

**REHABILITATION
PLANTATIONS
LIMITED
PUNALUR**



40th

Annual Report
2015-2016

CONTENTS

	<i>Page</i>
Board of Directors	05
Notice to Share Holders	07
Directors' Report	09
Statutory Auditors' Report	30
Balance Sheet	36
Statement of Profit & Loss	38
Notes to Financial Statements	39
Cash Flow Statement	65
Balance Sheet Abstract	67
Comments of the Comptroller and Auditor General of India	68



Rehabilitation Plantations Limited, Punalur

BOARD OF DIRECTORS

CHAIRMAN

Shri. Tom Jose, IAS

Additional Chief Secretary to Government
Labour & Skills Department,
Government Secretariat, Thiruvananthapuram

MANAGING DIRECTOR

Shri. V. V. Shajimon, IFS

DIRECTORS

Smt. Sanjeevane Kuty, IAS

Special Secretary & FA (H)
Ministry of Home Affairs, North Block
Central Secretariat, New Delhi – 110 001

Shri. K. J. Varughese IFS

Additional Principal Chief Conservator of Forests (E & TW),
Forest & Wildlife Department,
Vazhuthacaud, Thiruvananthapuram

Dr. M. Ayyappan

Chairman & Managing Director
HLL Life Care Ltd., Thiruvananthapuram.

Shri. V. Mohanan

Joint Rubber Production Commissioner
Rubber Board, P.B. No. 1122
Sub Jail Road, Kottayam – 686 002

Smt. P.K. Seethalekshmi Amma

Additional Secretary,
Labour & Skills Department,
Govt. Secretariat,
Thiruvananthapuram.

Shri. Kumar C. Pillai

Under Secretary,
Finance Department,
Government Secretariat,
Thiruvananthapuram.



AUDIT COMMITTEE

Smt. P.K. Seethalekshmi Amma (Director)	Chairperson, Audit Committee
Shri. V.V. Shajimon, IFS (Managing Director)	Member
Shri. Kumar C. Pillai (Director)	Member
Shri. V. Mohanan (Director)	Member

DEPARTMENTAL HEADS

1. Ms. Merena Varghese	Company Secretary
2. Shri. Jose Sebastian	Finance Manager
3. Shri.M.K.Vimal Raj	Manager, (Factory Complex)
4. Shri. R. Jayaprakash	Manager, Kulathupuzha Estate
5. Shri. C. Vasanthakumaran Pillai	Manager, Ayiranallur Estate
6. Smt. P.S. Sujatha	Manager (Purchase and Project)
7. Shri. B. Baburaj	Manager (Personnel & Administration)
8. Shri. Sudhir Ravunni	Deputy Manager (Co-ordination)
9. Shri. Shan Aliyar	Deputy Manager (Commercial)

Auditors

M/s Kuryan & Suseelan
Chartered Accountants
Pukadiyil Buildings,
Sastri Road, Kottayam

Bankers

Syndicate Bank
Canara Bank
State Bank of Travancore
The Federal Bank Ltd.,
Sub-Treasury, Punalur

Registered Office

Rehabilitation Plantations Ltd.
Punalur, Kollam (Dist)
Kerala, India. Pin: 691 305
CIN –U01119KL1976SGC002799

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Website: www.rplkerala.com.



REHABILITATION PLANTATIONS LIMITED

(A Joint Venture of Govt. of India & Govt. of Kerala)
Regd. Office: Punalur-691 305, Kollam Dist, Kerala, India
CIN – U01119KL1976SGC002799

NOTICE TO MEMBERS

Notice is hereby given that the 40th Annual General Meeting of Rehabilitation Plantations Limited will be held on Thursday, 29th September 2016 at 12.30 p.m. at the Registered Office of the Company at Building No. XXVI -202, Punalur - 691 305, Kollam District, Kerala to transact the following business:-

ORDINARY BUSINESS:-

1. To receive, consider, approve and adopt the audited financial statements of the Company for the financial year ended March 31, 2016, together with the Report of the Board of Directors, the Auditors report thereon and the Comments by the Accountant General (Audit), Kerala and that by the Principal Secretary (Finance), Government of Kerala.
2. To note the appointment of Auditors under Section 139 of the Companies Act, 2013 for the financial year 2016-17 made by the Comptroller and Auditor General of India

By order of the Board of Directors,

For REHABILITATION PLANTATIONS LIMITED

Sd/-
(Merena Varghese)
Company Secretary

Punalur
02/09/2016

Note:

1. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.**
2. The instrument of proxy should be deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the meeting



DIRECTORS' REPORT

To

The Members,

Your Directors have pleasure in submitting the 40th Annual Report on the business and operations of on your Company for the year ended 31st March, 2016.

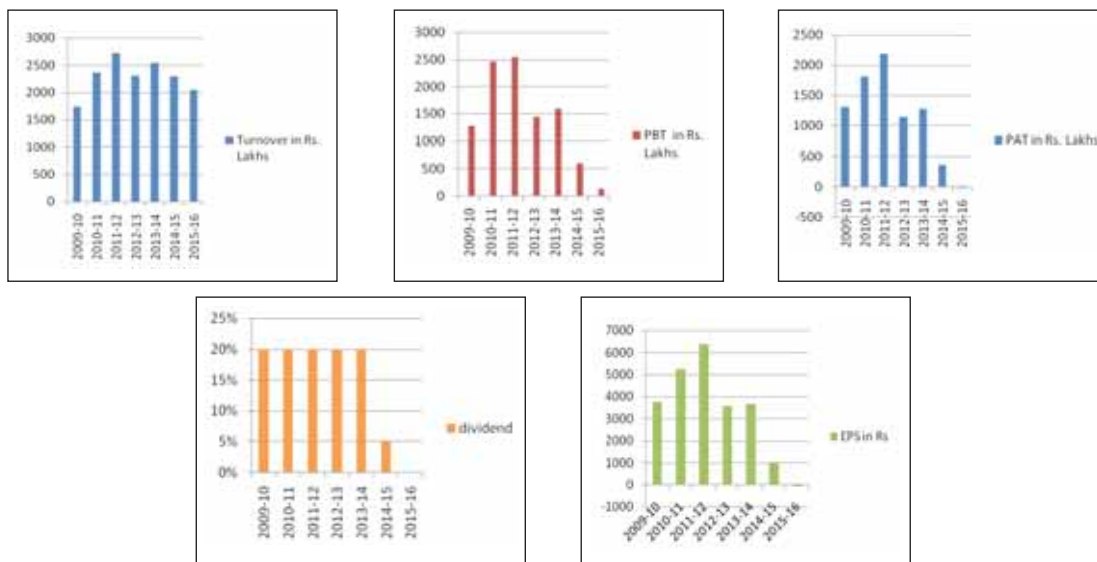
1. Operations & Business Performance

Your Company had achieved profit before tax and dividend amounting ₹ 1.27 Crores against last year's ₹ 5.92 Crores. The total factory production of rubber from the estates of the Company during the year under review was 1473 MT (in DRC) as against the previous year production of 1517 MT (in DRC). Considering the purchase of field latex and scrap rubber from outside sources for processing, total production of natural rubber in the Factory for the year 2015-16 was 1485 MT DRC as against 1524 MT DRC for the previous year. Natural Rubber production in India during the year 2015-16 was 562000 MT as against last year's 645000 MT. Your Company's position is 16th (Previous Year 14th) in the case of processing of Latex out of the 75 latex processing units in the nation and is 45th (last year 48th) in the case of Block Rubber production in India (total 66 Units).

Even though the Rubber Sheetings Factory of the Company had made profit for the last two years, during the year under review this unit was in red. It has recorded a loss of ₹ 3.61 Lakhs as against last year's loss of ₹ 9.27 lakhs. The Rubber Sheetings Factory of the Company had produced 201 MT (Previous year: 263MT) of Industrial Rubber Sheetings during the year under review and sales turnover was ₹ 93 lakhs against last year's ₹ 95 lakhs. Since the sale of these industrial sheetings has been drastically reduced, production was also controlled. Presently the Company is processing ROCASIN (Rocket case insulation) for the Vikram Sarabhai Space Centre, Thiruvananthapuram under their supervision and using their materials. Your Directors are happy to inform that for the financial year 2016-17, your Company got an order for end to end production of 14MT of ROCASIN during July 2016 and expected revenue from this new venture is ₹ 94.5 Lakhs. Some infrastructure facilities and raw material purchase are required for this production and it is expected that by September 2016, this production can be started.

Your Company had tried to purchase field rubber latex from outside sources in order to utilize the capacity of the latex Centrifuging Factory to the extent possible, but not materialized to the extent as expected. During the year, your Company had purchased 13MT (7 MT during the previous year) of dry rubber equivalent of field latex and scrap rubber from outside sources during the year under review and processed at your Factory. The performance of your Company was not upto our expectations in this area of operation.

Comparative performance of the Company during the last six years in terms of turnover, Profit before tax, profit after tax, Dividend and basic and diluted Earnings per share is given below:-



Your Company's performance during the last year was severely affected by the fall in rubber prices and for the first time since 1980, your company is in red. Various important measures are to be taken to overcome this crisis situation and your Board is especially careful about the situation and will take adequate steps in this direction.

Government of Kerala vide Order GO (MS) No. 74/2012/LBR dtd. 22/05/2012 had accorded sanction to set up a unit for the production of Ribbed Smoked Sheets (RSS) in your Company at a cost of ₹ 66 lakhs. The Hon'ble Minister for Labour and Rehabilitation, Govt. of Kerala, Shri. Shibu Baby John had laid the foundation stone for the said unit on 25/05/2012 at a function held at Factory Complex, Kulathupuzha Estate. The preliminary works for setting up the unit is going on. The Rubber Board has revised the project report and the cost of the project as per the latest revised report is ₹ 126.19 Lakh. The civil works were tendered during February 2014 and as the revised estimate exceeded the project cost approved by the Government, it has been reported to the Government for approval. Government directed to submit fresh proposal for the Building, considering the rubber price etc. it is now deferred for the time being.

2. FINANCIAL HIGHLIGHTS

Financial Results	2015-16 ₹ in Lakh	2014-15 ₹ in Lakh
Sales & other income	3028.90	3568.58
Profit Before Tax	126.72	592.26
Deferred tax (Dr)	4.61	47.43
Less: - (a) Provision for Taxation	128.00	180.14
Profit/Loss after Tax	(5.89)	364.69
Add: Amount transferred from Replanting Allowance Reserve	30.80	26.32
Less: Re-plantation Allowance	47.30	52.00
Loss	22.40	339.01
Interim Dividend paid (inclusive of dividend tax provision)		21.65
Balance carried to General Reserve	-22.40	317.36
Earnings per share (₹)	-66	985



From the Accounting Year 2006-07 onwards, the surplus on sale of old rubber trees is transferred to Profit and Loss Account instead of Capital Reserve as per the direction of the Comptroller & Auditor General of India. All direct expenses of replanting activities and a portion of the Establishment and administrative expenses attributable to the replanting activities and the expenses on account of lease rent, depreciation on vehicles used exclusively for replanting and premium to Gratuity Trust Fund under the LIC Group Insurance Scheme are capitalized and transferred to Immature Plantations proportionately. The Board of the company has decided to transfer the loss of ₹ 2239539 to the General Reserve. There were no change in the share capital of the Company during the financial year 2015-16. Wage revision for the workers in the Company were made applicable as per the Plantation Labor Committee settlement and Government Order in this regard was issued on 17/05/2016 vide Order No. G.O. (P). No. 76/2016/LBR and your Company is paying the same from November 2015 onwards vide circular dated 02/12/2015 issued by the Managing Director and the arrears were paid on getting the above mentioned Government Order.

3. EXTRACT OF ANNUAL RETURN

The extract of Annual Return, in format MGT - 9, for the Financial Year 2015-16 is enclosed as an Annexure to this report.

4. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

There were no contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act 2013 for the Financial Year 2015-16.

5. MATERIAL CHANGES AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There were no material changes / events, occurred after balance sheet date till the date of this report to be stated.

6. RISK MANAGEMENT POLICY

A risk management policy is developed and implemented by identifying the elements of risks, if any, which in the opinion of the board, may threaten the existence of the company.

7. INTERNAL FINANCIAL CONTROL

The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Companies policies, the safeguarding of its assets, prevention and detection of frauds and errors, the accuracy and completeness of accounting records and the timely preparation of reliable financial disclosures.

8. CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY

As per the Companies Act, 2013 all companies having net worth of ₹ 500 crore or more, or turnover of ₹ 1000 crore or more or a net profit of ₹ 5 crore or more during any financial year are required to constitute a Corporate Social Responsibility (CSR) Committee of the Board of Directors comprising 3 or more directors and such company should spent at least 2% of the average net profits of the company's three immediately preceding financial year. Your Company have identified a project for construction of a 50 CUMD sewage treatment plant at the Taluk Head Quarters Hospital, Punalur at an estimate of ₹ 39,00,000/- and



spent ₹ 3337861/- towards CSR activities during 2015-16 using the fund for 2014-15. The project is done through an NGO, COSTFORD (Centre of Science and Technology for Rural Development) and its inauguration was held on 01/08/2016 by the Hon'ble Minister for Labour and Excise, Shri. T. P. Ramakrishnan in the presence of Hon'ble Minister for Health, Smt. K. K. Shylaja and Hon. Minister for Forest and Wildlife Adv. K. Raju. Projects/activities for 2015-16 were identified and the Company has to spend 0.24 Crores. Due to some technical difficulties, the projects for 2015-16 was delayed. Company will be spending the full amount during the Financial Year 2016-17. The present CSR committee comprises Shri. V. V. Shajimon, IFS (Chairman), Smt. P.K. Seethalekshmi Amma and Shri. Kumar C. Pillai. The Committee is responsible for formulating and monitoring the CSR policy of the Company. Details about the CSR policy and initiatives taken by the Company on corporate social responsibility during the year is available on our website, <http://www.rplkerala.com/images/pdf/csrapolicy.pdf>. The details about the policy developed and implemented by the company are given as an Annexure to this report under Companies (Corporate Social Responsibility Policy) Rules, 2014.

9. DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORK-PLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

There was one case reported during the Financial Year under review and the enquiry was over.

10. DIRECTORS RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 134(3)© OF THE COMPANIES ACT, 2013

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- a) in the preparation of the annual accounts for the financial year ended 31st March, 2016, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2016 and of the profit /loss of the Company for that period;
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis;
- e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

11. REPLANTING ACTIVITIES

Your Company is having 2193.77 Ha of land leased out by the Forest Department, Government of Kerala. This area includes watercourses, roads, labour tenements and other infrastructure facilities. Re-planting programme is going on in a phased manner. After each year's re-planting, the area replanted is surveyed and the effective areas with rubber trees are separately marked. Re-planting at the Ayiranallur Estate is completed.



The details of re-planting is given in the following table:-

Year of re-planting	Kulathupuzha Estate		Ayiranallur Estate		Total effective area in Ha
	Total Area in Ha	Effective area in Ha	Total Area in Ha	Effective area in Ha	
2001	109.75	99.64	39.67	32.98	132.62
2002	103.40	97.92	68.13	61.16	159.08
2003	87.73	82.95	76.75	67.84	150.79
2004	60.00	51.14	65.89	63.37	114.51
2005	58.75	49.43	78.01	72.81	122.24
2006	39.05	38.08	114.17	100.37	138.45
2007	47.80	40.80	56.64	48.82	89.62
2008	79.00	64.30	44.09	37.69	101.99
2009	84.90	72.30	71.43	63.98	136.28
2010	83.98	73.88	94.50	85.75	159.63
2011	62.65	59.53	25.00	23.88	83.41
2012	125.07	113.30	34.25	34.00	147.30
2013	98.35	91.98			91.98
2014	130.50	110.75			110.75
2015	105.98	98.49			98.49
TOTAL	1276.91	1144.49	768.53	692.65	1837.14

Out of this, 2001, 2002, 2003, 2004, 2005, 2006 and 2007 plantations are matured and are under tapping. Replanting in the Ayiranallur Estate has been completed by 2012 and that in Kulathupuzha Estate is also now completed by 2016.

12. HUMAN RESOURCES

HUMAN RESOURCES DEVELOPMENT

We strongly believe that motivation and development are basics of good human resources management and it is important to assess both current and future organizational requirements for all its employees in terms of their skills/technical abilities, competencies, flexibility etc. to attain or upgrade the skills and attitudes of employees at all levels in order to maximize the effectiveness of the organization. Your Company has arranged internal as well as external training programme for its employees. During the year under review 11 training programs (194 participants) were conducted internally and your employees attended about 16 external training programs (32 employees participated) also.

Industrial relations

Relations with the employees continued to be cordial throughout the year. Your Directors are happy to place on record the appreciation of the efforts, dedication and active participation of the employees in various initiatives of the Company. There was a state wide general strike by the plantation workers demanding wage hike during the year under review which caused production loss of 16 working days.



13. Market Trends & Prospects

Average annual price of cenex in the domestic market as per the statistics provided by the Rubber Board was ₹ 147.13 per Kg as against last year's ₹ 157.44 per Kg. RSS 4 price was ₹ 113.06 per Kg against last year's ₹132.57 per Kg. Average annual price for ISNR 20 during the year under review was ₹100.42 per Kg and that for previous year was ₹ 114.40. As all of us are aware, the price of natural rubber is going down day by day and there is fall of about 30% compared to 2013-14 average price of RSS 4. It is a very alarming situation and your company is trying to overcome this by exploring the avenues for diversification. Natural rubber consumption in India has been reduced to 994415 MT compared to last year's 1020910 MT. World consumption of natural rubber has been increased 12167000 MT compared to last year's 12137000 MT). As per the information received from the Rubber Board, production of Ribbed Smoked Sheets in India has been reduced from last year's 451090 MT to 375495 MT and consumption also reduced, i.e. from 518440 MT to 459570 MT during the year under review. Import of RSS sheets (105,210 MT during 2015-16 and 122680MT during 2014-15) and Cenex (7530 MT against 9385 MT last year) during the period was also showing a comparative reduction but the import of ISNR (344,150 MT during 2015-16) increased compared to last year i.e. against 309,615 MT during 2014-15.

14. DIVIDEND

Total paid up capital of your Company is ₹ 3,39,27,000. 40% shares are held by Government of India and 60% by Government of Kerala. Considering the financial position of the Company no dividend is recommended by your Directors for the financial year 2015-16.

15. DIRECTORS

The nominations of Jaideep Govind, IAS, Shri. George John, Shri. Harikumar P. and P. G. Salim Kumar as Directors of the Company were withdrawn by the respective Governments on their retirement/transfer. The Board takes this opportunity to place on record its sincere appreciation on the valuable services rendered by them as Directors of the Company during their tenure by giving proper advice in the policy matters of the Company. Details of Directors and changes thereon during the year under review to the date of report is given as Annexure : B during the year under review to the date of report is given as Annexure : B

Committees of the Board

Currently, the Board has 3 committees: the audit committee, the Corporate Social Responsibility Committee and the Re-planting Monitoring Committee. The composition of the Committees are as follows:-

Sl. No.	Name of the Committee	Composition of the Committee
1.	Audit Committee	Smt. P. K. Seethalekshmi Amma (Chairperson) Shri. V. V. Shajimon, IFS Shri. V. Mohanan Shri. Kumar C. Pillai
2.	Corporate Social Responsibility Committee	Shri. V. V. Shajimon, IFS (Chairman) Smt. P. K. Seethalekshmi Amma Shri. Kumar C. Pillai
3.	Re-planting Monitoring Committee	Shri. V. Mohanan (Chairman) Shri. V. V. Shajimon, IFS Shri. Kumar C. Pillai



Board Meeting & Committee meeting details

Details of Board and committee meetings held during the Financial Year 2015-16 are as follows:-

Date of board meeting	Directors present	Directors absent
15/05/2015	Shri. Tom Jose, IAS Smt. Sanjeevane Kuty, IAS Shri. V. V. Shajimon, IFS Shri. P. G. Salimkumar Shri. P. Harikumar Shri. Kumar C. Pillai	Shri. K. J. Varughese, IFS Dr. M. Ayyappan
31/08/2015	Shri. Tom Jose, IAS Shri. Jaideep Govind, IAS Shri. V. V. Shajimon, IFS Shri. P. Harikumar Shri. P. G. Salim Kumar, Shri. Kumar C. Pillai	Smt. Sanjeevane Kuty, IAS Shri. K. J. Varughese, IFS Dr. M. Ayyappan
19/11/2015	Shri. Tom Jose, IAS Shri. K. J. Varughese, IFS Shri. V. V. Shajimon, IFS Dr. M. Ayyappan Shri. P. Harikumar	Smt. Sanjeevane Kuty, IAS Shri. Jaideep Govind IAS Shri. P. G. Salim Kumar, Shri. Kumar C. Pillai.
14/03/2016	Shri. Tom Jose, IAS Shri. V. V. Shajimon, IFS Shri. P. Harikumar Shri. Kumar C. Pillai	Smt. Sanjeevane Kuty, IAS Shri. K. J. Varughese, IFS, Dr. M. Ayyappan, Shri. V. Mohanan,

Date of Audit Committee meeting	Directors present	Directors absent
12/05/2015	Shri. P. Harikumar Shri. V. V. Shajimon, IFS Shri. P. G. Salim Kumar, Shri. Kumar C. Pillai (By invitation)	Shri. George John
26/06/2015	Shri. P. Harikumar Shri. V. V. Shajimon, IFS Shri. P. G. Salim Kumar, Shri. Kumar C. Pillai	Nil
04/08/2015	Shri. P. Harikumar Shri. V. V. Shajimon, IFS Shri. P. G. Salim Kumar, Shri. Kumar C. Pillai	Nil



Date of Re-planting Monitoring Committee meeting	Directors present	Directors absent
26/06/2015	Shri. P. G. Salim Kumar, Shri. V. V. Shajimon, IFS Shri. Kumar C. Pillai	Nil
29/03/2016	Shri. V. Mohanan Shri. V. V. Shajimon, IFS Shri. Kumar C. Pillai	Nil

Date of Corporate Social Responsibility Committee meeting	Directors present	Directors absent
26/06/2015	Shri. V. V. Shajimon, IFS (chairman) Shri. P. Harikumar Shri. Kumar C. Pillai	Nil
19/08/2015	Shri. V. V. Shajimon, IFS (chairman) Shri. P. Harikumar Shri. Kumar C. Pillai	Nil
14/10/2015	Shri. V. V. Shajimon, IFS (chairman) Shri. P. Harikumar Shri. Kumar C. Pillai	Nil
08/03/2016	Shri. V. V. Shajimon, IFS (chairman) Shri. P. Harikumar Shri. Kumar C. Pillai	Nil

16. TAXATION

The Agricultural Income Tax (AIT) assessment has been completed up to assessment year 2013-14. Appeals filed against the assessments are pending with various authorities for Assessment Years 2001-02 onwards.

The Agricultural Income Tax Authorities has reopened the earlier assessments on the ground that there were escaped incomes in respect of replanting expenses allowed. The disputed taxes was remitted by your Company to avoid liability if any in future. Disputed tax and interest comes to ₹ 15,38,83,353. The Assessment of Central Income Tax of the Company has been completed up to the Assessment year 2013-14.

Appeals filed against the assessments are pending with various authorities in the case of Assessment Years 1999-2000, 2000-01, 2002-03 to 2013-14.

Disputed tax and interest comes to ₹ 17,75,40,406/-.

Your Company had remitted/adjusted the disputed taxes to avoid future liability if any arise on final verdict.



The Hon. High Court has dismissed the cases upholding the decision of the Income Tax Appellate Tribunal vide order dt.21/02/2012 in the case of Assessment years 2004-05 to 2006-07. The appeals before the Hon'ble Supreme Court of India against the order of the Hon. High court were dismissed and based on legal opinion, Company had filed a review petition before the Hon. High Court of Kerala. The Hon. High Court dismissed the review petition and orders issued. The legal advisors of the Company advised the Company to file rectification petition before the assessing authority on the basis of the original order of the High Court and the Company filed rectification petition for the Assessment years 2004-05, 2005-06 and 2006-07. Total Income Tax amount in respect of above assessment years for the disallowance of replanting expenses is ₹ 76,95,521/-. Against the order of the Income Tax Appellate Tribunal disallowing the replanting expenses and other issues for the Assessment Year 2007-08, the Company has filed appeal before the Hon'ble High Court of Kerala. As the appeals are pending, provision is not given in the accounts towards these amounts.

17. AUDIT COMMITTEE

The Board of Directors of your Company has constituted an Audit Committee of the Company on 27/02/2009 in accordance with the circular issued by the Government of Kerala (Circular No. 13883/BPE.2/08/Plg. Dt. 15/11/2008) and the meetings are convened in accordance with the relevant provisions of the Act and Rules .

18. AUDIT

The audit of the accounts of the Company for the year 2015-16 has been carried out by M/s. Kuryan & Suseelan, Chartered Accountants, Kottayam.

19. Particulars of employees required under Section 197(12) of the Companies Act, 2013

None of the employees of the Company is coming under the purview of Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

20. Particulars regarding technology absorption, conservation of energy and foreign exchange earnings and outgo required under section 134(3)(m) of the Companies Act, 2013

Information required to be disclosed in terms of Section 134 (3)(m) of the Companies Act, 2013, read with Companies (Accounts) Rules, 2014 and also forming part of this report is given in the enclosed Annexure : A.

21. Significant/material orders passed by the regulators or courts or tribunal

There are no significant/material orders passed by the Regulators or Courts or Tribunals impacting the going concern status of your Company and its operations in future.

22. General

- a) Your Company has not issued equity shares with differential rights as to dividend, voting or otherwise; and



- b) Your Company has not issued sweat equity shares and does not have any Employees Stock Option Scheme for its employees/Directors.
- c) No cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013
- 23.** Your Company has engaged the KITCO as consultants for the preparation of Corporate Plan 2022 including a five year business plan and vision document 2026. The idea is mainly to take the company forward to become a ₹ 500 Crore turnover organization by 2026. Without effectively taking up projects in the forward integration line by making value added products, this objective cannot be achieved. So the Consultants requires micro and macro level analysis of existing Company environment, detailed study of rubber product market including its future scope, very detailed study of the market potential of different products and to recommend viable and feasible projects of different products manufacturing to achieve this goal. The recommendation should contain very clear schedules for effective implementation with annual plans. KITCO has submitted draft report with proposals for various projects. Among the shortlisted projects for first phase, High tech nurseries- (Poly house), Enhancing land productivity by intercropping, cultivation of fodder crops were already started. Farm tourism & letting out of Inspection Bungalow are about to begin. Regarding Master batch/Compound preparation using existing facilities at RSF, your company is one step ahead by receiving orders for the supply of Rocket Insulation Sheet (ROCASIN) for VSSC. For accommodating Goat farm in the leased forest land, your company is awaiting sanction from the Government to amend lease deed.

Regarding the second phase Projects shortlisted, viz., manufacture of Tread rubber, Heat resistant latex thread, medical gloves & tufted coir mats, 202nd Board Meeting has observed that since the implementation of any of these Projects requires investment of ₹ 10 crores or above and present financial position of the Company does not warrant such investments decision on these Projects be reserved for better times.

24. Acknowledgement

Your Directors would like to thank the Government of India, the Government of Kerala, the Kerala Forest Department, Rubber Board, Bankers, Customers, Agents, Suppliers and all Employees of the Company.

On Behalf of the Board of Directors

Sd/-
(TOM JOSE, IAS)
CHAIRMAN

(DIN : 01971467)

30th August 2016



ANNEXURES TO THE BOARD'S REPORT

ANNEXURE - 1

Information required to be disclosed in terms of Section 134 (3) (m) of the Companies Act, 2013, read with Companies (Accounts) Rules, 2014

1. CONSERVATION OF ENERGY

The Company has adopted various steps to conserve energy and has taken several measures including regular monitoring of consumption and improved maintenance of operations. The particulars regarding the consumption of energy are given below:-

	2015-16	2014-15
Electricity		
a. Purchased:		
Units (KWH)	570966	490026
Total amount (₹)	4238860	3685866
Rate/ Unit (₹)	7.42	7.52
b. Own Generation through diesel generator:-		
Units (KWH)	33056	38944
Unit per liter of diesel	1.83	1.65
Cost of diesel per KWH (₹)	28.08	35.95

2. TECHNOLOGY ABSORPTION, ADAPTION AND INNOVATION

Not Applicable

3. FOREIGN EXCHANGE EARNINGS & OUTGO

a) Foreign Exchange Earnings in FOB value (₹)	Nil
b) Foreign exchange out go (₹)	18,86,826
c) Others (₹)	Nil

**ANNEXURES TO THE BOARD'S REPORT****ANNEXURE - 2****Annual Report on CSR Activities
(Pursuant to section 135 of the Companies Act, 2013)**

1. A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs

Our CSR policy is intended to make obvious care for the community by focusing on health care, education, environment sustainability including water conservation. The projects undertaken will be in accordance with Schedule VII of the Companies Act, 2013. During 2014-15, we have identified and is implementing the construction of a 50 CUMD sewage treatment plant at the Taluk Head Quarters hospital, Punalur at an estimated cost of ₹ 39 Lakhs. All works were completed and inauguration was held on 01/08/2016. For the year 2015-16, 7 projects were identified and it was decided to implement these projects by the Company itself. Due to some technical issues, the implementation was delayed. The details of CSR policy and projects are available on the website of the Company.

2. The Composition of the CSR Committee:

We have a CSR Committee comprising of Shri. V. V. Shajimon, IFS, Chairman of the Committee, Smt. P.K. Seethalekshmi Amma and Shri. Kumar C. Pillai

3. Average net profit of the company for last three financial years: ₹ 12.06 Crores
4. Prescribed CSR Expenditure (two per cent of the amount as in item 3 above) : ₹ 24.13 Lakhs
5. Details of CSR spent during the financial year: ₹ 33.38 lakhs
 - a. Total amount to be spent for the financial year 2014-15 - ₹ 37.08 Lakhs
 - b. Amount unspent, if any for the financial year 2014-15- ₹ 3.7 Lakhs
 - c. Total amount to be spent for the financial year 2015-16 - ₹24.12 Lakhs
 - d. Amount unspent, if any for the financial year 2015-16 - ₹ 24.12 Lakhs
 - e. Manner in which the amount spent during the financial year: attached

6. In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report: The project identified for 2014-15 is construction of a 50 CUMD sewage treatment plant at Taluk Head Quarters Hospital, Punalur and the work is completed and inaugurated on 01/08/2016. Regarding the 7 projects using the CSR fund for 2015-16, it is expected that the works will be completed by 31/12/2016.

7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and Policy of the company:-

We hereby declare that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the Company.

Sd/-

V. V. Shajimon, IFS
Managing Director /Chairman CSR Committee

Sd/-

P. K. Seethalekshmi Amma
Director/Member CSR Committee

Punalur
30th August 2016



5©(i) MANNER IN WHICH THE AMOUNT SPENT DURING THE FINANCIAL YEAR 2015-16 RELATING TO CSR FUND 2014-15

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S.No	CSR project/ activity identified	Sector in which the Project is covered	Projects or programs(1) Local area or other(2) Specify the State and District where the projects or programs was undertaken	Amount outlay (budget)project/ program wise	Amount spent on the projects or programsSub- heads:(1) Direct expenditure on projects or programs(2) Overheads:	Cumulative expenditure upto the reporting period	Amount spent : Direct or through implementing agency
1	Construction of 50 CUMD sewage treatment plant at Taluk Head Quarters Hospital, Punalur	Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water.& Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation and making available safe drinking water.	(1) Local - Punalur (2) Kerala, Kollam District,	₹ 39,00,000	Direct- ₹ 31,70,968	₹ 33,37,861 Over head ₹ 1,66,893	Through implementing agency
Total				39,00,000	33,37,861	33,37,861	

Implementing Agency :- COSTFORD, Nalanchira, Thiruvananthapuram – 691 015



5(ii) MANNER IN WHICH THE AMOUNT SPENT DURING THE FINANCIAL YEAR 2015-16 RELATING TO CSR FUND 2015-16

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S.No	CSR project/ activity identified	Sector in which the Project is covered	Projects or programs(1) Local area or other(2) Specify the State and District where the projects or programs was undertaken	Amount outlay (budget)project/ program wise	Amount spent on the projects or programsSub-heads:(1) Direct expenditure on projects or programs(2) Overheads:	Cumulative expenditure upto the reporting period	Amount spent : Direct or through implementing agency
1	Computer and Printer for lab at Community Health Centre, Anchal, Kollam	Health sector	Local - Anchal Kerala, Kollam District	50000	Nil	Nil	Direct
2	Fully automatic ECG machine for Community Health Centre, Anchal, Kollam	Health sector	Local - Anchal Kerala, Kollam District	80000	Nil	Nil	Direct
3	Students toilet block and hand wash area at Sam Oommen Memorial overnment Technical High School, Kulathupuzha	Promoting Education, sanitation	Local - Kulathupuzha Kerala, Kollam District,	778000	Nil	Nil	Direct
4	Construction of one office room At Govt. Tamil L. P. School, Kelankavu	Promoting Education	Local - Ayiranallur Kerala, Kollam District	360000	Nil	Nil	Direct
5	Installing 2 Computers at Govt. High School, Aylara	Promoting Education	Local - Aylara Kerala, Kollam District	100000	Nil	Nil	Direct
6	One Junior science lab at Jawahar Navodaya Vidyalaya, Kottarakkara	Promoting Education	Local - Kottarakkara Kerala, Kollam District	827000	Nil	Nil	Direct
7	Modification of computer lab at Govt. L.P. School, Aylara	Promoting Education	Local - Aylara Kerala, Kollam District	260000	Nil	Nil	Direct

**ANNEXURE - 3****Details of Directors including changes thereon as on 30/08/2016**

Sl.No	Name	Address	Date of Appointment/ Cessation
1.	Shri. Tom Jose, IAS (Chairman)	Additional Chief Secretary to Govt., Labour and Skills Department, Govt. Secretariat, Thiruvananthapuram	w.e.f. 05/02/2014
2.	Shri. Jaideep Govind, IAS	Additional Secretary (LWE) Ministry of Home Affairs, North Block, Central Secretariat, New Delhi -110001	From 31/08/2015 to 31/12/2015
3.	Dr. M. Ayyappan	Chairman Cum Managing Director, HLL Life Care Limited, Poojappura, Thiruvananthapuram	w.e.f. 22/09/2006
4.	Shri. V.V. Shajimon, IFS (Managing Director)	Additional Principal Chief Conservator of Forests on deputation from Kerala Forest Department	w.e.f 04/07/2012
5.	Shri. George John	Additional Secretary, Finance Department, Govt. Secretariat, Thiruvananthapuram	From 04/11/2011 to 15/05/2015
6.	Shri. P. Harikumar	Additional Secretary, Labour and Skill Department, Govt. Secretariat, Thiruvananthapuram	From 04/01/2013 to 29/06/2016
7.	Shri. K. K. Pathak, IAS	Joint Secretary (FFR), Ministry of Home Affairs, New Delhi	From 09/09/2013 to 01/04/2015
8.	Shri. K. J. Varughese, IFS	Additional Principal Chief Conservator of Forests (Admn.), Thiruvananthapuram	w.e.f. 21/08/2014
9.	Shri. P. G. Salim Kumar	Joint Rubber Production Commissioner, Rubber Board, Kottayam	From 11/03/2015 to 18/12/2015
10.	Smt. Sanjeevaneey Kuttly, IAS	Special Secretary & FA (H), Ministry of Home Affairs, North Block, Central Secretariat, New Delhi – 110 001	w.e.f.24/03/2015
11.	Shri. Kumar C. Pillai	Under Secretary, Finance Department, Govt. Secretariat, Thiruvananthapuram	w.e.f. 20/05/2015
12.	Shri. V. Mohanan	Joint Rubber Production Commissioner, Rubber Board, Kottayam	w.e.f. 18/12/2015
13.	Smt. P.K. Seethalekshmi Amma	Additional Secretary, Labour and Skills Department, Govt. Secretariat, Thiruvananthapuram	w.e.f. 04/08/2016



ANNEXURE -4

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31/03/2016

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- i) CIN:- U01119KL1976SGC002799
- ii) Registration Date:- 05/05/1976
- iii) Name of the Company:- Rehabilitation Plantations Limited
- iv) Category / Sub-Category of the Company: Private Company; Government Company
- v) Address of the Registered office and contact details:- Kollam, Kerala - 691 305
- vi) Whether listed company : No
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any: N A

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Natural rubber	22199	99

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES – N.A

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31 March 2014]				No. of Shares held at the end of the year [As on 31 March 2015]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter s									
(1) Indian									
a) Individual/ HUF									
b) Central Govt	0	13342	13342	39.33	0	13342	13342	39.33	nil



c) State Govt(s)	0	20585	20585	60.67	0	20585	20585	60.67	
d) Bodies Corp.									
e) Banks / FI									
f) Any other									
Total share holding of Promoter (A)	0	33927	33927	100	0	33927	33927	100	nil
B. Public Shareholding	NIL								
C. Shares held by Custodian for GDRs & ADRs	NIL								
Grand Total (A+B+C)	0	33927	33927	100	0	33927	33927	100	NIL

(ii) Shareholding of Promoters

Sl.No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	President of India	13342	39.33	nil	13342	39.33	nil	nil
2	Governor of Kerala	20578	60.65	nil	20578	60.65	nil	nil

(iii) Change in Promoters' Shareholding (please specify, if there is no change): No Change

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): Nil

(v) Shareholding of Directors and Key Managerial Personnel



Sl.No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Shri. Tom Jose, IAS. Chairman & Director of RPL, Principal Secretary to Government, Labor and Skills Department, Govt. Secretariat, Thiruvananthapuram (on behalf of Government of Kerala)				
	At the beginning of the year	4	.00012	4	.00012
	Date wise Increase /Decrease in Share holding during the year	-	-	-	-
	At the End of the year	4	.00012	4	.00012
2.	Mr. V.V. Shajimon, IFS, Managing Director, RPL, Punalur (on behalf of Government of Kerala)				
	At the beginning of the year	1	.000029	1	.000029
	Date wise Increase /Decrease in Share holding during the year	-	-	-	-
	At the End of the year	1	.000029	1	.000029
3	Mr. George John(Director RPL) Additional Secretary, Finance Department, Govt. Secretariat, Thiruvananthapuram(on behalf of Government of Kerala)				
	At the beginning of the year	1	.000029	1	.000029
	Date wise Increase /Decrease in Share holding during the year (19/06/2015)	-1	-.000029	1	-.000029
	At the End of the year	0	0		
4	Mr. P. Harikumar((Director RPL)Additional Secretary to Government, Labor and Skills Department, Govt. Secretariat, Thiruvananthapuram				



	At the beginning of the year	1	.000029	1	.000029
	Date wise Increase / Decrease in Share holding during the year	-	-	-	-
	At the End of the year	1	.000029	1	.000029
5.	Mr. Kumar C. Pillai (Director, RPL) Under Secretary to Government, Finance Department, Government of Kerala, Govt. Secretariat, Thiruvananthapuram				
	At the beginning of the year	0	0	0	0
	Date wise Increase /Decrease in Share holding during the year (19/06/2015)	1	.000029	1	.000029
	At the End of the year	1	.000029	1	.000029

V. INDEBTEDNESS : NIL

Indebtedness of the Company including interest outstanding/accrued but not due for payment

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

S.N.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		V. V. Shajimon, IFS	-	-	-
1	Gross Salary				
	(a) Salary as per provision contained in section 17 (1) of the Income-tax Act, 1961	2066866			2066866
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	74036			74036
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission - as % of profit - others, specify...				
5	Others, please specify				
	Total (A)	2140902			2140902
	Ceiling as per the Act				



B. REMUNERATION TO OTHER DIRECTORS: NA

Sl.no.	Particulars of Remuneration	Name of Directors				Total Amount
1.	Independent Directors					
	Fee for attending board / committee meetings					
	Commission					
	Others, please specify					
	Total (1)					
2.	Other Non-Executive Directors					
	Fee for attending board / committee meetings					
	Commission					
	Others, please specify					
	Total (2)					
	Total (B)=(1+2)					
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		1254501		1254501
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	others, specify...				
5	Others, please specify				
	Total		1254501		1254501

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL



**ADDENDUM TO THE DIRECTORS' REPORT DATED 30/08/2016 BASED ON INDEPENDENT
AUDITORS' REPORT DATED 30/08/2016**

Qualified opinion by Statutory Auditors

- Balances under trade receivables & trade payables are subject to confirmation, reconciliation and consequential adjustments

Reply :- This is disclosed under item No. xii of Note 27 forming part of the notes on accounts. The Company had sent conformation of balances letters to trade receivables, advances, deposits, trade payables. The confirmation of all bank balances and fixed deposits as on 31/03/2016 were received and the reconciliation of balances were done. The confirmation of balances from trade receivables and trade payables were not received in all cases.

- The Company does not have complete party wise breakup of Retention, EMD, Security Deposits on Sales & Advances. The Company keeps the same in its books, expecting a claim at some time in the future. The details are as follows:-

Particulars	No party wise breakup (A)		With party wise breakup (B)		Balance as on 31.03.2016 (C=A+B)	
	Amount in ₹ & Percentage		Amount in ₹ & Percentage		Amount in ₹ & Percentage	
Retention	2,51,906.69	22%	9,01,333.00	78%	11,53,239.69	100%
EMD	4,100.00	04%	96,000.00	96%	1,00,100.00	100%
SD Sales	38,609.30	02%	16,45,418.70	98%	16,84,028.00	100%
Advances	1,19,033.50	01%	78,91,578.20	99%	80,10,611.80	100%
Total	4,13,649.59	04%	1,05,34,329.90	96%	1,09,47,979.49	100%

Reply: No party wise breakup of Retention, EMD, Security Deposit and advances are there for the old balances and it comes to only 4% of the total amount. The Company keeps the amount in its books expecting a claim at some time in future. However, if no claim is received within one year the above amount will be transferred to Miscellaneous Income of the Company.

**Sd/-
TOM JOSE, IAS
CHAIRMAN**



PARTNERS

CA. K. G. Suseelan B.Sc., FCA,
CA. P. A. Zachariah B.A., FCA
CA. V. K. Kuryan B.Com., FCA,
CA. Kuryan Kuryan B.Com., FCA, DISA (ICAI)

KURVAN & SUSEELAN
CHARTERED ACCOUNTANTS
(FRN: 001635S)

Pukadiyil Buildings, Sastri Road, Kottayam, Kerala. PIN 686001
E-mail: kscaktm@gmail.com
Tel: (0481) 2563109, 2580735 Fax: (0481) 2583152

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF REHABILITATION PLANTATIONS LIMITED**

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Rehabilitation Plantations Limited ("the Company") (CIN U01119KL1976SGC002799), which comprise the Balance Sheet as on 31st March 2016, the Statement of Profit & Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the standalone financial statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there-under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the standalone financial statements.

Basis for Qualified Opinion

- (1) Balances under trade receivables & trade payables are subject to confirmation, reconciliation and consequential adjustment.
- (2) The company does not have complete party wise breakup of Retention, EMD, Security Deposits on Sales & Advances. The company keeps the same in its books, expecting a claim at some time in the future. The details are as follows :

Particulars	No party wise breakup (A)		With party wise breakup (B)		Balance as on 31-03-2016 (C = A + B)	
	Amount & Percentage		Amount & Percentage		Amount & Percentage	
Retention	2,51,906.69	22%	9,01,333.00	78%	11,53,239.69	100%
EMD	4,100.00	04%	96,000.00	96%	1,00,100.00	100%
SD Sales	38,609.30	02%	16,45,418.70	98%	16,84,028.00	100%
Advances	1,19,033.50	01%	78,91,578.20	99%	80,10,611.80	100%
Total	4,13,649.59	04%	1,05,34,329.90	96%	1,09,47,979.49	100%

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit / loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.



2. As required by Section 143 (3) of the Act, we report that:
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) None of the matters described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
 - f) By virtue of Notification No. G.S.R. 463(E) dated 5th June 2015 issued by Ministry of Corporate Affairs, the provisions of Section 164(2) of the Companies Act, 2013 shall not apply to a Government Company.
 - g) The company has adequate internal financial controls system in place, and the operating effectiveness of such controls is satisfactory.
 - h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 27 to the standalone financial statements.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **KURYAN & SUSEELAN**
Chartered Accountants
FRN 001635S

Sd/-

Place : Punalur
Date : 30th August 2016

CA. KURYAN KURYAN
Partner
Membership No: 208598



ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

With reference to the Annexure referred to in paragraph 1 in Report on Other Legal and Regulatory Requirements of the Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31st March 2016, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
- (b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified once in a year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed upon such verification
- (c) According to the records, information and explanations given to us and on the basis of our examination of the records of the Company, title deeds of immovable properties are held in the name of the Company
- (ii) The inventory has been physically verified by the management during the year and the discrepancies noticed on such verification between the physical stock and the book records were not material. In our opinion, the frequency of such verification is reasonable.
- (iii) According to the records, information and explanations provided to us, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Act. Accordingly, paragraph 3 (iii) of the Order is not applicable.
- (iv) In our opinion and according to the records, information and explanations provided to us, the Company does not have any transactions to which the provisions of section 185 or 186 of the Act apply.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, for any of the products or services rendered by the Company
- (vii) (a) According to the records, information and explanations provided to us, the company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities
- (b) According to the records, information and explanations provided to us, there are no cases of income tax, sales tax, service tax, customs duty, excise duty or value added tax that have not been deposited on account of any dispute. The following are the details of disputed Income Tax cases.



Demanding Authority	Year	Amount (₹)	Forum Where Dispute Pending
Agricultural Income Tax Department	2001-2002	18,07,790	AITAT
	2002-2003	45,26,944	AITAT
	2003-2004	29,49,568	AITAT
	2004-2005	72,22,132	DC (Appeals)
	2005-2006	69,30,970	AITAT
	2006-2007	80,99,392	AITAT
	2007-2008	1,19,40,782	AITAT
	2008-2009	1,36,46,470	AITAT
	2009-2010	1,80,84,500	AITAT
	2010-2011	2,27,98,520	AITAT
	2011-2012	2,24,08,470	AITAT
	2012-2013	2,57,90,440	AITAT
	2013-2014	76,77,375	DC (Appeals)
Central Income Tax Department	1999-2000	3,31,716	CIT (Appeals)
	2000-2001	77,000	CIT (Appeals)
	2002-2003	32,51,010	High Court of Kerala
	2003-2004	96,300	CIT (Appeals)
	2004-2005	69,28,200	Assessing Authority
	2005-2006	69,71,700	Assessing Authority
	2006-2007	83,88,480	Assessing Authority
	2007-2008	1,09,45,160	High Court of Kerala
	2008-2009	1,42,09,340	CIT (Appeals)
	2009-2010	1,89,13,600	CIT (Appeals)
	2010-2011	2,79,56,210	CIT (Appeals)
	2011-2012	2,31,26,080	CIT (Appeals)
	2012-2013	2,58,43,280	CIT (Appeals)
2013-2014	3,05,02,330	CIT (Appeals)	

(viii) In our opinion and according to the records, information and explanations given to us, the Company has not defaulted in repayment of its dues to the banks. The Company did not have any outstanding dues to any financial institutions, government or debenture holders during the year.



- (ix) The Company did not raise any moneys by way of initial public offer or further public offer (including debt instruments) during the year. In our opinion and according to the information and explanations given to us. The company has not taken any term loans during the year nor have any term loans outstanding at any time during the current year.
- (x) According to the records, information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) By virtue of Notification No: G.S.R 463(E) dated 5th June 2015 issued by Ministry of Corporate Affairs, provisions of Section 197 of the Companies Act, 2013 dealing with maximum ceiling for payment of Managerial Remuneration are not applicable to Government Company.
- (xii) In our opinion and according to the records, information and explanations given to us, the Company is not a Nidhi company.
- (xiii) According to the records, information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him.
- (xvi) According to the records, information and explanations given to us, the Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934.

Place : Punalur

Date : 30th August 2016

For **KURYAN & SUSEELAN**
Chartered Accountants
FRN 001635S

Sd/-

CA. KURYAN KURYAN
Partner
Membership No: 208598

**BALANCE SHEET AS AT 31.03.2016**

PARTICULARS	NOTE NO.	AS AT 31.03.2016 (₹)	AS AT 31.03.2015 (₹)
I. EQUITY AND LIABILITIES			
(1) SHAREHOLDER'S FUNDS			
(a) SHARE CAPITAL	1	3,39,27,000.00	3,39,27,000.00
(b) RESERVES AND SURPLUS	2	1,57,95,68,744.00	1,58,01,57,983
(c) MONEY RECEIVED AGAINST SHARE WARRENTS	-		
(2) SHARE APPLICATION MONEY PENDING ALLOTMENT			
(3) NON CURRENT LIABILITIES			
(a) LONG TERM BORROWINGS			
(b) OTHER LONG TERM LIABILITIES	3	73,49,130.00	82,65,447
(c) LONG TERM PROVISIONS	4	24,01,57,113.00	22,29,01,945
(4) CURRENT LIABILITIES	5		
(a) SHORT TERM BORROWINGS			
(b) TRADE PAYABLES		23,68,702.00	32,06,444
(c) OTHER CURRENT LIABILITIES	6	3,22,09,351.00	2,47,81,110
(d) SHORT TERM PROVISIONS	7	2,41,20,525.00	3,36,59,856
TOTAL		1,91,97,00,565.00	1,90,68,99,785

For and on behalf of the Board of Directors

Sd/-
Jose Sebastian
(Finance Manager)Sd/-
Merena Varghese
(Company Secretary)Sd/-
V.V. Shajimon, IFS
(Managing Director)Sd/-
P. K. Seethalekshmi Amma
(Director)



PARTICULARS	NOTE NO.	AS AT 31.03.2016 (₹)	AS AT 31.03.2015 (₹)
1	2	3	4
II. ASSETS			
(1) NON-CURRENT ASSETS			
(a) FIXED ASSETS			
(i) TANGIBLE ASSETS	8	1,03,34,05,972.00	91,59,31,171
(ii) INTANGIBLE ASSETS			
(iii) CAPITAL WORK-IN-PROGRESS	9	68,613.00	28,10,320
(iv) INTANGIBLE ASSETS UNDER DEVELOPMENT			
(b) NON-CURRENT INVESTMENTS	10	1,00,000.00	1,00,000
(c) DEFERRED TAX ASSETS (NET)	11	28,48,097.00	33,09,417
(d) LONG TERM LOANS AND ADVANCES	12	26,34,525.00	26,28,152
(e) OTHER NON-CURRENT ASSETS.	13	43,41,41,765.00	49,55,83,809
(2) CURRENT ASSETS			
(a) CURRENT INVESTMENTS			
(b) INVENTORIES	14	4,02,45,742.00	4,78,04,305
(c) TRADE RECEIVABLES	15	40,96,192.00	56,91,454
(d) CASH AND CASH EQUIVLENTS	16	35,69,10,797.00	37,75,78,606
(e) SHORT TERM LOANS AND ADVANCES	17	2,47,05,934.00	
		1,72,55,563	
(f) OTHER CURRENT ASSETS.	18	2,05,42,928.00	3,82,06,988
TOTAL		1,91,97,00,565.00	1,90,68,99,785

As per our report dated 30.08.2016

For **KURVAN & SUSEELAN**
Chartered Accountants
FRN 001635S

Sd/-

CA. KURVAN KURVAN
Partner
Membership No: 208598

Place : Punalur
Date : 30-08-2016


STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2016

PARTICULARS	NOTE NO.	Figures for the year ended 31.03.2016	Figures for the year ended 31.03.2015
		₹	₹
I. REVENUE FROM OPERATION	19	20,47,73,424	22,92,43,473
II. OTHER INCOME	20	9,81,16,674	12,76,14,433
III. TOTAL REVENUE (I + II)		30,28,90,098	35,68,57,906
IV. EXPENSES:			
COST OF OPERATIONS	21	2,80,96,429	2,87,54,164
CHANGES IN INVENTORIES OF FINISHED GOODS WORK-IN- PROGRESS AND STOCK-IN-TRADE.	22	67,31,927	1,23,84,025
EMPLOYEE BENEFITS EXPENSES	23	20,24,58,325	18,86,72,019
DEPRECIATION	24	1,34,37,040	1,30,52,256
OTHER EXPENSES	25	3,94,94,296	5,47,69,564
TOTAL EXPENSES		29,02,18,017	29,76,32,028
V. PROFIT BEFORE EXCEPTIONAL AND EXTRA ORDINARY ITEMS AND TAX.		1,26,72,081	5,92,25,878
VI. EXCEPTIONAL ITEMS			-
VII. PROFIT BEFORE EXTRA ORDINARY ITEMS AND TAX (V – VI)		1,26,72,081	5,92,25,878
VIII. EXTRA ORDINARY ITEMS			
IX. PROFIT BEFORE TAX (VII – VIII)		1,26,72,081	5,92,25,878
X. TAX EXPENSES			
(1) CURRENT TAX			
(a) CIT PRIOR YEARS (Cr)		0	9,86,263
(b) CENTRAL INCOME TAX		1,28,00,000	1,90,00,000
TOTAL		1,28,00,000	1,80,13,737
(2) DEFERRED TAX (Dr)		4,61,320	47,42,801
XI. PROFIT / (LOSS) FOR THE PERIOD		-5,89,239	3,64,69,340
XII. EARNINGS PER EQUITY SHARE :			
(1) BASIC		- ₹ 66	₹ 985
(2) DILUTED		- ₹ 66	₹ 985

For and on behalf of the Board of Directors

 Sd/-
Jose Sebastian
 (Finance Manager)

 Sd/-
Merena Varghese
 (Company Secretary)

 Sd/-
V.V. Shajimon, IFS
 (Managing Director)

 Sd/-
P. K. Seethalekshmi Amma
 (Director)



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2015

	AS AT 31.03.2016 (₹)	AS AT 31.03.2015 (₹)
NOTE '1'		
SHARE HOLDERS FUND		
Share Capital		
Authorised Capital		
35,000 equity shares of ₹. 1000/- each	3,50,00,000	3,50,00,000
Issued, Subscribed and fully Paid up		
33,927 shares of ₹. 1000/- each fully paid up out of which 20585 shares held by Govt. of Kerala and 13342 shares held by Govt. of India.	3,39,27,000	3,39,27,000
Shares subscribed but not fully paid up	Nil	Nil
Par value per share	1,000	1,000
No. of shares at the beginning of the year	33,927	33,927
No. of shares at the end of the year	33,927	33,927
Rights, preference and restrictions attached to each class of shares including restrictions on the distribution of dividend and payment of capital	Only one class of equity shares with equal right of dividend	Only one class of equity shares with equal right of dividend
Shares in respect of each class in the Company held by holding Company/ Ultimate holding Company/ subsidiaries of its holding Company/ associates of holding Company/ Subsidiaries of ultimate holding Company/ Associates of ultimate holding Company	Nil	Nil
Shares held by share holders holding more than 5% of shares		
60% shares held by Govt. of Kerala	20,585	20,585
40% shares held by Govt. of India	13,342	13,342
Shares received under options and contracts/ commitments for the sale of shares/ disinvestment	Nil	Nil
For the period of 5 years immediately preceeding the dates as at which the Balance Sheet is prepared -		
I. Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash	Nil	Nil
II. Aggregate number and class of shares allotted as fully paid up by way of bonus shares	Nil	Nil



	AS AT 31.03.2016 (₹)	AS AT 31.03.2015 (₹)
III. Aggregate number and class of shares bought back	Nil	Nil
Terms of any securities convertible into equity / preferential issued along with earliest date of conversion	Nil	Nil
Calls unpaid	Nil	Nil
Forfeited shares	Nil	Nil
NOTE 2		
RESERVES AND SURPLUS		
GENERAL RESERVE		
General Reserve as per last Balance Sheet	1,52,02,41,333	1,50,19,02,687
Less:- Transferred to depreciation reserve	-	1,33,97,084
	1,52,02,41,333	1,48,85,05,603
Add/ Less: Transferred from P&L	(22,39,539)	3,17,35,730
Sub Total (A)	1,51,80,01,794	1,52,02,41,333
Profit / (Loss) After Tax	(5,89,239)	3,64,69,340
Add Transfer from Replanting Reserve	30,79,700	26,32,300
	24,90,461	3,91,01,640
Less:- Transferred to Replanting Reserve	47,30,000	52,00,000
	(22,39,539)	3,39,01,640
Less:- Dividend	-	16,96,350
	(22,39,539)	3,22,05,290
Less: Dividend Tax Paid	-	2,88,295
Dividend Tax Provision	-	1,81,265
Net Profit / (Loss) After Appropriation	(22,39,539)	3,17,35,730
Transferred to General Reserve	(22,39,539)	3,17,35,730
Other Reserves		
Replanting Reserve as per last Balance sheet	5,99,16,650	5,73,48,950
Less:- Transferred to P & L Account Proportionate to Replanted area @ 5.14%	30,79,700	26,32,300
	5,68,36,950	5,47,16,650
Add:- For Current Year	47,30,000	52,00,000
Sub Total B	6,15,66,950	5,99,16,650
TOTAL (A + B)	1,57,95,68,744	1,58,01,57,983
NOTE 3		
NON CURRENT LIABILITIES		
OTHER LONG TERM LIABILITIES		
TRADE PAYABLES	28,53,398	28,05,503
OTHER PAYABLES	44,95,732	54,59,944
TOTAL	73,49,130	82,65,447



	AS AT 31.03.2016 (₹)	AS AT 31.03.2015 (₹)
NOTE 4		
LONG TERM PROVISIONS		
PROVISION FOR CIT	18,05,96,664	16,55,29,714
PROVISION FOR AIT	4,53,04,608	4,53,04,608
FOR LEAVE ENCASHMENT	1,42,55,841	1,20,67,623
TOTAL	24,01,57,113	22,29,01,945
NOTE 5		
CURRENT LIABILITIES		
TRADE PAYABLES	23,68,702	32,06,444
TOTAL	23,68,702	32,06,444
NOTE 6		
OTHER CURRENT LIABILITIES		
FOR WORKS	11,74,624	35,53,202
FOR EXPENSES	1,89,84,992	97,84,861
OTHER PAYABLES	1,20,49,735	1,14,43,047
TOTAL	3,22,09,351	2,47,81,110
NOTE 7		
SHORT TERM PROVISIONS		
PROVISION FOR ARREAR DA	-	18,60,824
FOR BONUS	79,89,344	93,67,909
FOR DIVIDEND TAX	-	1,81,265
FOR EPF EMPLOYER'S CONTRIBUTION	18,76,180	13,42,302
FOR LEAVE ENCASHMENT	9,45,525	19,06,002
FOR SERVICE TAX	5,08,601	1,554
PROVISION FOR CIT	1,28,00,000	1,90,00,000
PROVISION FOR INCOME TAX CONTRACTORS	750	-
PROVISION FOR INCOME TAX ON PROFESSIONAL FEES	125	-
TOTAL	2,41,20,525	3,36,59,856


NOTE 8
FIXED ASSETS

PARTICULARS	AT COST			Upto 31-3-2016 (₹)
	Upto 1-4-2015	Additions during the year	Sales/ Adjustments	
	(₹)	(₹)	(₹)	
MATURE PLANTATIONS	278533618	68931695	5275269	342190044
IMMATURE PLANTATIONS	452730506	115072888	68931695	498871699
FREEHOLD LAND	22054406	0	0	22054406
ROADS	7990078.00	0	0	7990078
BUILDINGS	203814228	18947568	0	222761796
FACTORY BUILDINGS	16034738	0	0	16034738
MACHINERY & OTHER EQUIPMENTS	36366266	3050019	1109743	38306542
VEHICLES	22279183	0	3078698	19200485
FURNITURE & FITTINGS	4304003	35873	0	4339876
ELECTRICAL FITTINGS	19662007	0	0	19662007
LIBRARY BOOKS	181023	5214	0	186237
SUB TOTAL	1063950056	206043257	78395405	1191597908
RUBBER SHEETINGS FACTORY:				
FACTORY BUILDINGS	3331188	0	0	3331188
MACHINERY & OTHER EQUIPMENTS	5975552	0	0	5975552
FURNITURE & FITTINGS	88261	0	0	88261
ELECTRICAL FITTINGS	874136	0	0	874136
OFFICE EQUIPMENTS	35280	0	0	35280
SUB TOTAL	10304417	0	0	10304417
TOTAL	1074254473	206043257	78395405	1201902325
PREVIOUS YEAR TOTAL	919372637	195963557	41081722	1074254473

Note 1: Depreciation has not be provided for the following assets under agricultural operations, "since they have not put to use during the year"

- A. Building ₹ 5948339.00 (P.Y. ₹ 4628778.00)
- B. Other Equipments ₹ 281975.00 (P.Y. ₹ 195417.00)
- C. Motor Vehicles NIL (P.Y. ₹ 1713254)

Note 2: Depreciation Amount ₹ 51830.00 (P.Y. ₹ 85401.00) in respect of vehicle purchased for replanting activities has been transferred and capitalized to the Immature Plantations.



DEPRECIATION			NET BLOCK		
Upto 1-4-2015	Sales/ Adjustments	For the Year	Upto 31-3-2016	As on 31-3-2016	As on 31-3-2015
(₹)	(₹)	(₹)	(₹)	(₹)	(₹)
0	0	0	0	342190044	278533618
0	0	0	0	498871699	452730506
0	0	0	0	22054406	22054406
7990077	0	0	7990077	1	1
62780505	0	7626454	70406959	152354837	141033723
15981396	0	5073	15986469	48269	53342
29766110	1109743	1762279	30418646	7887896	6600156
16705249	2206077	1761497	16260669	2939816	5573935
2775193	0	410036	3185229	1154647	1528810
12626999	0	1821364	14448363	5213644	7035008
181022	0	5214	186236	1	1
148806551	3315820	13391917	158882648	1032715260	915143506
2781528	0	52273	2833801	497387	549660
5749248	0	41454	5790702	184850	226304
77090	0	2892	79982	8279	11171
874135	0	0	874135	1	1
34750	0	334	35084	196	530
9516751	0	96953	9613704	690713	787666
158323302	3315820	13488870	168496352	1033405973	915931172
145215299	29654	13137657	158323302	915931172	787554423

Depreciation	₹	₹
(a) Agricultural Operation	13391917	13024384
(b) Rubber Sheeting Factory	96953	113273
	13488870	13137657
Less:- Transferred to Immature Plantations	51830	85401
Balance charged to P & L Account	13437040	13052256



	AS AT 31.03.2016 (₹)	AS AT 31.03.2015 (₹)
NOTE 9		
CAPITAL WORK IN PROGRESS		
REPLANTING 2015	-	3,57,590
REPLANTING 2016	41,929	-
WATER SUPPLY - K/E	26,684	26,684
WIP BUILDING - K/E	-	40,302
WIP BUILDING - A/E	-	23,85,744
TOTAL	68,613	28,10,320
NOTE 10		
NON-CURRENT INVESTMENT		
Investment - In 1000 equity shares of 100/- each in RP Employees Co-Op. Society Ltd	1,00,000	1,00,000
TOTAL	1,00,000	1,00,000
NOTE 11		
DEFERRED TAX ASSET	28,48,097	33,09,417
(Tax Effect of time differences as prescribed by the Accounting Standard No.22 issued by the Institute of Chartered Accountants of India)		
	2015-16	2014-15
Fixed Assets	(3851829)	(2894383)
Leave Salary	6699926	6203800
NOTE 12		
LONG TERM LOANS AND ADVANCES		
OTHER ADVANCES	24,95,745	23,64,041
HOUSING LOAN TO STAFF-	1,38,780	2,64,111
TOTAL	26,34,525	26,28,152



	AS AT 31.03.2016 (₹)	AS AT 31.03.2015 (₹)
NOTE 13		
OTHER NON-CURRENT ASSETS		
ADVANCE TO CIT	27,10,15,497	25,72,59,468
ADVANCE TO AIT	13,96,23,853	13,96,23,853
FIXED DEPOSITS		
(a) COMMERCIAL BANKS PLEDGED FOR BANK GUARANTEE	5,75,000	5,75,000
(b) SUB TREASURY	2,18,00,000	9,58,00,000
Fixed deposits due to mature after 12 months from the reporting date are classified under Other non-current assets		
OTHERS	8,89,401	13,24,903
TOTAL	43,39,03,751	49,45,83,224
LONG TERM TRADE RECEIVABLES		
UNSECURED	2,38,014	10,00,585
BAD AND DOUBTFUL DEBTS	9,21,833	15,83,926
Sub Total	11,59,847	25,84,511
Less:- Provision for bad and doubtful debts	9,21,833	15,83,926
SUB TOTAL	2,38,014	10,00,585
TOTAL	43,41,41,765	49,55,83,809
MOVEMENT		
Provisions at the beginning of the year	15,83,926	15,83,926
Provisions made during the year	-	-
Written off during the year	42,791	-
Realised during the year	6,19,302	-
Provisions as at the end of the year	9,21,833	15,83,926



	AS AT 31.03.2016 (₹)	AS AT 31.03.2015 (₹)
NOTE 14		
INVENTORIES		
(As taken valued and certified by Management. Mode of valuation explained in No.6 Significant accounting policies).		
RAW MATERIAL	46,49,932	51,72,493
WORK-IN-PROGRESS	63,859	28,323
FINISHED GOODS	2,37,87,644	3,05,55,107
LOOSE TOOLS	14,242	12,607
STORES AND SPARES	1,17,30,065	1,20,35,775
TOTAL	4,02,45,742	4,78,04,305
NOTE 15		
TRADE RECEIVABLES -		
UNSECURED CONSIDERED GOOD	40,96,192	56,91,454
TOTAL	40,96,192	56,91,454
NOTE 16		
CASH AND CASH EQUIVALENTS		
CASH AND STAMP IN HAND	31,999	25,160
BALANCES WITH BANKS -		
CURRENT ACCOUNT	3,47,25,552	1,71,68,096
SAVINGS ACCOUNT	11,53,246	13,85,350
FIXED DEPOSIT		
(a) COMMERCIAL BANKS	4,30,00,000	3,80,00,000
(b) SUB TREASURY	27,80,00,000	32,10,00,000
1. Fixed deposits due to mature within 12 months of the reporting date included under Cash and Cash equivalents		
2. Fixed deposits due to mature after 12 months of the reporting date included under Other non-current assets.		
TOTAL	35,69,10,797	37,75,78,606



	AS AT 31.03.2016 (₹)	AS AT 31.03.2015 (₹)
NOTE 17		
SHORT TERM LOANS & ADVANCES		
STAFF ADVANCE	1,73,25,667	1,32,84,551
PREPAID EXPENSE	8,17,529	7,81,199
HOUSING LOAN TO STAFF	1,13,388	1,37,760
OTHER ADVANCE	64,49,350	30,52,053
TOTAL	2,47,05,934	1,72,55,563
NOTE 18		
OTHER CURRENT ASSETS		
INTEREST ACCRUED BUT NOT DUE	1,62,64,558	3,35,11,685
ESTATE NURSERIES	42,78,370	41,34,518
OTHER ASSETS		5,60,785
TOTAL	2,05,42,928	3,82,06,988


NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2016

PARTICULARS	Figures for the Year Ended 31.03.2016 (₹)	Figures for the Year Ended 31.03.2015 (₹)
NOTE NO. 19		
REVENUE FROM OPERATION SALE OF NATURAL RUBBER		
(a) Agricultural Operations		
Sale of Rubber	19,35,47,854	21,82,86,483
(b) Rubber Sheeting Factory		
Sale of Foot wear quality sheets	92,98,287	95,23,553
TOTAL (a+b)	20,28,46,141	22,78,10,036
OTHER SALES		
(a) Agricultural Operations		
Sale of Gunny Bags	8,297	17,991
Sale of Cashew	3,70,125	15,600
Sale of unservicable articles	2,75,336	1,34,865
Sale of Old newspapers	0	2,835
Sale of Misc. Species & Crops	3,08,859	59,070
Sale of Charcoal	0	26,400
Sale of Firewood	0	2,05,048
Sale of Usufructs	2,84,004	2,85,397
Sale of Tender Forms	3,58,900	5,92,000
Sale of used polythene Film	3,21,762	94,231
	19,27,283	14,33,437
(b) Rubber Sheeting Factory		
Sale of unservicable articles	0	-
Sale of cutting waste	0	-
	-	-
TOTAL (a+b)	19,27,283	14,33,437
Grand Total	20,47,73,424	22,92,43,473



PARTICULARS`	Figures for the Year Ended 31.03.2016 (₹)	Figures for the Year Ended 31.03.2015 (₹)
NOTE NO. 20		
OTHER INCOME		
(a) Agricultural Operations		
Miscellaneous Income	34,54,405	12,47,401
Profit on Sale of Capital Items	7,45,128	980
Prior Period Income	7,32,090	14,015
Interest	2,95,73,292	4,28,26,624
Surplus on Sale of Rubber Seedlings	13,64,555	26,79,327
Surplus on Sale of Rubber Trees	6,19,92,045	8,05,78,930
Rent & Ground Rent Received	2,55,159	2,66,895
	9,81,16,674	12,76,14,172
(b) Rubber Sheeting Factory		
Prior Period Income	0	261
Ground Rent Received	0	-
	0	261
TOTAL (a+b)	9,81,16,674	12,76,14,433
TOTAL REVENUE (19 + 20)	30,28,90,098	35,68,57,906
NOTE NO.21		
COST OF OPERATIONS		
(a) Agricultural Operations		
Spraying Operations	5,09,271	5,05,227
Tapping Materials Consumed	15,13,322	7,29,778
Stores & Spares Consumed	54,93,141	61,67,805
Purchase of Latex	10,36,630	6,38,379
Purchase of Scrap	0	1,55,642
Latex Processing Expenses	82,02,401	84,24,266
Crumb Processing Expenses	7,38,084	6,72,811
Packing Materials Consumed	75,51,580	75,58,960
Tools & Implements Consumed	17,339	11,635
Transport of Latex	18,025	7,175
SUB TOTAL	2,50,79,793	2,48,71,678
Less:- Transfer to Rubber Sheeting Factory	24,84,224	35,48,352
Cost of Operations	2,25,95,569	2,13,23,326



PARTICULARS	Figures for the Year Ended 31.03.2016 (₹)	Figures for the Year Ended 31.03.2015 (₹)
(b) Rubber Sheeting Factory		
Raw Materials Consumed	54,47,644	73,46,715
Packing Materials Consumed	75,013	88,005
	55,22,657	74,34,720
Less:- Transfer from Rubber Sheeting Factory	21,797	3,882
Sub Total	55,00,860	74,30,838
TOTAL (a)+(b)	2,80,96,429	2,87,54,164
 NOTE NO.22		
CHANGES IN INVENTORIES OF-FINISHED GOODS / WIP - STOCK-IN TRADE		
(a) Agricultural Operations		
Opening Stock		
Natural Rubber	2,79,64,253	4,08,06,302
Closing Stock		
Natural Rubber	2,21,38,243	2,79,64,253
	58,26,010	1,28,42,049
(b) Rubber Sheeting Factory		
Opening Stock		
Finished Products	25,90,854	21,02,085
Semi Finished Products	28,323	59,068
	26,19,177	21,61,153
Closing Stock		
Finished Products	16,49,401	25,90,854
Semi Finished Products	63,859	28,323
	17,13,260	26,19,177
	9,05,917	-4,58,024
TOTAL (a) + (b)	67,31,927	1,23,84,025



PARTICULARS	Figures for the Year Ended 31.03.2016 (₹)	Figures for the Year Ended 31.03.2015 (₹)
NOTE NO.23		
EMPLOYEE BENEFIT EXPENSES		
(a) Agricultural Operations		
Salary & Allowances	5,26,85,411	5,32,76,577
Wages & Allowances to Workers	10,58,64,613	9,20,46,747
Bonus	1,28,02,480	1,45,47,434
Welfare Expenses	55,06,621	55,43,335
Staff Training Expenses	2,05,020	5,54,569
Gratuity	1,11,34,683	85,50,854
Provident Fund	1,19,04,432	1,18,77,588
	20,01,03,260	18,63,97,104
(b) Rubber Sheeting Factory		
Salary & Allowances	9,61,729	9,68,687
Wages & Allowances to Workers	9,07,012	8,71,900
Bonus	2,49,125	2,30,215
Welfare Expenses	1,13,777	91,222
Provident Fund	1,23,422	1,12,891
	23,55,065	22,74,915
TOTAL (a) + (b)	20,24,58,325	18,86,72,019
NOTE NO. 24		
DEPRECIATION		
(a) Agricultural Operation	1,33,91,917	1,30,24,384
(b) Rubber Sheeting Factory	96,953	1,13,273
	1,34,88,870	1,31,37,657
Less:- Transferred to Immature Plantations	51,830	85,401
Balance charged to P & L Account	1,34,37,040	1,30,52,256
NOTE NO.25		
OTHER EXPENSES		
(a) Agricultural Operations		
Sales Commission	7,04,315	6,98,562
Repair & Maintenance of Roads and Buildings	1,98,50,143	3,43,09,099
Repair & Maintenance of Vehicle and Machinery	32,06,486	32,21,766
Repair & Maintenance of other Assets	12,78,066	15,04,920
Electricity Charges	13,69,214	13,52,911
Printing & Stationery	4,05,435	3,13,241
Pollution Control Expenses	5,56,234	3,44,026



PARTICULARS	Figures for the Year Ended 31.03.2016 (₹)	Figures for the Year Ended 31.03.2015 (₹)
Postage & Telephone	4,83,655	4,76,809
Store & Handling Charges	33,947	15,512
Taxes other than IT	18,77,076	8,12,282
Insurance	9,93,444	10,61,933
Travelling Allowance	7,54,943	11,95,861
Statutory Audit Remuneration;		
(a) Audit Fee	95,000	95,000
(b) Other Expenses	1,01,939	23,228
Energy Audit	0	38,400
Advertisement Charges	11,41,281	15,43,843
Interview Expenses	3,05,161	6,24,584
Legal Expenses	1,90,965	1,94,825
Office & Misc Expenses	3,82,971	3,95,365
Professional Charges	1,36,918	3,74,869
Entertainment Expenses	11,391	13,550
ISO 14001: 2004 Expenses	4,18,522	2,23,202
Lease Rent	14,27,049	14,22,057
Hire Charges of Vehicle	6,78,654	6,38,106
Prior Period Adjustment	4,96,547	11,81,784
Business promotion drive	0	1,04,477
Other Miscellaneous Expenses	17,94,455	14,99,889
	3,86,93,811	5,36,80,101
(b) Rubber Sheeting Factory		
Transport of Finished Goods	1,84,067	2,23,578
Repair & Maintenance of Vehicle and Machinery	31,615	2,56,617
Repair & Maintenance of other Assets	20,363	55,167
Electricity Charges	3,85,337	3,18,730
Taxes other than IT	60,358	92,393
Postage and Telephone	3,032	2,007
Insurance	43,821	41,135
Travelling Allowance	2,150	6,597
Newspaper and Periodicals	4,070	3,285
Store handing charges	48,699	47,833
Printing & Stationery	2,074	1,798
Pollution Control Expenses	0	33,044
Prior Period Adjustments	1,110	1,095
Office Miscellaneous Expenses	13,789	4,910
Other Miscellaneous Expenses	0	1,274
	8,00,485	10,89,463
TOTAL (a + b)	3,94,94,296	5,47,69,564



NOTE 26

Accounting Standards, additional disclosures and notes on accounts Notes on Accounting Standards prescribed by the Institute of Chartered Accountants of India

ACCOUNTING STANDARD (1) – Disclosure of accounting policies

The financial statements are prepared under historical cost convention on accrual basis as a going concern in accordance with the generally accepted accounting principles in India and to comply with all material aspects with the mandatory accounting standards notified by the Companies (Accounting standard) Rules 2006 and the provisions of the Companies Act, 2013. Accounting policies not specifically referred to otherwise are consistent with generally accepted accounting principles.

The preparation of financial statements requires the management of the Company to make estimates and assumptions that effect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Such estimates include provisions for doubtful debts, future obligations under employee retirement benefit plans, arrear amount to be paid to employees consequent to salary revision and provision for income taxes and the useful lives of fixed assets. Contingencies are recorded when it is probable that a liability will be incurred and the amount that can be reasonably estimated. Actual results could differ from such estimates. The differences between actual results and estimates are recognised in the year in which the results are known / materialized. Any revision to accounting estimate is recognised prospectively in current and future period.

ACCOUNTING STANDARD (2) – Valuation of inventories

Valuation of closing stock

a)	General Stores and Spares and Chemical	:	Actual Cost
b)	Natural Rubber	:	Market price as on 31.03.2016 or realised price whichever is less
c)	Finished Goods of Rubber Sheeting Factory	:	Cost or market price whichever is less.
d)	Semi Finished Goods at Rubber Sheeting Factory	:	At Cost

The basis of determining cost for various categories of inventories are as follows:

Stores, Spares and Chemicals	:	Purchase price, freight and other directly attributable costs
Finished goods and Semi finished goods at Rubber Sheeting Factory	:	Materials, labour cost, depreciation and overheads of the factory.



Note : Dry Rubber content of rubber stock has been arrived at as follows:

Unprocessed Latex	:	Actual Laboratory DRC
Processed Latex	:	60%
Scrap Rubber	:	60%
Trap Rubber	:	71.43%
Trap Rubber 2 nd grade	:	50%
Centrifuging Waste	:	85%
Crumb Milling Waste	:	50%
Skim lump	:	75.6%

ACCOUNTING STANDARD (3) – Cash flow statement

The disclosure of cash flow statement is included in the financial statements of the Company.

ACCOUNTING STANDARD (4) – Contingencies and events occurring after the Balance Sheet date

A provision is recognized when the Company has a present obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made.

Contingent liability is disclosed in case of a present obligation arising from past events when it is not probable that an outflow of resources will be required to settle the obligation, or a present obligation when arising from past events where the probability of outflow of resources is remote.

Contingent Assets are neither recognized nor disclosed.

ACCOUNTING STANDARD (5) – Net profit or loss for the period, prior period items and changes in accounting policies

No changes in accounting policies.

Individual items of Income and Expenditure relating to a prior period are accounted as prior period items and disclosed accordingly.

ACCOUNTING STANDARD (6) – Depreciation accounting

Depreciation has been provided on written down value method adopting the useful life of assets prescribed under Schedule II of Companies Act, 2013. Pro-rata depreciation is provided on assets acquired / sold during the year. (Refer Note under Accounting Standard 10)

ACCOUNTING STANDARD (7) –Construction contracts

The disclosure of construction contract is not applicable to this Company.

ACCOUNTING STANDARD (8) – R & D

This standard is withdrawn from 1st April, 2003

ACCOUNTING STANDARD (9) – Revenue recognition

Sales of goods are recognized at the point of despatch of finished goods. Sales are net of trade discount, KVAT and CST.

**ACCOUNTING STANDARD (10) – Accounting for fixed assets**

Tangible Fixed Assets (Other than Plantations) are stated at acquisition cost less accumulated depreciation and impairment loss, if any. (Please see Note 27 (V) regarding treatment of Plantations)

Cost includes the purchase price net of trade discounts and rebates, if any, and any cost directly attributable to bringing the asset to its working condition for its intended use and other incidental expenses incurred upto that date.

Subsequent expenditure incurred on tangible assets is expensed out except where such expenditure results in an increase in future benefits from the existing assets beyond its previously assessed standard of performance.

Asset costing upto ₹ 5,000 are charged off as revenue expenses.

Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Revenue Account when the asset is de-recognised.

ACCOUNTING STANDARD (11) – Effects of changes in foreign exchange rates

The Company has imported one Wallace Rapid Plastimeter with Ageing Chamber at a price GBP15160 equivalent to ₹ 15,77,817/- and one Latex stability test machine at a price of GBP3290 equivalent to ₹ 3,09,009/- from U.K. for using at the quality control laboratory of the Company during the year 2015-16. The value of the equipments recognised in the Indian Rupees in the Books of Accounts of the Company.

ACCOUNTING STANDARD (12) – Accounting for Government grants

The Company has received ₹ 3,59,040/- towards subsidy from the State Horticulture Mission for the construction of Hi-Tech Poly House at Kulathupuzha Estate. The subsidy received has been adjusted in the total cost of the Poly House.

ACCOUNTING STANDARD (13) – Accounting for investments

Investments of long term nature are stated at cost

ACCOUNTING STANDARD (14) – Accounting for amalgamation

The disclosure of accounting for amalgamation is not applicable to this Company.

ACCOUNTING STANDARD (15) – Employee benefits**a. Short term Benefits:-**

Short term employee benefits are charged off at the undiscounted amount in the year in which the related service is rendered.

b. Long term Benefits

- i. Gratuity** is funded through a trust under the Group Gratuity Scheme of the Life Insurance Corporation of India. Provision for gratuity is made in the books as per the advice and actuarial valuation received from Life Insurance of India.
- ii.** Leave encashment on retirement is accounted on the basis of actuarial valuation covered the liabilities as on 31.03.2016.
- iii.** The Company is regular on remitting Provident Fund contribution with Commissioner of Employees Provident Fund at the rate prescribed under EPF Act.

**ACCOUNTING STANDARD (16) – Borrowing costs**

The Company has no borrowed capital or loan from others. Hence the disclosure of borrowing costs is not applicable.

ACCOUNTING STANDARD (17) – Segment reporting

The disclosure of segment reporting is not applicable to this Company.

ACCOUNTING STANDARD (18) – Related party disclosures

1. Relationships (during the period):
 - a) Holding company, subsidiaries and fellow subsidiary : Nil
 - b) Associates, joint ventures and investing parties : Nil
 - c) Key Management Personnel and their Relatives : Managing Director, Company Secretary
 - d) Enterprises over which anyone in (c) exercises significant influence : Nil
2. The following transactions were carried out with the related parties in the ordinary course of business:

Disclosure in respect of material transactions with persons referred to in item 1(c) above:

 - (a) The remuneration paid to the Managing Director during the year 2015-16 was ₹ 21,40,902/- and that of Company Secretary was ₹ 12,54,501/-.
 - (b) No Payments made under long term incentive plan.
 - (c) No interest income on loans given.
 - (d) No outstanding loans receivable.

ACCOUNTING STANDARD (19) – Accounting for leases

The plantations of the Company are grown in the lease hold land. The lease agreement with the Govt. of Kerala has been renewed for a further period of 25 years with effect from 26.05.2001 vide G.O (MS) 33/2003/F&WLD dated 10.06.2003.

ACCOUNTING STANDARD (20) - Earnings per share

Particulars	₹
Loss after tax	(-) 589239
Add:- Transfer from Replanting Reserve for replanting completed	3079700
	(+) 2490461
Less:- Transferred to Replanting Reserve	4730000
	(-) 2239539
Earnings per share: 2239539 / 33927 =	
Basic	- ₹ 66
Diluted	- ₹ 66

ACCOUNTING STANDARD (21) – Consolidated financial statements

The disclosure of consolidated financial statement is not applicable to this Company.

**ACCOUNTING STANDARD (22) – Accounting for taxes on income**

Tax liability is ascertained on the basis of assessable profits computed in accordance with the provisions of the applicable Acts.

Deferred tax is recognised, on time difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or subsequent periods.

ACCOUNTING STANDARD (23) – Accounting for investments in associates in consolidated financial statement

The disclosure of Accounting for investments in associates in consolidated financial statement is not applicable to this Company.

ACCOUNTING STANDARD (24) – Discontinuing operations

The company has no discontinuing operations during the year 2015-16.

ACCOUNTING STANDARD (25) – Interim financial reporting

The disclosure of interim financial reporting is not applicable to this Company.

ACCOUNTING STANDARD (26) – Intangible assets

The disclosure of intangible asset is not applicable to this Company.

ACCOUNTING STANDARD (27) – Financial reporting of interest in joint venture

The disclosure of financial reporting of interest in joint venture is not applicable to this Company.

ACCOUNTING STANDARD (28) – Impairment of assets

Management evaluates at regular intervals, using external and internal sources whether there is an impairment of any asset. Impairment occurs where the carrying value exceeds the present value of future cash flows expected to arise from the continuing use of the asset and its net realisable value on eventual disposal. Any loss on account of impairment is expenses as the excess of the carrying amount over the higher of the asset's net realisable value or present value as determined.

ACCOUNTING STANDARD (29) – Provisions, contingent liabilities and contingent assets

The Company has received demand notice from the Punalur Municipality demanding payment of Property tax on the extent of 200Ha of the rubber plantation at Ayiranallur Estate of the company for the years 1997-98 to 2007-08 for an amount of Rs.5,29,200/-. The company has not paid the amount as the Sub-court of Kottarakkara dismissed an appeal Suit No.14/1986 filed by the Punalur Municipality for the recovery of Property tax from the company on the ground that the owner of the land only is liable to pay property tax and in this case the owner of the land is Government of Kerala. Also major part of the amount is barred by limitation by virtue of Section 539 of the Kerala Municipality Act.

The Punalur Municipality seized two vehicles of the company for the non-payment of property tax. The company filed a writ petition WP No.9322/2010 before the Hon'ble High Court of Kerala against the demand of alleged tax and attachment of vehicles. The Hon.High Court directed to release the vehicles seized by the Municipality on furnishing a Bank guarantee for Rs.5.75 lakhs, for a period of one year by the company. Accordingly the company had furnished a Bank guarantee for Rs.5.75 lakhs valid till 31.03.2011 in favour of the Municipality and the vehicles were released on 31.03.2010. The Court is yet to take a decision in this matter.

**ACCOUNTING STANDARD (30) – Financial instruments**

The disclosure of financial instruments reporting is not applicable to this Company.

NOTE 27**OTHER NOTES****i. Replanting Allowance Reserves**

Replanting Allowance Reserves has been worked out at the rate of 2.5% of the income from the rubber and 1.5% of other minor crops as per the Kerala Agricultural Income Tax Act.

The Company has started replanting of rubber trees in the estates since 2001. Thus proportionate Replanting Allowance Reserves to the extent of the area replanted with rubber trees for the year 2014-15 ₹ 30,79,700/- has been transferred to General Reserve.

ii. The Company has sold 29851 (P.Y. 39306) numbers of old rubber trees in connection with the replanting programme during the year 2015-16. After adjusting the planting and maintenance cost of the rubber trees sold, an amount of ₹ 6,19,92,045/- (P.Y. ₹ 8,05,78,930) has been transferred to Profit & Loss A/c as surplus on sale of old rubber trees.

iii. The Company has sold 22713 (P.Y.41378) Nos. rubber seedlings from the estate nurseries in excess of the captive planting. After adjusting the cost of rubber seedlings sold, an amount of ₹ 13,64,555/- (P.Y. ₹ 26,79,327/-) has been transferred to Profit and Loss A/c as surplus on sale of rubber seedlings.

iv. Interest is recognised on Time – Proportion basis.

v. Plantations**A. Immature Plantations**

All direct expenses of replanting activities have been transferred to Immature Plantations. During the year 2015-16 the Company has opened balance 50% of the 2006 Replanted area and 50% of the 2007 replanted areas for tapping. The establishment / administrative expenses attributable to the replanting activities are transferred to Immature Plantations.

The following expenses incurred at Head Office which are directly attributable to the replanting activities are also capitalized and transferred to the Immature Plantations.

- (a) Lease Rent
- (b) Depreciation on Vehicles exclusively used for replanting.
- (c) Premium to Gratuity Fund Trust under LIC Group Insurance Scheme.

B. Mature Plantations

As and when the immature rubber plantations are opened for tapping the same will add to the mature plantations. The mature plantations will amortise after the useful life of the asset.



vi. The gratuity of ₹ 1,11,34,683/- represents the following

i) Premium to Gratuity Fund Trust under LIC Group Gratuity Insurance Scheme (P.Y. ₹ 1,49,93,679)	₹ 1,85,43,082
ii) Difference between receipts from LIC and company's contribution to meet legal liability on actual gratuity payments during the year (PY ₹ 12,60,927 (Dr))	₹ 20,85,659 (Dr.)
Total	₹ 2,06,28,741
Less: Proportionate amount of premium to Gratuity Fund Trust under LIC Group Insurance Scheme transferred to Immature Plantations i.e. 51.20% on ₹ 1,85,43,082 /- (PY ₹ 77,03,752)	₹ 94,94,058
Total	₹ 1,11,34,683

vii. Fixed Assets worth (WDV) ₹ 1,58,666/- have been installed at the Government Secretariat, Trivandrum as on 31.03.2016.

viii. Assets and Liabilities do not include Fixed Deposit Receipts and National Saving Certificates tendered by contractors as security marking lien in favour of the company worth ₹ 16,81,108/- (P.Y. ₹ 49,76,608/-).

ix. The estimated liability in respect of contracts remaining to be completed on capital account not provided in the accounts ₹ 51,69,017/- (P.Y. ₹ 2,45,54,325/-)

x. Quantity particulars of natural rubber in Kgs.

	2015-16	2014-15
Opening Stock	266228	288694
Production	1485321	1524457
Sales and Transfers	1569382	1546923
Closing Stock	182167	266228

xi. Interest received consist of:

	2015-16	2014-15
	(₹)	(₹)
a) Interest from Treasury Savings Bank (Gross)	2,17,476	1,38,251
b) Interest on Fixed Deposits (Gross)	2,60,25,350	3,91,91,836
c) Interest on Housing loans	22,465	31,726
d) Interest on Investment Deposits Scheme (Gross)	21,80,000	21,80,000
e) Penal Interest collected	2,00,946	6,22,217
f) Interest on Security Deposit with KSEB	51,433	62,898
g) Interest on Flexi Deposit (gross)	8,75,622	5,99,696
TOTAL	2,95,73,292	4,28,26,624

* Income tax deducted at source ₹ 65,56,029/- (PY ₹ 96,44,836/-).



- xii. Confirmation for Trade receivables, advances, deposits, Trade Payables and other liabilities are not available in all cases. However the company is of the opinion that the amounts disclosed under the above heads are realizable / payable.
- xiii. The Agricultural Income Tax assessment has been completed up to assessment year 2013-14. Appeals filed against the assessments are pending with various authorities and the disputed tax and interest relating to these appeals are as follows: :

Assessment year	Disputed Tax & interest (₹)
2001-02	18,07,790
2002-03	45,26,944
2003-04	29,49,568
2004-05	72,22,132
2005-06	69,30,970
2006-07	80,99,392
2007-08	1,19,40,782
2008-09	1,36,46,470
2009-10	1,80,84,500
2010-11	2,27,98,520
2011-12	2,24,08,470
2012-13	2,57,90,440
2013-14	76,77,375
TOTAL	15,38,83,353

The Agricultural Income Tax assessing authority has reopened the earlier assessments on the ground that there were escaped incomes in respect of Replanting expenses allowed. The company has remitted all the disputed taxes so as to avoid further liability, if any, in future. In respect of orders received from the Appellate Authority, the effect of relief has not been considered in the absence of proceedings of the assessing authority.

- xiv. The Central Income Tax Assessment of the Company has been completed up to the Assessment year 2013-14. Appeals filed against the assessments are pending with various authorities and the disputed tax and interest relating to these assessments are as follows:

Assessment Year	Disputed Tax & Interest (₹)
1999-00	3,31,716
2000-01	77,000
2002-03	32,51,010
2003-04	96,300
2004-05	69,28,200
2005-06	69,71,700
2006-07	83,88,480
2007-08	1,09,45,160



2008-09	1,42,09,340
2009-10	1,89,13,600
2010-11	2,79,56,210
2011-12	2,31,26,080
2012-13	2,58,43,280
2013-14	3,05,02,330
TOTAL	17,75,40,406

The Company had filed a review petition before the Hon'ble High Court of Kerala on the basis of legal opinion received for the Assessment Years 2004-05, 2005-06 and 2006-07. The Hon. High Court dismissed the review petition and orders issued. The legal advisors of the Company advised the Company to file rectification petition before the assessing authority on the basis of original High Court order. The Company filed rectification petition for the above Assessment years. Against the order of the Income Tax Appellate Tribunal disallowing the replanting expenses and other issues for the Assessment Year 2007-08, the Company has filed appeal before the Hon'ble High Court of Kerala.

No provision has been made in the accounts towards these amounts as the appeals are pending disposal. In respect of orders received from the appellate authority, the effect of relief has not been considered in the absence of proceedings of the assessing authority.

The company has remitted/adjusted amount due from the Income Tax Department for all the disputed taxes so as to avoid further liability if any, in future.

- xv.** Claims against the company not acknowledged as debts ₹ 3,78,60,092/- (P.Y ₹ 3,60,90,972/-).
- xvi.** The company tendered for sale of 39726 Nos. of old rubber trees on 09.12.2010 and the work was awarded to all successful tenderers. Time allowed for cutting and removal of trees was 28.02.2011 and subsequently extended up to 30.04.2011. One contractor viz. Mr.Sharief Nazimudeen has defaulted and he have not completed the work within the extended time. Mr.Sharief Nazimudeen has filed writ petition (WPC) 12693/2011) before the Hon.High Court of Kerala to grant him 2 months more time to cut and remove the rubber trees up to 28.04.2011. But the prayer for the interim relief to stay all further proceedings with respect to the re-auction of these trees was declined by the Hon.High Court by order dtd. 03.05.2011. These writ petition is pending before the Hon'ble High Court. A re- tender for the sale of balance trees (9553 no of trees) at Ayiranallur Estate was scheduled on 10.05.2011 and 11.05.2011. But due to boycott of the tenderers at the instance of Mr. Sharief Nazimudeen, the defaulted contractor the re-tender could not be carried out. Subsequently these trees were re-tendered and sold at the risk and cost of the defaulted contractor. Mr.Sharief Nazimudeen has filed a suit No.OS.170/2012 before the Sub-Court, Kottarakkara praying for the refund of balance amount after adjusting the value of trees cut and removed by him and interest and cost thereon. The case is pending with Sub-Court, Kottarakkara.
- xvii.** Bonus @ 8.33% being the minimum bonus as per Payment of Bonus (Amendment) Act 2015, for the year 2015-16 has been provided in the current year accounts as there was no sufficient allocable surplus. The excess of amount paid during the year 2015-16 over the Bonus provision for the year 2014-15 has been accounted in the current year Bonus along with the provision for 2015-16.

**xviii. Corporate Social Responsibility**

Financial Year	2014-15	2015-16
Average net profit of the company for the past 3 years	18,53,97,154	12,06,42,107
Minimum amount to be spent (2% of above)	37,07,943	24,12,842
Amount committed	39,00,000	24,55,000
Amount disbursed upto 31 st March 2016	33,37,961	-
Amount unspent	3,69,982	24,55,000

a. In respect of Financial Year 2014-15

The Company has taken up a project of construction of sewage treatment plant to Punalur Taluk Hospital under Corporate Social Responsibility on the basis of average profits for the last three years. The estimate of the project is ₹ 39,00,000/- and the same will be executed through an NGO M/s. COST FORD. This year the Company has already paid ₹ 33,37,961/- to M/s. COSTFORD as advance for the construction. The construction started only on 07.04.2015 and is not yet completed. Hence no provision has been made in the accounts for the Financial Year 2015-16 and 2014-15.

b. In respect of Financial Year 2015-16

The Company has identified 7 projects in Health/Education Area for its CSR activities using the CSR Fund 2015-16 amounts to ₹ 24,55,000/- in the local area. No provision has been given in the accounts for the year 2015-16.

xix. The Company has recovered ₹ 5,95,463/- from the five parties as on 31.03.2016 through revenue recovery proceedings towards the risk and loss suffered by the Company on various contracts. The recovery has been effected in instalments allowed by the revenue recovery authority. None of the parties settled their liabilities fully. The Company will recognise the revenue on completion of each case separately.

xx. The previous year figures have been recasted and reclassified wherever necessary to comply with current year classification.

xxi. Trade Receivables outstanding for a period more than 12 months is ₹ 11,59,847/- (P.Y ₹ 25,84,511-). Out of the above, an amount of ₹ 9,21,833/- (P.Y ₹ 22,05,198/-) is long pending at various stages of litigation. Sufficient provision has been made in the accounts for the long pending cases towards Bad & Doubtful debts.

xxii. The details of prior period items are given below:

Prior Period Income	Current Year (₹)	Previous Year (₹)
Bank Charges Reversed	4,593	2,775
Electricity Charges Reversed	-	1,140
Sale of Cashew	-	10,100
Risk & loss settled	6,19,302	-
R. R. Recovery	1,08,195	-
Total	7,32,090	14,015
Rubber Sheeting Factory		
Bank charges reversed	-	261
Total	-	261



Prior Period Expenses	Current Year(₹)	Previous Year(₹)
Vehicle Maintenance (Petrol Charges)	-	1,497
Travelling Expenses	-	150
Prepaid expenses (Vehicle Tax)	-	37,905
Pension Fund	-	6,86,400
Medical & Hospital facilities	3,030	-
Newspaper & Periodicals	24,070	9,644
EPF and FPF	-	3,58,294
Water Cess	-	13,941
Education Grant	-	2,600
Purchase of Scrap & Lump	-	71,353
Input VAT set off	8,004	
Workmen Compensation	4,61,443	
TOTAL	4,96,547	11,81,784
Rubber Sheeting Factory		
Newspaper & Periodicals	1110	1095
TOTAL	1110	1095

- xxiii.** Liability towards Agricultural Income Tax and Central Income Tax for earlier years appearing under the head Provisions represent provisions made in the respective years. In all such cases appeals are pending at different levels. Hence, it is not possible to ascertain the correct liability to set off against advances made.
- xxiv.** On the basis of information obtained from suppliers who have registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) and based on the information available with the Company the balance due to Micro & Small Enterprises as defined under the MSMED Act, 2006 is Nil (Previous Year Nil). Further, no interest during the year has been paid / or is payable / accrued under the terms of the MSMED Act, 2006.
- xxv.** The Profit and Loss Account of Rubber Sheeting Factory is as below. The amount has been already incorporated in the accounts.



**Profit & Loss Account for the year ended 31st March, 2016
of Rubber Sheeting Factory, Abhayagiri**

PARTICULARS	CURRENT YEAR 2015-16 (₹)	PREVIOUS YEAR 2014-15 (₹)
1	2	3
I Revenue From Operations	92,98,287	95,23,553
II Other Income	21,797	4,143
III Total Revenue	93,20,084	9,52,76,96
IV Expenses		
Cost of Materials Consumed	55,22,657	74,34,720
Changes in inventories of Finished Goods/ Work in progress and stock in trade	9,05,917	(4,58,024)
Employee Benefit Expenses	23,55,065	22,74,915
Depreciation	96,953	1,13,273
Other Expenses	8,00,485	10,89,463
Total Expenses	96,81,077	1,04,54,347
V Profit /(Loss) for the period	(360993)	(9,26,651)

For and on behalf of the Board of Directors

Sd/-
Jose Sebastian
(Finance Manager)

Sd/-
Merena Varghese
(Company Secretary)

Sd/-
V.V. Shajimon, IFS
(Managing Director)

Sd/-
P. K. Seethalekshmi Amma
(Director)

As per our report dated 30/08/2016

For **KURYAN & SUSEELAN**
Chartered Accountants
FRN 001635S

Sd/-

CA. KURYAN KURYAN
Partner
Membership No: 208598

Punalur
30-08-2016



CASH FLOW STATEMENT (DIRECT METHOD)

Particulars	2015-16		2014-15	
(A) Cash flow from Operating Activities				
Receipts from customers	28,88,58,737		32,32,73,639	
Other operating income	<u>2,30,86,868</u>	31,19,45,605	<u>2,83,24,253</u>	35,15,97,892
Payments to suppliers	(4,23,27,829)		(5,86,17,026)	
Payments to employees & workers	(26,07,72,905)		(26,22,74,482)	
Other operating expenses	<u>(10,44,50,554)</u>	(40,75,51,288)	<u>(9,11,99,744)</u>	(41,20,91,252)
Cash generated from operations		(9,56,05,683)		(6,04,93,360)
Income tax paid		<u>(1,73,44,932)</u>		<u>(2,84,85,178)</u>
Cash flow before extraordinary items		(11,29,50,615)		(8,89,78,538)
Extraordinary items		0.00		0.00
Net cash inflow / (outflow) from operating activities		<u><u>(11,29,50,615)</u></u>		<u><u>(8,89,78,538)</u></u>
(B) Cash flow from Investing Activities				
Sale of fixed assets	27,618		1,875	
Sale of investments	16,20,00,000		13,60,00,000	
Interest received	4,57,80,246		3,96,66,612	
Rent received	<u>2,68,549</u>	20,80,76,413	<u>2,74,695</u>	17,59,43,182
Purchase of fixed assets	(1,69,27,636)		(4,61,39,695)	
Purchase of investments	(5,00,00,000)		(2,80,00,000)	
Replanting expenses	(50,26,807)		(42,93,813)	
Rent paid	<u>(58,39,163)</u>	(7,77,93,606)	<u>(66,75,287)</u>	(8,51,08,795)
Extraordinary items		0.00		0.00
Net cash inflow / (outflow) from investing activities		<u><u>13,02,82,807</u></u>		<u><u>9,08,34,387</u></u>
(C) Cash flow from Financing Activities				
Dividend paid		0.00		(50,89,050)
Extraordinary items		0.00		0.00
Net cash inflow / (outflow) from financing activities		<u><u>0.00</u></u>		<u><u>(50,89,050)</u></u>
(D) Net increase / (decrease) in cash & cash equivalents (A+B+C)		1,73,32,192		(32,33,201)

**(E) Cash & cash equivalents at the beginning**

Cash in hand	22,500		16,723	
Stamps in hand	2,660		2,463	
Cash at bank	<u>1,85,53,445</u>	<u>1,85,78,605</u>	<u>2,17,92,620</u>	<u>2,18,11,806</u>

(F) Cash & cash equivalents at the end (D+E)

Cash in hand	26,787		22,500	
Stamps in hand	5,212		2,660	
Cash at bank	<u>3,58,78,798</u>	<u>3,59,10,797</u>	<u>1,85,53,445</u>	<u>1,85,78,605</u>

For and on behalf of the Board of Directors

Sd/-
Jose Sebastian
(Finance Manager)

Sd/-
Merena Varghese
(Company Secretary)

Sd/-
V.V. Shajimon, IFS
(Managing Director)

Sd/-
P. K. Seethalekshmi Amma
(Director)

As per our report dated 30/08/2016

For **KURYAN & SUSEELAN**
Chartered Accountants
FRN 001635S

Sd/-

CA. KURYAN KURYAN
Partner
Membership No: 208598

Punalur
30-08-2016



**Details as per Notification No. F. No. 3/24/94/-CLV (a) Dated May 15, 1995,
Ministry of Law, Justice and Company Affairs**

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS

PROFILE:

I. Registration Details

Registration No.	:	2799/76
State Code	:	09
Balance sheet date	:	31.03.2016

II. Capital raised during the year

Public issue	:	Nil
Rights issue	:	Nil
Bonus issue	:	Nil
Private Placement	:	Nil

III. Position of Mobilisation and Development of Funds (Rupees in Thousands)

Total liabilities	:	1919700
Total assets	:	1919700

Source of Funds

Paid up capital	:	33927
Reserves & surplus	:	1579568
Secured loans	:	Nil
Unsecured loans	:	Nil

Application of Funds

Net fixed Assets	:	1033475
Investments	:	100
Net current assets	:	387803
Misc. expenditure	:	2848 (Deferred tax Asset)
Accumulated losses	:	Nil

IV. Performance of Company

Turnover	:	302890
Total expenditure	:	290218
Profit before tax	:	12672
Profit/(Loss) after tax	:	(-) 589
Earnings per share in rupees	:	(-) ₹ 66/- (Rupees Sixty Six Only)

V. Generic names of three principal products/services of company (as per monetary terms)

Item Code No.	:	(ITC Code)
Product Description	:	1. Natural Rubber - ITC code: 400110
		2. Industrial Rubber Sheetings - ITC code: 40059190



सत्यमेव जयते

प्रधान महालेखाकार (सामाजिक एवं सामान्य क्षेत्र लेखापरीक्षा) का कार्यालय, केरल,
तिरुवनन्तपुरम

OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (G&SSA) KERALA,
THIRUVANANTHAPURAM

31 मार्च 2016 को समाप्त वर्ष के लिए रिहाबिलिटेशन पलन्टेशन लिमिटेड, पुनलूर के वित्तीय
विवरणों पर कंपनी अधिनियम 2013 की धारा 143(6) (b) के अधीन भारत के
नियंत्रक – महालेखापरीक्षक की टिप्पणीयाँ

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER
SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL
STATEMENTS OF REHABILITATION PLANTATIONS LIMITED, PUNALUR FOR THE
YEAR ENDED 31 MARCH 2016

The preparation of financial statements of Rehabilitation Plantations Limited, Punalur for the year ended 31 March 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 30 August 2016.

I, on the behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of Rehabilitation Plantations Limited, Punalur for the year ended 31 March 2016 and as such have no comments to make under section 143(6)(b) of the Act.

For and on behalf of
The Comptroller & Auditor General of India

सी. गोपीनाथन

C. Gopinathan

तिरुवनन्तपुरम

Thiruvananthapuram
Dated: 27 .09. 2016.

प्रधान महालेखाकार (सामाजिक एवं सामान्य क्षेत्र लेखापरीक्षा) केरल
PRINCIPAL ACCOUNTANT GENERAL (G&SSA),
KERALA