Company Secretary/Manager

Shri V.P. Singh

Auditors :

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

Bankers :

State Bank of India
United Bank of India
Indian Bank
Punjab National Bank
Vijaya Bank

Registered Office :

Rajgarh Road, Guwahati-781003, Assam.

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Notice

NOTICE is hereby given that the Fifth Annual General Meeting of the Shareholders of the North Eastern Regional Agricultural Marketing Corporation Limited will be held on Tuesday, the 27th October, 1987 at 4.00 P.M. at 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 1986-87. 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/-

(V.P. SINGH)
FINANCIAL ADVISER

To:

1. All Members of the Corporation (as per list)
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

It gives me immense pleasure to welcome you this afternoon to the Fifth Annual General Meeting of North Eastern Regional Agricultural Marketing Corporation Limited. The Directors' Report and the Audited Accounts along with the comments of the Comptroller and Auditor General of India for the year 1986-87 are before you for consideration.

You would have noticed from the Directors' Report that the turn over for the year is less than that of the previous year, the reason being that the Corporation restricted its marketing operations mainly to horticultural products unlike the previous year. Though the turn over is comparatively less, NERAMAC could make a trading profit of Rs. 76,267/- against a trading loss of Rs. 3.7 lakhs in the previous year despite increased overheads due to setting up of its zonal offices in Shillong, Dimapur and Imphal and resultant placement of people at various levels.

I am happy to bring to your notice about the speedy progress which we have made towards completion of the Corporations' Fruit Juice Concentration Plant in Tripura. The project was earlier scheduled for completion in June 1987. But the problems we faced were enormous. Skilled technical hands were not available locally and we had to import them from other parts of the country for doing the specialized job involved. Many a times there were labour unrest. Due to unprecedented heavy rain fall, there was considerable damage in the construction and some work had to be redone. The communication problem due to the locational disadvantage had also effected adversely the progress. Some specialized materials were to be brought from outside the region. Despite all these constraints, the plant is now scheduled for commissioning by end 1987 in a record time of 24 months against 28 months from the zero date. This is possible only because of the sustained support extended personally by the Chief Minister of Tripura and Shri V. Thulasidas, Commissioner of Agriculture, who is also a director in NERAMAC Board, representing Government of Tripura.

The Corporation's Memorandum and Articles of Association limit its activities mainly to the horticultural produce. Our past experience does not encourage trading in these commodities. However, we have to handle it to be more effective and instrumental to the economic development of the region. But to cover up the losses and to run the Corporation viably, I reiterate that NERAMAC should enter into the marketing of such other agricultural commodities also where NERAMAC can make profit margin which would offset the loss likely to be incurred in operating in perishables with a view to help the cultivators.

NERAMAC has already opened its Zonal Offices in Shillong, Dimapur and Imphal. Actions are being initiated to open the Zonal offices in other states also during the next year. NERAMAC is planning to undertake marketing activities in these states in collaboration with state agencies. NERAMAC has already initiated action in this direction with concerned state governments.

I am thankful to 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 North Eastern Council for their support and active cooperation. I place on record my sincere appreciation towards the excellent work done by the managers and staff during the year. I thank you all for gracing the occasion.

Place : Guwahati
Date : 27th October 1987

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

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 Auditor's Report for the year ending 31st March 1987.

Financial Highlights

During the year, the sales turnover amounted to only Rs. 14.12 lakhs against the total turn over of Rs. 72 lakhs in the previous year. This is mainly due to the fact that the Corporation restricted its marketing operations to the horticultural produce and did not deal with agricultural commodities in any significant quantity as in the previous year. Out of the turn over of Rs. 14.12 lakhs, the total sales relating to horticultural produce amounted to Rs. 13.66 lakhs which is the highest ever record. In spite of the less turn over, the Corporation could make a trading profit of Rs. 76,267.00 against a trading loss of Rs. 3.70 lakhs in the previous year. The loss during the year works out to Rs. 12.21 lakhs only despite the increased overhead against the loss of Rs. 12.31 lakhs in the year 1985-86. The loss for the year before taxation is Rs. 15.19 lakhs which is due to the inclusion of bad debts and provision for doubtful advances made in earlier years. It is heartening to note that the Corporation could earn a higher interest income of Rs. 6.49 lakhs against the interest income of Rs. 5.12 lakhs in the year 1985-86 though the Corporation made investment to the tune of Rs. 2 crores for its Fruit Juice Concentration Plant in Tripura. This is mainly because of the optimal utilisation of the funds with judicious financial efficiency.

Project

1986-87 is the year of tremendous achievement for NERAMAC as far as its Fruit Juice Concentration Plant in Tripura is concerned. The major part of the civil construction of the factory building has been completed. All the imported machineries and almost the entire indigenous equipment had reached the site. The project, the biggest in its kind in the country with the latest technology available in the world has been programmed to be commissioned in a record period of 22 months by end-1987. This will be a record in the history of North-east. During the year a sum of Rs. 146 lakhs were spent for the project against Rs. 63.5 lakhs spent during previous year.

Business Activities

Citronella Oil : The Corporation could play a very useful role and could make a significant impact in the procurement operation of citronella oil in Pengaree (Dibrugarh District of Assam) helping hundreds of poor tribal farmers obtain better price for citronella grass. The entry of NERAMAC in this market could raise the procurement price from Rs. 80 per kg to Rs. 105 per kg in the year 1985-86 and the price could further increase upto Rs. 130 per kg in the year 1986-87. Though NERAMAC's procurement is very little with 8075 kg, its very presence in the procurement centre helped many poor farmers. For the past 10 years, private traders used to make huge profit exploiting the tribal people till NERAMAC's entry into the market. When NERAMAC started procuring the oil, the citronella grass growers were getting only 20 paise per kg. Immediately after the entry of NERAMAC into the market, the grass growers could get 60 paise per kg. When the price of citronella oil went up to Rs. 130 per kg, the grass growers could get about 70 paise per kg. As the demand for this product is increasing, efforts are being made by NERAMAC to strengthen the procurement set up for ensuring better price to the cultivators in the growing areas while ensuring quality products to the consumers.

Cashewnut : Tripura is producing a significant quantity of cashewnut. In the absence of any cashew processing unit, two or three private traders used to exploit the small cashew growers, especially the tribal families, by paying hardly Rs. 3/- per kg. With a view to help the small cultivators and to encourage the cashew cultivation, NERAMAC procured the entire production of raw cashew nut with the active support of the State Government. After providing the required quantity of raw cashew nut for processing in the canning centre of the Department of Agriculture, Government of Tripura and for seed purposes, NERAMAC could procure about 28000 kg of raw cashew nut by paying the ever highest price of Rs. 5.50 per kg to the cultivators.

Coconut : At the request of Government of Manipur, NERAMAC arranged about 20,000 coconuts from Tamil Nadu for seed purpose for Manipur. As the coconut growers in Nowgong district of Assam were getting only below Rs. 2/- for a coconut, NERAMAC procured coconut from the growers by paying a minimum price of Rs. 2/- per coconut and arranged for its sale in Agartala. This has helped the coconut cultivators in Assam obtain better price and consumers in Tripura get good quality coconut at reasonable price.

Vegetables : NERAMAC tried on pilot basis marketing of vegetables in Agartala. Though the total sales for few days amounted to only Rs. 77,000/-, NERAMAC received spontaneous response from the consumers for opening a series of retail outlets in the important housing colonies in the city. Government of Tripura as well as the Municipal Corporation of Agartala have assured to provide necessary shopping centres to NERAMAC for continuing this operation.

Zonal Offices

In pursuance of the recommendations of the North Eastern Council Meeting held at Shillong on 29th July 1986, NERAMAC opened its Zonal Offices in Shillong (Meghalaya), Dimapur (Nagaland) and Imphal (Manipur) for effective coordination with the concerned state governments and for the successful implementation of various programmes of NERAMAC.

Particulars of Employees

Persuant to the requirement of Section 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.

Auditors

M/s N.K. Dosi & Co., Chartered Accountants, Guwahati were appointed as Auditors of the Corporation for the year 1986-87.

Acknowledgements

The Directors gratefully acknowledge the assistance and cooperation extended by the North Eastern Council, Ministry of Food & Civil Supplies, Ministry of Agriculture & Rural Development, Ministry of Home Affairs, Ministry of Commerce, other Ministries

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and Bureau of Public Enterprises, Government of India. The Directors are grateful to the Governments of all the constituent states of of Northeastern region, cooperative and Public Sector organisations and NAFED for their active cooperation, The Directors are thankful to the National Buildings Construction Corporation, NEITCO and Alfa Laval India Ltd. for their fullest support in the construction of the Corporation's Fruit Juice Concentration Plant in Tripura. The Directors are also thankful to M/s N.K. Dosi & Co., Chartered Accountants, the Comptroller & Auditor General of India, the Company Law Board and the Indian Accounts & Audit Department for their valuable guidance and advice. The Directors are also thankful to the International Airport Authority for their cooperation. 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 of the Board

Sd/-

(Dr. L. Krishnaswamy)

Chairman-cum-Managing Director

Place: Guwahati

Date : 12th October 1987

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 31.3.87	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.	Dr. L. Krishnaswamy	Chairman-cum- -Managing Director	50 yrs	83,943.70	Tenure	M.Sc(Ag.) MBA, Ph.D	2.1.86	25	Jt. Agr. Mktg Advsr to Govt of India
2.	V.P. Singh	Financial Adviser	54 yrs	55,200.99	On deputi- -tion	B.A.B.L. (ICMA London) SAS	21.5.85	30	Jt. F.A. in BALCO Korba
3.	G.K. Dev Goswami	Marketing Manager	32 yrs	41,941.00	Regular	M.A. DCBM	15.12.82	11	Dy. Mgr. (Mktg.) STAFFED, Guwahati.
4.	L. Rahman	Sr. Accts. Manager	38 yrs	45,722.72	Regular	M.Com.	9.1.84	14	Dy. Accts. Officer STAFFED, Guwahati.
(b) Employed for part of the financial year and in receipt of remuneration not less than Rs. 3000/- per month.									
1.	K.A. Mohan Iyer	General Manager (P)	38 yrs	41,190.05	Regular	B.Tech, M.Tech, D.M.S.	4.7.86	11	Devl. Exe. with prem- -ier Econo- -misers Pvt Ltd Bombay
2.	D.B. Chakra- borty	Asstt Engin- -eer (Civil)	52 yrs	31,693.25	On deputa- -tion	Matric- -ulate L.C.E.	20.6.86	28	PWD, Trip- -pura, Govt

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.

Auditor's Report

We have audited the attached Balance Sheet of North Eastern Regional Agricultural Marketing Corporation Limited as at 31st March, 1987 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 purposes of our audit;
 - b) Proper books of account as required by law have been kept by the Head Office of the Corporation so far as appears from our examination of the books of the Head office;
 - 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's arrangement with NAFED and other State agencies for sharing profits/losses (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;
 - (ii) "Sundry Debtors, Unsecured considered good for a period exceeding six months" includes Rs. 3.50 lacs approx which on the basis of information made available to us, seems to be doubtful of recovery for which no doubtful provision has been made in books of accounts;
 - (iii) Subject to the foregoing and subject to Note-6 in the Annexure (referred to in paragraph-1) regarding internal control procedures, and subject to Note-6,7,8,15 and 18 in Schedule 17 of the accounts regarding Non-provision of Profit/loss on account of Joint Venture, non-adjustment of expenditure on account of Capital Work in progress, non provision for leave salary contribution and adjustment regarding landed cost of imported machinery (amount 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, 1987 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 : 17th September 1987

FOR N.K. DOSI & CO.
Chartered Accountants
Sd/-

(N.K. DOSI)
PROPRIETOR

Annexure to Auditor's Report

Annexure referred to in Paragraph 1 of our report to the members of NERAMAC Limited on the accounts for the year ended March 31st 1987.

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 Corporations' custody were physically verified by the management at the end of year. 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. 35,000.00 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, except a few cases, repaying the principal amount as stipulated. However, no interest has been charged during the year.
6. In our opinion and according to the information and explanations 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. 10,000.00 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 section 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.

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 record 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 a few cases, have been regularly deposited during the year with the appropriate authorities.

Place: Guwahati
Date : 17th September 1987

FOR N.K. DOSI & CO.
CHARTERED ACCOUNTANTS

Sd/-
(N.K. DOSI)
PROPRIETOR

BALANCE SHEET AS AT 31st MARCH, 1987

Schedule No.			As at 31st March 1987		As at 31st March 1986	
1	2	3	4	5	6	7
			Rs.	Rs.	Rs.	Rs.
I. Sources of Fund :						
1. Share holders fund:						
	a) Share capital	1	2,44,00,000.00		2,00,00,000.00	
	b) Share application money		-		44,00,000.00	
	c) Reserves & Surplus	2	5,21,025.50		5,21,025.50	
			<u>2,49,21,025.50</u>		<u>2,49,21,025.50</u>	
				2,49,21,025.50		2,49,21,025.50
2. Loan funds :						
	Unsecured	3	2,57,96,000.00	2,57,96,000.00	56,96,586.21	56,96,586.21
				<u>5,07,17,025.50</u>		<u>3,06,17,611.71</u>
II. Application of Fund :						
1. Fixed Assets :						
	a) Gross block	4	13,10,930.09		9,39,685.76	
	Less depreciation		4,17,068.50		3,05,483.08	
			<u>8,93,861.59</u>		<u>6,34,202.68</u>	
				8,93,861.59		6,34,202.68
	2. Capital work in progress, stores, advances & allocated Pre-operative expenses	5	-	2,10,03,877.06	-	63,53,489.60
	3. Current assets, loan & advances :					
	a) Interest accrued on Term Deposit		60,772.94		2,65,942.29	
	b) Stocks	6	11,23,668.23		9,60,904.29	
	c) Sundry debtors	7	15,75,051.00		42,59,828.13	
	d) Cash & Bank balance	8	2,50,68,842.03		1,81,80,061.05	
	e) Loans & Advances	9	12,19,888.09		4,34,727.57	
			<u>2,90,48,222.29</u>		<u>2,41,01,463.33</u>	

Less:

Current liabilities & provisions	10	<u>26,49,869.74</u>	<u>13,09,403.08</u>	
Net current assets			2,63,98,352.55	2,27,92,060.25
4. Miscellaneous expenditure (to the extent not written off or adjusted)				
i) Preliminary expenses		78,974.50		
Less written off		39,487.25	47,384.70	
ii) Profit & Loss account (as per annexed account)		<u>23,81,447.05</u>	<u>24,20,934.30</u>	<u>7,90,474.48</u>
Notes for accounts	17		<u>5,07,17,025.50</u>	<u>8,37,859.18</u>
				<u>3,06,17,611.71</u>

Schedules 1 to 17 form an integral part of Accounts.

As per Report of even date for N.K. Dosi & Co. Chartered Accountants

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

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

Sd/-
(N.K. Dosi)
Proprietor

Place: Guwahati
Date : 17th September 1987

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 1987

	Schedule No.	As at 31st March 1987	As at 31st March 1986
		Rs.	Rs.
I. INCOME :			
1. Sales	11	14,12,256.04	72,01,553.42
2. Less cost of sale	12	13,35,989.06	75,71,988.08
3. Trading profit/ loss	(+)	76,266.98	(-) 3,70,434.66
4. Other Income	13	6,64,928.49	7,75,055.77
5. Previous year adjustment		-	15,838.56
		7,41,195.47	4,20,459.67
II. EXPENDITURE			
6. Expenses	15	17,84,860.79	12,82,512.21
7. Loss on sale of vehicle		1,521.64	-
8. Preliminary expenses written off		7,897.45	7,897.45
9. Depreciation	4	1,68,037.59	1,15,343.93
10. Shortage in stock		-	2,45,219.30
11. Bad debts writtenoff		3,230.00	-
12. Expenditure for the year		19,65,547.47	16,50,972.89
Add.:			
13. Provision for doubtful advances (made in 85-86)		2,14,646.22	-
14. Prior period adjustment 14		1,51,974.35	23,32,168.04
			16,50,972.89
15. Profit & Loss before taxation		(-) 15,90,972.57	(-) 12,30,513.22
16. Taxation		-	(-) 34,236.00
17. Blance of profit/loss account brought forward		(-) 7,90,474.48	(-) 12,64,749.22
			(+) 4,74,272.74
18. Net profit/loss carried to balance sheet		(-) 23,81,447.05	(-) 7,90,474.48
Notes on accounts	17		

As per Report of even date
for N.K. Dosi & Co.
Chartered Accountants

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

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

Sd/-
(N.K. Dosi)
PROPRIETOR

Place: Guwahati
Date : 17th September 1987

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SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS ON 31ST MARCH, 1987

	As at 31st March 1987	As at 31st March 1986
	Rs.	Rs.
Schedule — 1 : Share Capital		
<i>Authorised :</i>		
50,000 equity share of Rs. 1000/- each	5,00,00,000.00	5,00,00,000.00
<i>Issued, Subscribed and Paid-up :</i>		
24,000 equity shares of Rs. 1,000/- each	2,44,00,000.00	2,00,00,000.00
	2,44,00,000.00	2,00,00,000.00
 Schedule — 2 : Reserves & Surplus		
Development fund (as per last Balance sheet)	5,21,025.50	5,21,025.50
	5,21,025.50	5,21,025.50
 Schedule — 3 : Unsecured Loan		
i) Govt. Loan (towards expenditure on schemes/programmes taken up for implementation during 1985-86 & 1986-87)	2,56,00,000.00	56,00,000.00
ii) Temporary overdraft from State Bank of India, New Guwahati Branch	-	96,586.21
iii) Interest accrued & due	1,96,000.00	-
	2,57,96,000.00	56,96,586.21

Schedule — 4 : Fixed Assets

Particulars	Rate of depreciation	Cost as on 31st March 1986	Additions during the year	Deduction during the year	Cost as Up to 31st March '87	Adjustment for sale	Total up to 31st March '87	As at 31st March '87	As at 31st March '86
a) Vehicles	20%	460773.11	317146.99	95864.81	682055.29	56452.17	241932.61	440122.68	272418.99
b) Air conditioners	15%	67867.43	-	-	67867.43	-	28726.11	39141.32	46048.61
c) Office equipments	15%	89033.92	19666.84	-	108700.76	-	40524.56	68176.20	60540.45
d) Furniture & fixture	10%	319830.66	121042.71	-	440873.37	-	103284.30	337589.07	254056.26
e) Electrical equipments	15%	2180.64	1302.60	-	3483.24	-	1408.42	2074.82	1138.37
f) Juice dispenser	15%	-	7950.00	-	7950.00	-	1192.50	6757.50	-
Total		939685.76	467109.14	95864.81	1310930.09	56452.17	417068.50	893861.59	634202.68
Total for previous yr		541066.15	398619.61	-	939685.76	-	305483.08	634202.68	-

Schedule — 5 : Capital Work in Progress, Stores, Advances and Allocated Pre-Operative Expenses

	As at 31st March 1987		As at 31st March 1986	
	Rs.	Rs.	Rs.	Rs.
A. Capital Work in Progress :				
I. Payment to M/s Vulcan Laval Ltd.				
a) Indigeneous Machinery	59,52,996.80			
b) Imported Machinery	71,45,896.42			
c) Erection charges	40,000.00	1,31,38,893.22		23,42,246.03
II. Deep tube well		3,62,560.00		
III. Generator		1,04,271.69		
IV. Civil Works: Architecture cum civil consul- tancy fees (NEITCO)		1,05,067.60		
B. Capital Stores:				
a) Steel	12,71,718.02			
b) Cement	6,28,750.93			
c) G.C.I. Shent	99,747.37			
d) Insert plat	5,085.17			
e) Tarpaulin	10,111.30			
f) Empty barrel	260.00	20,15,672.79		11,44,348.20
C. Pre-Operative Expenses Allocated to				
Fixed Assets/Capital Work in Progress :				
Balance brought forward		3,56,954.27	36,294.85	
a) Travelling allowance	15,067.80		29,334.44	
b) Consultancy fees	9,075.00		79,711.60	
c) Pay & allowances	1,11,428.17		26,122.55	
d) Wages	13,785.00		8,051.00	
e) Vehicles Upkeepment	14,634.27		5,139.10	

f) Printing & Stationery	4,632.17		1,307.22
g) Postage & Telegram	2,225.40		518.70
h) Electrical fitting	2,520.70		438.86
i) Books & Periodicals	2,420.75		629.10
j) Rent	6,900.00		2,350.00 10,800.00
k) Misc expenses	2,732.92		4,446.68
l) Entertainment expenses	1,791.40		-
m) Interest on loan	8,07,836.00		68,283.10
n) Telephone & Telex	2,043.32		-
o) Interest accrued on TDR	14,571.84		-
p) Bank charges	5.00		-
q) Foundation stone laying ceremony	1,014.50		16,987.40
r) Freight	150.00		-
s) P.O.L.	42,443.14		-
t) Advertisement	-		66,639.67
	<u>10,55,277.38</u>		<u>3,56,954.27</u>

Less : Transfer to capital works in progress (NEITCO) 79,711.60 9,75,565.78 - 3,56,954.27

D. Capital in Advance (Net) :

(Unsecured, considered good)

a) M/s Vulcan Laval Ltd. Less \$ 30% advance realised	23,80,000.00 <u>17,85,947.30</u>	5,94,052.70	17,26,997.10
b) M/s NBCC Ltd. I. Mobilisation advance II. Adhoc payment made to NBCC against pending bill	7,19,000.00 <u>25,42,895.01</u>	32,61,895.01	7,19,000.00
c) M/s NEITCO (ad hoc payment)		25,000.00	-
d) Advance for industrial power-line to Tripura Elec. Board		63,944.00	63,944.00
Total	<u>2,10,03,877.06</u>		<u>63,53,489.60</u>

Schedule — 6 : Stocks

Description	Unit of Qty	As at 31st March 1987				As at 31st March 1986			
		Qty.	Rate	Value	Qty.	Rate	Value	Value	
1. OTS Cans (A 2 1/2 size)	Pcs	1,17,520	3.25	3,81,940.00	1,42,120	3.25	4,61,890.00		
2. Tall cans	Pcs	2,000	0.50(rusted)	1,000.00	1,000	2.38	2,380.00		
3. Cartons (Inset)	Pcs	-	-	-	635	11.44	7,264.40		
4. Label	Pcs	44,600	178.00	7,938.80	44,600	0.178	7,938.80		
5. Carboy	Pcs	996	140.00	1,39,440.00	996	140.00	1,39,440.00		
6. Inset for cartons	Pcs	-	-	-	290	1.06	307.40		
7. Citronella oil	Kg	4,522.05	115.92	5,24,223.33	3,040.37	102.65	3,12,121.09		
8. Cotton seed	Qtls.	-	-	-	117.30	252.03	29,562.60		
9. Cashewnuts	Kg	300.00	92.00	27,600.00	-	-	-		
10. Onion	Kg	2,581.50	1.31	3,381.76	-	-	-		
11. Coconut	Pcs	16,301	2.34	38,144.34	-	-	-		
				11,23,668.23			9,60,904.29		

N.B. : Stock has been valued at cost price or market price whichever ever is lower. Stock has been taken, valued and certified by the Management.

Schedule — 7 : Sundry Debtors

	As at 31st March '87	As at 31st March '86
	Rs. P.	Rs. P.
A. Sundry Debtors:		
(Unsecured, considered good)		
i) Debts outstanding for a period exceeding six months but less than one year	17,928.61	9,52,170.22
ii) Debts outstanding for period exceeding one year but less than two years	7,56,202.43	3,81,948.17
iii) Debts outstanding for a period exceeding two year but less than three years.	7,79,949.96	-
	<u>15,54,081.00</u>	<u>13,34,118.39</u>
B. Other debts	20,970.00	29,25,709.74
	<u>15,75,051.00</u>	<u>42,59,828.13</u>
C. Debts due from Companies/Firms/ other parties in which Director of the Corporation are interested:		
i) Bihar Fruit & Vegetables Development Corporation Ltd., Bihar (maximum amount due of any time during the year Rs. 3,49,902.00)	—	3,49,902.00

Schedule — 8 : Cash & Bank Balance

	As at 31st March '87	As at 31st March '86
	Rs.	Rs.
A. Cash Balance in Hand :		
Cash & Cheque in hand	15,027.00	-
Imprest cash	7,537.40	13,438.60
Cash at branch	20,222.21	3,387.56
Postage in hand	340.70	116.05
Imprest with Sri S. Murali & S.N. Bhat (employee)	210.95	-
B. With Schedule Banks :		
a) State Bank of India		
New Guwahati branch in Current A/c	3,55,386.57	-
Agartala branch, Tripura in SB A/c	1,29,955.53	3,25,261.38
Dhakuria branch, Calcutta in SB A/c	1,18,504.27	31,573.53
Digboi branch, Digboi in Current A/c	-	25,495.95
Haflong branch, Haflong in Current A/c	604.00	604.00
Mahur branch, Mahur in Current A/c	3,940.10	3,940.10
New Guwahati branch in Short Term Deposit Account	-	97,80,000.00
b) United Bank of India		
Agartala branch in Current A/c I	11,39,518.85	-
-do- II	490.00	500.00
G.S. Road branch in SB A/c	2,24,865.51	2,22,840.45
G.S. Road branch in Short Term Deposit	10,56,640.00	36,02,375.00
Agartala branch in Short Term Deposit	1,60,000.00	21,69,912.00
Guwahati branch in Short Term Deposit	25,20,000.00	-
c) Indian Bank		
Fancy Bazar branch in Short Term Deposit	1,65,48,426.83	20,00,616.43
In Current Account	14,70,086.46	-
Digboi branch, Digboi in Current A/c	95,109.85	-
Shillong branch, Shillong in Current A/c	47,951.00	-
Dimapur branch, Dimapur in Current A/c	4,289.95	-
d) Punjab National Bank		
Zoo Road branch in Short Term Deposit	10,00,000.00	-
e) Vijaya Bank, Imphal		
branch, Imphal in Current A/c	1,49,734.85	-
	2,50,68,842.03	1,81,80,061.05

Schedule — 9 : Loans & Advances

	As at 31st March '87	As at 31st March '86
	Rs.	Rs.
(Recoverable in cash or kind or for value to be received).		
A. Unsecured : Considered Goods		
i) Advances	8,82,580.05	3,15,814.38
ii) T.A. advance to employees (including CMD's for Rs. 5,729.00)	54,402.45	26,131.60
	7,000.00	776.00
iii) Advances to staff	1,07,764.25	91,664.25
iv) Deposits	341.34	341.34
v) Bank suspenses		
vi) Advance payment to Corporation Tax	6,57,425.00	6,57,425.00
Less : Provision for Taxation	6,57,425.00	-
vii) Payment to Corporation tax (under revision)	1,67,800.00	
B. Advances :		
Unsecured: Considered doubtful	2,14,646.22	
Less: Provision for doubtful advances	2,14,646.22	
	<u>12,19,888.09</u>	<u>4,34,727.57</u>

Schedule — 10 : Current Liabilities & Provisions

	As at	
	31st March '87	31st March '86
	Rs. p.	Rs. p.
Current Liabilities :		
a) Sundry creditors	9,34,371.78	6,33,309.11
b) Other liabilities	3,79,681.06	
c) Interest accrued but not due on loans	<u>7,23,529.00</u>	
	11,03,210.06	4,14,559.87
d) Security deposits	3,800.00	57,200.00
e) Provision for taxation	6,57,425.00	6,57,425.00
Less: Advance Tax paid	<u>6,57,425.00</u>	<u>6,57,425.00</u>
	-	-
f) Retention Money	6,08,487.90	2,04,334.10
	<u>26,49,869.74</u>	<u>13,09,403.08</u>

Schedule — 11 : Sales

Commodities	Unit of Qty.	As at 31st Quantity	March '87 Value	As at 31st March '86	
				Quantity	Value
			Rs.		Rs.
1. Pineapple	MT	-	-	37,205	53,249.00
2. OTS cans (A2 1/2 size)	Pcs	42,840	1,59,400.05	4,04,100	14,47,281.94
3. Tall cans	Pcs	4,279	11,767.25	24,000	71,650.00
4. Cartons	Pcs	-	-	9,000	1,03,989.60
5. Label	Pcs	-	-	4,04,400	77,632.52
6. Sugar	MT	-	-	48.10	2,31,325.00
7. Green Ginger	MT	-	-	22.11	31,947.18
8. Coconut	Pcs	13,846	41,092.50	67,155	3,69,132.50
9. Pineapple Juice	MT	-	-	0.42	2,226.00
10. Mustard seeds	MT	-	-	466.34	22,54,202.60
11. Dhania	Kg	-	-	39.00	321.75
12. Tezpat	Kg	-	-	1488	2,028.60
13. Arahara	MT	-	-	266.47	7,75,110.66
14. Castor seeds	MT	-	-	50.78	1,04,119.50
15. Lin seeds	MT	-	-	95.14	4,09,677.60
16. Peas	MT	-	-	29.10	1,06,620.00
17. Gunny bags	Pcs	-	-	138	552.00
18. Black gram	MT	-	-	93.05	3,08,591.52
19. Ground nut	MT	-	-	7.56	63,882.00
20. Citronella oil	Kg	6,529.85	7,82,842.86	6180.20	6,38,197.65
21. Banana	Pcs	-	-	7160	97,222.00
22. M. Oil	Lt	-	-	200	8,722.50
23. Pineapple, orange squash	Pcs	-	-	4964	43,871.30
24. Cotton seed	Qtls	116.15	13,938.00	-	-
25. Vegetables	-	-	77,228.34	-	-
26. Cashew nuts	Kg	27862	2,39,412.05	-	-
27. Coconut seednuts	Pcs	19762	1,31,691.70	-	-
28. Onion	Kg	9085	24,432.89	-	-
29. Sales Return :			14,81,805.64		72,01,553.42
a) Tall cans 5279 Rs.					
b) OTS cans 18240 Rs.					
			69,549.60		-
			14,12,256.04		72,01,553.42

Schedule — 12 Cost of Sales

	As at 31st March '87		As at 31st March '86	
	Rs.	Rs.	Rs.	Rs.
Opening stock (as per annexure A)	9,60,904.29		29,57,114.95	
Less stock of 11,250 nos gunny bags for self consumption	-		67,500.00	28,89,614.95
Purchases (as per Annexure B)	14,02,774.55		57,40,714.38	
Less returns	-		66,150.00	
Freight & Handling	82,694.65			56,74,564.38
Cost of drums	11,245.00			1,11,426.61
Octroi duty	6,935.20			32,877.33
Entry Tax	-			817.40
Cost of gunny bags (utilized)	2,368.00			1,311.00
		24,66,921.69		67,500.00
Less :				87,78,111.67
Closing stock (at cost or market price whichever is lower) as per Schedule 6	11,23,668.23		9,60,904.29	
Stock adjustment (cartons)	7,264.40		-	
Stock found short (as per Schedule 16)	-		2,45,219.30	
		11,30,932.63		12,06,123.59
		13,35,989.06		75,71,988.08

Note: Shortages found in stock has been adjusted with the closing stock. No separate adjustment has been made for the stock shortages as done in the previous year.

Annexure 'A' to Schedule-12 : Opening Stock

Description	Unit of Qty.	As at 31st March '87			As at 31st March '86		
		Qty	Rate	Value	Qty	Rate	Value
1. OTS Cans (A2 1/2 Size)	Pcs	1,42,120	3.25	4,61,890.00	1,12,320	3.00	3,36,960.00
2. Tall cans	Pcs	1,000	2.38	2,380.00	25,000	2.38	59,500.00
3. Cartons	Pcs	635	11.44	7,264.40	635	13.25	8,413.75
4. Label	Pcs	44,600	0.178	7,938.80	5,000	0.16	800.00
5. Carboys	Pcs	996	140.00	1,39,440.00	996	140.00	1,39,440.00
6. Insets for cartons	Pcs	290	1.06	307.40	390	1.06	413.40
7. Sugar	MT	-	-	-	148.10	3941.82	1,89,602.02
8. Green Ginger	MT	-	-	-	21.72	-	33,302.78
9. Pineapple juice	MT	-	-	-	3.60	4506.25	16,221.42
10. Mustard Seeds	MT	-	-	-	399.04	-	19,33,773.13
11. Dhania	Kg	-	-	-	40	7.50	300.00
12. Arahar	MT	-	-	-	12.50	3013.78	37,672.25
13. Tezpatta	Kg	-	-	-	804	0.40	721.60
14. Lin Seeds	MT	-	-	-	11	3965.50	43,620.50
15. Turmeric	Kg	-	-	-	74	1.25	92.50
16. Castor Seeds	MT	-	-	-	11	4017.00	44,187.00
17. Mator	MT	-	-	-	11	3316.60	36,482.60
18. Gunny bags	Pcs	-	-	-	12,602	6.00	75,612.00
19. Citronella oil	Kg	1,349.75	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	252.05	29,562.60	-	-	-
				<u>9,60,904.29</u>			<u>29,57,114.95</u>
				Stock of ginger found short in 1984-85			40,887.00
				Less: Provision for loss			<u>40,887.00</u>

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

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Annexure 'B' to Schedule-12 : Purchase

Commodity	Unit of Qty	As at 31st March '87		As at 31st March '86	
		Qty.	Value	Qty.	Value
1. OTS Cans (A2 1/2 size)	Pcs	-	-	4,35,800	16,15,484.00
2. Cartons	Pcs	-	-	9,000	1,02,960.00
3. Labels	Pcs	-	-	4,44,000	77,637.20
4. Mustard seeds	MT	-	-	84.63	4,05,900.20
5. Peas	MT	-	-	18.10	62,984.00
6. Arhar	MT	-	-	258.70	8,63,533.14
7. Coconut	Pcs	33985	74,650.50	67115	3,22,152.00
8. Castor seeds	MT	-	-	43.60	1,84,155.39
9. Lin seeds	MT	-	-	96.58	4,25,011.25
10. Ginger	MT	-	-	2.56	2,560.00
11. Banana	Pcs	-	-	7160	84,083.00
12. Black gram	MT	-	-	92.70	5,09,850.00
13. Cotton seeds	MT	-	-	11.73	29,562.60
14. Ground Nut	MT	-	-	7.25	40,792.50
15. Pineapple	MT	-	-	37.20	40,301.00
16. Citronella oil	Kg	8074.975	9,08,831.22	9790.15	9,24,025.47
17. M. oil	Lt	-	-	200.00	8,597.50
18. Pineapple orange Sq.	Pcs	-	-	4964	41,125.13
19. Cashew Nut	Kg	28,094.90	2,03,907.83	-	-
20. Vegetables	Kg	-	73,949.30	-	-
21. Onion	Qtls	150	19,625.00	-	-
22. Coconut seednuts	Pcs	19762	1,21,810.70	-	-
			<u>14,02,774.55</u>		<u>57,40,714.38</u>

Schedule — 13 : Other Income

	As at 31st March 1987	As at 31st March '86
	Rs.	Rs.
1. Interest from Bank	6,48,808.64	5,16,628.64
2. Guest house rent (cash basis)	10,562.25	685.00
3. Interest from others	-	2,06,942.56
4. Commission & Brokerage	479.95	45,019.67
5. Insurance claim (cash basis)	-	1,621.00
6. Miscellaneous Income	3,077.70	4,158.90
7. Profit on joint venture A/C	1,999.95	-
	<u>6,64,928.49</u>	<u>7,75,055.77</u>

Schedule — 14 : Prior Period Adjustment

	As at 31st March '87		As at 31st March '86	
I.			1,09,504.00	
a) Sales	-	-	1,762.94	
b) Other Income	1,994.29	1,994.29		1,11,266.94
	<u> </u>		<u> </u>	
II. Expenses :				
a) Advertisement	-	-	1,250.00	
b) Vehicle upkeepment	-	-	18,221.75	
c) Handling charges	36,206.25	-	-	
d) T.A.	5,273.02	-	9,343.10	
e) Special duty allowance	4,967.71	-	-	
f) Telephone & Telex	-	-	12,222.33	
g) Purchase A/C	5,038.66	-	-	
h) Postage & Telegram	-	-	363.95	
i) Staff welfare	-	-	266.35	
j) Pay Allowance	3,277.08	-	11,272.14	
k) Bank charges	925.53	-	-	
l) (Tax) Audit Fee	-	-	4,000.00	
m) Insurance	-	-	422.20	
n) Printing & stationery	-	-	10,390.00	
o) Freight & handling	-	-	20,018.00	
p) Miscellaneous expenses	900.00	-	7,658.56	
q) Loss on consignment sale	14,469.55	-	-	
r) Rent	101.84	-	-	
s) Sale price variance adjust.	82,809.00	-	-	
	<u> </u>		<u> </u>	
		(-)1,53,968.64		95,428.38
		<u> </u>		<u> </u>
		(-)1,51,974.35		15,838.56
		<u> </u>		<u> </u>

Schedule — 15 : Expenses

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	As at 31st March 1987	As at 31st March 1986
	Rs.	Rs.
A. Establishment :		
Pay & Allowances	6,73,327.43	5,10,878.15
Wages	44,634.65	-
Employers contribution towards CPF/FP	38,387.00	27,528.00
Staff welfare	28,380.20	12,035.48
Gratuity contribution	10,699.20	2,562.30
Leave salary contribution	900.40	6,153.55
Group Insurance	1,200.00	-
Children Education Allowance (Ex-CMD)	-	1,680.00
Administrative charges towards CPF & DLI	4,572.00	1,317.00
Honorarium	1,800.00	-
	<u>8,03,900.88</u>	<u>5,62,154.48</u>
B. Administrative & Selling Expenses :		
Rent (including storage charges)	1,96,276.70	1,13,764.20
Electricity charges	5,387.20	1,644.36
Postage & Telegram	4,756.25	4,618.60
Telephone & Telex	60,488.38	28,715.05
Books & Periodicals	5,487.90	2,248.85
Licence fees	525.00	500.00
Travelling expenses (including LTC, TTA, TA & Directors TA Rs 7659.85)	3,34,657.37	1,31,933.87
Rates & Taxes	4,696.00	855.00
Insurance	40,587.24	33,859.44
Statutory Audit Fee	7,000.00	4,000.00
Storage charges	-	63,192.86
Conveyance	9,856.20	7,441.39
Miscellaneous expenses	23,470.00	3,801.17
Printing & Stationery	28,386.01	1,09,567.90
Electrical fittings	10,463.91	6,375.50
Upkeepment of vehicle	1,16,890.41	45,579.07
Membership fee	3,237.00	2,750.00
Filling & Registration fees	670.00	906.00
Tools & Implements	5,007.41	3,132.35
Water & Sanitary fittings (Zonal Offices)	9,065.62	-
Consultancy & Professional fees	15,075.00	15,600.00
Inauguration of Regional office Calcutta	-	4,396.75
Tax Audit	4,000.00	4,000.00
Liveries	3,707.64	3,073.88
Guest house maintenance	15,990.41	48,279.18
Maintenance of office building	1,000.00	-

Legal expenses	-	517.00
Advertisement	4,230.00	50,154.33
Bank charges	9,156.98	5,109.28
Entertainment expenses	26,450.88	7,341.70
Sales expenses (including wages to casual sales men)	18,532.50	-
Seminar & conference	2,500.00	11,500.00
Maintenance and servicing of office equipment	1,573.40	-
Brokerage & Commission	-	5,500.00
Cost of Beners	5,310.00	-
Cost of push cart	6,524.50	-
	<u>9,80,959.91</u>	<u>7,20,357.73</u>
Total Rs. =	<u>9,80,959.91</u>	<u>7,20,357.73</u>
	<u>17,84,860.79</u>	<u>12,82,512.21</u>
Grand Total (A+B) =	<u>17,84,860.79</u>	<u>12,82,512.21</u>

Schedule — 16 : Shortages in Stocks

Sl. Particulars	Stock as per book records as on 31st March 1987	Shortage for the year ended on 31st March 1987	Rate Value Rs. Rs.	Stock as per physical verification as on 31st March 1986	Shortage for the year ended on 31st March 1986	Rate Value Rs. Rs.
1. OTS Cans (A2 1/2 size)	1,17,520 Pcs	1,17,520 Pcs	-	1,44,020	1900 Pcs	3.25
2. Ginger	-	-	-	2.16	2.165 MT	1000.00
3. Pineapple juice	-	-	-	3.18	3.18 MT	4506.25
4. M. Seed	-	-	-	13.55	17.333 MT	3939.72
5. Dhania	-	-	-	3.77	1.00 Kg	7.50
6. Tezpatta	-	-	-	1.00	316 Kg	0.40
7. Aarahar	-	-	-	316	4.724 MT	3509.00
8. Lin seed	-	-	-	4.72	12.443 MT	4476.66
9. Turmeric	-	-	-	12.44	74 Kg	1.25
10. Castor seed	-	-	-	74	3.813 MT	4298.60
11. Insets for cartons	290 Pcs	290 Pcs	-	3.81	100 Pcs	1.06
12. Gunny bags	1.15 Qtls.	-	289.83	390 Pcs	1214 Pcs	6.00
13. Cotton seed	2000 Pcs	1.15 Qtls	-	1214 Pcs	-	-
14. Tall cans	20,139 Pcs	3838 Pcs	8980.92	-	-	-
15. Coconut	5914.20 Kg	12,100 Nowgaon 3838 Pcs	4365.83	-	-	-
16. Onion	4583.22 Kg	4,201 Tripura	7090.82	3040.37	569.575	101.90
17. Citronella oil	44600 Pcs	2581.50	-	-	-	-
18. Label	996 Pcs	4522.05	-	-	-	-
19. Carboy	300 Kg	44600 Pcs	-	-	-	-
20. Cashew Nut	300 Kg	996 Pcs	-	-	-	-
		300 Kg	20,727.40	-	-	-
			-	-	-	58,039.69
			-	-	-	2,45,219.30

Schedule — 17 : Notes on Accounts

1. Claims against the Corporation not acknowledged as Debts :-
 - a) The Income Tax authorities have raised a demand of Rs. 1,67,800/- for the assessment year 1983-84. The Corporation has filed a revision petition before the Commissioner of Income Tax where the matter is subjudice.
2. The estimated amount of contracts remaining to be executed on capital account Rs 46.29 lakhs (previous year Rs. 138.03 lakhs).
3. Contingent Liabilities not provided for :-
 - a) Penal interest for non-payment of instalment and interest of loan to Government of India (amount not ascertained).
 - b) Foreign suppliers (Secured against
pledge Term Deposits) Rs. Nil (previous year Rs.42,60,00/-)
 - c) Bank Guarantee issued by Bank against
export of pineapple product secured by
Term Deposits) Rs. Nil (previous year Rs. 1,02,375/-)
4. The fruit juice concentrate plant at Nalkata is under construction. The expenditure incurred on the plant during the year has been included in schedule-5. Pre-operative expenses allocated to capital work in progress will be allocated to building, plant and machinery etc. on completion of the project. 50% of the administrative expenses of Agartala office since July 1986 and 100% upto June 1986 have been treated as "pre-operative expenses."
5. The Corporation has been allotted approximately 9 acres of land free of cost by the Government of Tripura for the construction of Fruit Juice Concentration plant at Nalkata. The title of ownership is yet to be transferred and therefore no adjustment has been made in the books of accounts.
6. Corporation entered into arrangement with NAFED/MECOFED for joint purchase and sale of maize and tezpatta respectively. Advance at the year end was Rs. 1,44,945.86. Since disposal was made after 31.3.87, no adjustment has been made in the books of accounts during the year.
7. Payment to National Building Construction Corporation Ltd., Civil Contractor of the Corporation, against their running bills or otherwise have been accounted for as advance against capital work in progress pending finalisation and checking of the bills.
8. All materials purchase for purpose of Capital work in progress have been treated as capital stores even though a major portion of the materials purchased has been consumed. The necessary adjustment will be done in the books of accounts when the construction work of the plant will be completed.
9. The Insurance claims on account of shortages are accounted for as and when received due to uncertainty of their settlement.

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10. <u>CIF Value of Imports</u>	<u>Current Year</u>	<u>Previous Year</u>
Spare parts	-	-
Capital goods	42.90 Lakhs	2.83 Lakhs

11. Break up of expenditure on employees who are in receipt of remuneration amounting in the aggregate to Rs. 36,000.00 or more if employed for full year of Rs. 3,000.00 or more per month if employed for part of the year.

	<u>Employed for full year</u>		<u>Employed for part of the year</u>	
	<u>Current Year</u>	<u>Previous Year</u>	<u>Current Year</u>	<u>Previous Year</u>
i) No. of Employees	4	3	2	1
ii) Salaries and allowances	2,11,133.41	1,21,786.52	71,493.30	12,868.05
iii) Contribution to PF	15,675.00	8,952.00	1,390.00	1,017.00

12. Payment to and provisions for statutory auditors :

	<u>Current Year</u>	<u>Previous Year</u>
	Rs.	Rs.
As Audit-fee	7,000.00	4,000.00
In other capacity :		
Tax Audit-fee	4,000.00	-
Total	<u>11,000.00</u>	<u>4,000.00</u>

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

	<u>Current Year</u>	<u>Previous Year</u>
	Rs.	Rs.
1. Pay & Allowances	78,165.70	13,606.54
2. Entertainment	6,000.00	1,500.00
3. Medical Benefits	1,673.04	513.15
4. C.P.F.	5,778.00	1,017.00
5. T.T.A.	14,960.00	9,824.80
6. L.T.C.	4,266.00	-
7. T.A.	80,684.74	-

14. No provision for Taxation has been made in these accounts for the current year in view of losses.

15. 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.
16. Guest house rental receipts are accounted for in books of accounts on cash basis.
17. The previous year figures have been regrouped where necessary.
18. The Corporation entered into agreement with M/s. Vulcan Laval Limited for designing, manufacturing, procuring, transporting, supplying, erecting and commissioning of plant and machineries including accessories for Rs. 146.71 lakhs. It includes cost of imported equipments and custom duty thereon. The Corporation has made payment of Rs. 71.46 lakhs on account of imported machineries including the customs duties, the difference of exchange rate both in US Dollar and Swedish Kroners between the period of opening L.C. and the period of clearing the imported materials. The necessary adjustment, limiting the landed cost of imported machinery to Rs. 62.90 lakhs (as per terms of agreement equivalent to CIF US \$ 3.20 lakhs on the date of clearance) will be done at the time of final settlement with the contractor.
- 19.A In order to provide processing facilities to the processing units operating in the NE region, NERAMAC procured export order during the year 1983-84 and 1984-85 from STC, M/s Kejriwal Enterprises and M/s Ratan Export Ltd., and allotted to the units including Frutos & Co. for production and export to U.S.S.R. 300 MT was allotted to Frutos & Co. in the year 1983-84 against which they could export only 249.19 MT and in the year 1984-85, 175 MT was allotted but the export quantity was only 52.68 MT. To achieve its objective of helping the processing unit, NERAMAC had an arrangement that unit would be supplied necessary inputs like cans, cartons, label, pineapple together with pre and post shipment cash advance subject to recovery from the export realization or cash payment on interest basis varying from 6% to 22.5% per year. Since Frutos & Co's production of pineapple product was rejected on quality ground by F.P.O. Calcutta, the export of major quantity could not take place with the result that NERAMAC has no means to effect recovery. Stock was, however, ceased by NERAMAC and some amount was recovered leaving a balance of Rs. 2.20 lakhs as on 31.3.86. During the year 1986-87 some amount was realized and still a balance of Rs. 1,93,998.72 is outstanding. The Corporation has served lawyer notice and case is to be filed against the party.
- B 4140.60 Kg. Citronella Oil valued at Rs. 5,16,746.88 was supplied to M/s. Hindustan Lever Ltd., Bombay. Out of the amount, a sum of Rs. 36,200.88 has been deducted by party on account of quality and moisture content. The matter has been taken up with the party for payment of the amount.
- C In Schedule 17 annexed to the Annual Account 1985-86 vide item 7, it was shown that a sum of Rs. 2,06,693.51 advanced to Tripura Apex Marketing Cooperative Society was outstanding. The matter was taken up with the Government of Tripura. The Government of Tripura is of the view that the entire responsibility of the loss is of the NERAMAC as NERAMAC failed to lift the ginger consignment from

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Dharmanagar and market it at terminal markets. Again Government of Tripura has demanded that the society should get the actual sales proceeds on the basis of the prevailing market price then prevailing in Calcutta. Under the above circumstances, the amount outstanding on this account has been shown as provision for doubtful advances in the accounts. Similarly a sum of Rs. 7,952.71 advance to Arunachal Pradesh Coopertive Society is also unrecoverable and provision made.

Signatures for Schedules 1 to 17.

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

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

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

Place: Guwahati
Date : 17th September 1987

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 Ltd. for the year ended 31st March 1987.

I have to state that the Comptroller and 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 Ltd. for the year ended 31st March 1987.

Place: Calcutta

Date : 20th October 1987

Sd/-
(K. Krishnan)
Member Audit Board & Ex-Officio
Director of Commercial Audit-II
Calcutta