

**REHABILITATION
PLANTATIONS
LIMITED
PUNALUR**



41st

Annual Report
2016-2017

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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. K. Karthikeyan, IFS

DIRECTORS

Smt. Sanjeevanee Kutty, IAS

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

Shri. K. J. Varughese IFS

Principal Chief Conservator of Forests (Wildlife) & Chief Wildlife Warden, Kerala
Forest & Wildlife Department,
Vazhuthacaud, Thiruvananthapuram

Shri R.P. Khandelwal

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

Smt. P.K. Seethalekshmi Amma

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

Shri. V. Mohanan

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

Shri. Shibu A.S.

Under Secretary,
Finance Department,
Government Secretariat,
Thiruvananthapuram.



AUDIT COMMITTEE

Smt. P.K. Seethalekshmi Amma (Director)	Chairperson, Audit Committee
Shri. K. Karthikeyan, IFS (Managing Director)	Member
Shri. A.S. Shibu (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 & Ayiranallur Estate)
5. Smt. P.S. Sujatha	Manager (Purchase and Project)
6. Shri. B. Baburaj	Manager (Personnel & Administration)
7. Shri. Shan Aliyar	Deputy Manager (Commercial)
8. Shri. Prabin Das	Deputy Manager (Co-ordination)

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

☎ ++91-475-2222971, 2222972, 2222973, 2222402, 2224874
Fax: ++91-475-2223866
E-mail: mdrpl@sancharnet.in
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 41st Annual General Meeting of Rehabilitation Plantations Limited will be held on Wednesday, 27th September 2017 at 04.00 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 *at short notice:-*

ORDINARY BUSINESS:-

1. To receive, consider, approve and adopt the audited financial statements of the Company for the financial year ended March 31, 2017, 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 fix the remuneration or to decide the manner of fixing the remuneration of the Auditor for the financial year 2017-18 to be appointed by the Comptroller and Auditor General of India.

By order of the Board of Directors,
FOR REHABILITATION PLANTATIONS LIMITED

Sd/-
(Merena Varghese)
Company Secretary

07/09/2017

Punalur

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,

The Board of Directors hereby submits the 41st Annual Report on the business and operations of your Company for the year ended 31st March, 2017.

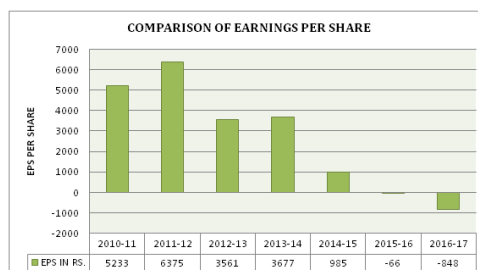
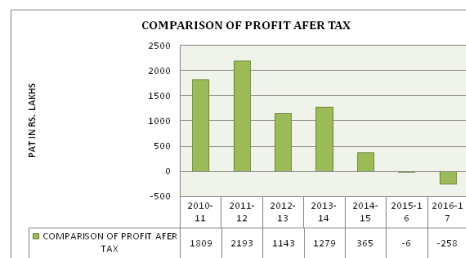
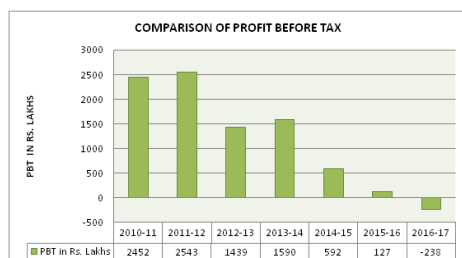
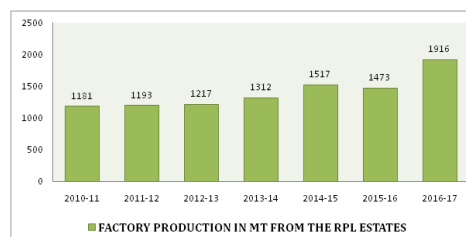
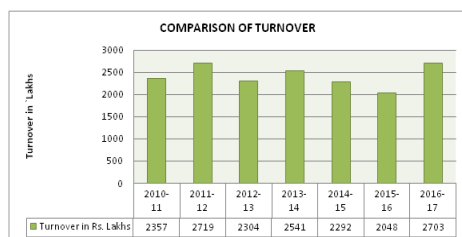
1. Operations & Business Performance

The working results of your Company registered a loss before tax amounting to ₹ 237.65 Lakhs after providing depreciation and other expenses as against a profit of ₹ 126.72 Lakhs during the previous year. Loss after tax comes to ₹ 258.13 Lakhs as against last year loss of ₹ 5.89 Lakhs. Main reasons for incurring loss are:- only 60% of the total plantation area comes under tapping due to replanting, no receipt from the sale of old rubber trees during the year 2016-17 as the felling of trees for replanting was completed by last year and decrease in interest income by ₹ 87 Lakhs due to the decrease in fixed deposits of the company. Consequent to the pay revision of staff and officers w.e.f 01/07/2014 an amount of ₹ 269 Lakhs has been provided in the accounts for the pay revision arrears.

The total factory production of rubber from the estates of the Company during the year under review was 1916 MT (in DRC) as against the previous year production of 1473 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 2016-17 was 1941 MT DRC as against 1485 MT DRC for the previous year. Natural Rubber production in India during the year 2016-17 was 691000 MT as against last year's 562000 MT. Your Company's position is 14th (Previous Year 16th) in the case of processing of Latex out of the 75 latex processing units in the nation and is 43rd (last year 45th) in the case of Block Rubber production in India (total 66 Units).

Rubber Sheetings Factory of the Company had made a profit of ₹ 9.95 Lakhs as against the last year loss of ₹ 3.61 Lakhs. The Rubber Sheetings Factory of the Company had produced 233 MT (Previous year: 201MT) of Industrial Rubber Sheetings during the year under review and sales turnover was ₹132 Lakhs against last year's ₹ 93 Lakhs. Since the demand for the industrial Sheetings has been reduced, production was also controlled. Your Directors have pleasure to inform that during the financial year 2016-17, your Company got an order for end to end production of 14 MT of ROCASIN for the Vikram Sarabhai Space Centre, Thiruvananthapuram during July 2016 and successfully produced about 4 MT till 31/03/2017. ROCASIN production is going on. 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 25 MT (13 MT during the previous year) of dry rubber equivalent of field latex and scrap rubber from outside sources and processed at your Factory. The performance of your Company was not upto our expectations in this area of operation as the factory is having idle capacity even though purchase quantity increased compared to last year.

Comparative performance of the Company from the financial year 2010-11 onwards in terms of turnover, factory production from Estates, Profit before tax, profit after tax and basic and diluted earnings per share are given in the following charts:-



Your Company's performance during the year under review was severely affected by the fall in rubber prices and for the first time since 1980, your company has recorded loss before tax. Various measures have been taken to overcome this crisis situation and your Board is especially careful about the situation and is taking adequate steps in this direction.

2. FINANCIAL HIGHLIGHTS

Financial Results	2016-17 ₹ in Lakh	2015-16 ₹ in Lakh
Sales & other income	2935.57	3028.90
Profit/(Loss) Before Tax	(237.65)	126.72
Deferred tax (Dr)	1.48	4.61
Less: -		
(a) Provision for Taxation	19.00	128.00
Loss after Tax	(258.13)	(5.89)
Add: Amount transferred from Replanting Allowance Reserve	35.96	30.80
Less: Re-plantation Allowance	65.40	47.30
Loss	287.57	22.40
Balance carried to General Reserve	-287.57	-22.40
Earnings per share (₹)	-848	-66



The Board of the company has decided to transfer the loss of ₹ 28757169/- to the General Reserve. There were no change in the share capital of the Company during the financial year 2016-17. 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. Further the Government vide G.O (Ms) No49/2017/LBR dtd. 25/06/2017 have accorded sanction for pay revision to the staff and officers of the company w.e.f 01/07/2014 and the other revised allowances w.e.f 01/02/2016 subject to the terms and conditions mentioned therein. Your Directors decided to pay the arrears of pay revision to its staff & officers in 2 installments i.e. 2/3rd of the total arrear was paid in the month of July 2017 and the remaining 1/3rd will be paid in the month of January 2018. The arrears payable to the retired employees were paid in one installment itself in the month of July 2017. Consequent to this pay revision ₹ 269 Lakhs was provided in accounts for the year 2016-17.

3. EXTRACT OF ANNUAL RETURN

The extract of Annual Return, in format MGT - 9, for the Financial Year 2016-17 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 2016-17.

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 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

Your Company now works directly supporting projects in promoting education, health care and environment protection. Details of 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/csrpolicy.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 WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

There were two cases 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, 2017, 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, 2017 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 now over. After each year's re-planting, the area replanted is surveyed and the effective areas with rubber trees are separately marked.

Total area surveyed during the replanting comes to 2165 Ha and total effective area planted with rubber comes to 1945 Ha from 2001 to 2016 as per the surveyed report. Out of this, 2001, 2002, 2003, 2004, 2005, 2006, 2007 and 50 % of 2008 plantations are matured and are under tapping.

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 3 training programs (57 participants) were conducted internally and your employees attended about 12 external training programs (46 employees participated) also. Tappers training to the workers is also being organized under the Pradhan Mantri Kaushal Vikas Yojana for skill and production improvement.



Industrial relations

Relations with the employees continued to be cordial throughout the year. However the workers took part in a strike on 06/05/2016 and most of the workers and staff took part in a nationwide token strike on 02/09/2016 which affected the operations of the Estate and the Factory on those days.

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.

Welfare Activities

Your Company is always trying its best for the welfare of its employees especially, the workers. Most of the workers are not having own land or house to live after retirement. In order to address this issue your company is trying to include the workers and the retired workers under the LIFE Scheme of the Government of Kerala or any other suitable housing scheme by the Central as well as the State Government. Medical camps and other medical facilities are also arranged as part of the welfare activities. Your Directors are glad to inform that by Government Order dated 06/07/2017, Government accorded sanction to issue caste certificate to the Sri Lankan repatriates of Indian origin resettled in the State subject to production certain documents, which was a long pending demand of our workers.

13. MARKET TRENDS & PROSPECTS

Average annual price of cenex in the domestic market as per the statistics provided by the Rubber Board was ₹ 148.51 per Kg as against last year's ₹ 147.13 per Kg. RSS 4 price was ₹ 135.49 per Kg against last year's ₹ 113.06 per Kg. Average annual price for ISNR 20 during the year under review was ₹ 119.22 per Kg and that for previous year was ₹ 100.42. As the price of rubber is not yet achieved a remunerative level your company is trying to overcome this by exploring the avenues for diversification. Natural rubber consumption in India has been slightly increased to 1044075 MT compared to last year's 994415 MT. World consumption of natural rubber has also been slightly increased to 12600000 MT compared to last year's 12140000 MT. As per the information received from the Rubber Board, production of Ribbed Smoked Sheets in India has been increased from last year's 375495 MT to 473375 MT and consumption also slightly improved, i.e. from 459570 MT to 486470 MT. During the year under review. Import of RSS sheets was 67850 MT during 2016-17 & 105210 MT in 2015-16. During the year 1112 MT of Cenex was imported against 7530 MT last year. But the import of ISNR (357340 MT during 2016-17) increased compared to last year (344150 MT during 2015-16).

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 2016-17.

15. DIRECTORS

The nominations of Shri. V.V. Shajimon, IFS (Managing Director), Shri. P. Harikumar, Dr. M. Ayyappan and Shri. Kumar C. Pillai 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



16. 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 present composition of the Committees are as follows:-

Sl.No.	Name of the Committee	Composition of the Committee
1.	Audit Committee	Ms. P.K. Seethalekshmi Amma (Chairperson) Shri. K. Karthikeyan, IFS Shri. V. Mohanan Shri. Shibu A.S.
2.	Corporate Social Responsibility Committee	Shri. K. Karthikeyan, IFS (Chairman) Ms. P.K. Seethalekshmi Amma Shri. Shibu A.S.
3.	Re-planting Monitoring Committee	Shri. V. Mohanan (Chairman) Shri. K. Karthikeyan, IFS Shri. Shibu A.S.

Board Meeting & Committee meeting details

Details of Board and committee meetings held during the Financial Year 2016-17 are as follows:-

Date of board meeting	Directors present	Directors absent
12/05/2016	Shri. Tom Jose, IAS Shri. K.J. Varughese, IFS Shri. V. V. Shajimon, IFS Shri. V. Mohanan Shri. P. Harikumar Shri. Kumar C. Pillai	Ms. Sanjeevanee Kutty, IAS Dr. M. Ayyappan
30/08/2016	Shri. Tom Jose, IAS Shri. K. J. Varughese, IFS Shri. V. V. Shajimon, IFS Ms. P. K. Seethalekshmi Amma Ms. Sanjeevanee Kutty, IAS (thorough video conferencing)	Dr. M. Ayyappan Shri. V. Mohanan Shri. Kumar C. Pillai
23/12/2016	Shri. Tom Jose, IAS Shri. K. J. Varughese, IFS Shri. K. Karthikeyan, IFS Ms. P. K. Seethalekshmi Amma	Ms. Sanjeevanee Kutty, IAS Shri. V. Mohanan Shri. Kumar C. Pillai
24/03/2017	Shri. Tom Jose, IAS Shri. K. J. Varughese, IFS Shri. K. Karthikeyan, IFS Ms. P. K. Seethalekshmi Amma Shri. V. Mohanan Shri. Shibu A.S.	Ms. Sanjeevanee Kutty, IAS Shri. R.P. Khandelwal



Date of Audit Committee meeting	Directors present	Directors absent
12/05/2016	Shri. P. Harikumar Shri. V. V. Shajimon, IFS Shri. V. Mohanan Shri. Kumar C. Pillai	Nil
30/08/2016	Ms. P.K. Seethalekshmi Amma Shri. V. V. Shajimon, IFS Shri. Kumar C. Pillai	Shri. V. Mohanan
24/03/2017	Ms. P.K. Seethalekshmi Amma Shri. K. Karthikeyan, IFS Shri. V. Mohanan Shri. Shibu A.S.	Nil
Date of Re-planting Monitoring Committee meeting	Directors present	Directors absent
13/06/2016	Shri. V. Mohanan Shri. V. V. Shajimon, IFS Shri. Kumar C. Pillai	Nil
31/01/2017	Shri. V. Mohanan Shri. K. Karthikeyan, IFS	Shri. Kumar C. Pillai
Date of Corporate Social Responsibility Committee meeting	Directors present	Directors absent
18/08/2016	Shri. V. V. Shajimon, IFS Ms. P. K. Seethalekshmi Amma Shri. Kumar C. Pillai	Nil
24/03/2017	Shri. K. Karthikeyan, IFS Ms. P.K. Seethalekshmi Amma Shri. Shibu A.S.	Nil

17. TAXATION

The Agricultural Income Tax (AIT) assessment has been completed up to assessment year 2014-15. 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 were remitted by your Company to avoid liability if any in future. Disputed tax and interest comes to ₹1,638,85,952/-. The Assessment of Central Income Tax of the Company has been completed up to the Assessment year 2014-15. Appeals filed against the assessments are pending with various authorities in the case of Assessment Years 1999-2000, 2000-01, 2002-03 to 2014-15. Disputed tax and interest comes to ₹ 21,42,02,376/-. 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. 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.

18. 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 .

19. AUDIT

The audit of the accounts of the Company for the year 2016-17 has been carried out by M/s. Kuryan & Suseelan, Chartered Accountants, Kottayam.

20. DISCLOSURE RELATING TO PARTICULARS OF EMPLOYEES:

None of the employees of your Company are drawing remuneration more than the limit prescribed under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

21. 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.

22. 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.

23. 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.
24. To overcome the crisis due to the fall in rubber prices, your Company established High tech nurseries including a Poly house for vegetable cultivation and to enhance land productivity, inter-cropping with banana and pineapple is also trying.

25. 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

(TOM JOSE, IAS)

30th August 2017

CHAIRMAN

(DIN : 01971467)



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:-

Particulars	2016-17	2015-16
Electricity		
a. Purchased:		
Units (KWH)	624777	570966
Total amount (₹)	4446360	4238860
Rate/ Unit (₹)	7.12	7.42
b. Own Generation through diesel generator:-		
Units (KWH)	39872	33056
Unit per liter of diesel	1.94	1.83
Cost of diesel per KWH (₹)	29.92	28.08

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 (₹)	Nil
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. 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 and 6 projects costing ₹ 12.88 Lakhs were completed and another project is almost being completed. With the CSR fund 2016-17, projects are being identified and the amount will be spent in accordance with the Policy. 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. K. Karthikeyan, IFS as Chairman of the Committee and Ms.P.K. Seethalekshmi Amma and Shri. A.S. Shibu as members of the Committee
3. Average net profit of the company for last three financial years: ₹ 7.67 Crores
4. Prescribed CSR Expenditure (two per cent of the amount as in item 3 above) : ₹ 15.34 Lakhs
5. Details of CSR spent during the financial year: ₹ 16.71 lakhs For 2014-15 & 2015-16
 - 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- Nil
 - 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 - ₹ 11.24 Lakhs (As on 30/08/2017 only ₹ 3.49 Lakhs)
 - e. Total amount to be spent for the financial year 2016-17 - ₹ 15.34 Lakhs
 - f. Amount unspent, if any for the financial year 2015-16 - ₹ 15.34 Lakhs
 - g. Manner in which the amount spent during the financial year: attached
6. In case the Company has failed to spend 2% 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: Since the projects for the financial years 2014-15 and 2015-16 were not completed till 2015-16, Company decided to complete those projects first and to spend the amount for 2016-17 thereafter. It is expected that the projects identified using the CSR fund for 2016-17 will be completely used during the financial year 2017-18.
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/-

K. Karthikeyan, IFS

Managing Director /Chairman CSR Committee

Sd/-

A.S. Shibu

Director/Member CSR Committee

Punalur

30th August 2017



5©(i) MANNER IN WHICH THE AMOUNT SPENT DURING THE FINANCIAL YEAR 2015-16 & 2016-17 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 programs Sub- 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, maintaining quality of soil, air and water. & promoting preventive health care and sanitation and making available safe drinking water.	(1) Local - Punalur (2) Kerala, Kollam District,	₹ 39,00,000	Direct- ₹ 33,78,873 Over head ₹ 2,36,521	₹ 36,15,394	Through implementing agency
2	Computer and Printer for lab at Community Health Centre, Anchal, Kollam	Health sector	Local – Anchal, Kerala Kollam District	50000	38750	38750	Direct
3	Installing 2 Computers at Govt. High School, Aylara	Promoting Education	Local – Aylara, Kerala, Kollam District	100000	67300	67300	Direct
Total				4050000*	3721444	3721444	

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

*Projects identified for 2015-16 also adjusted against 2014-15 CSR expenditure to spent the statutory limit


5©(ii) MANNER IN WHICH THE AMOUNT SPENT DURING THE FINANCIAL YEAR 2016-17 RELATING TO CSR FUND 2015-16

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sl.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 Sub- heads: (1) Direct expenditure on projects or programs	Cumulative expenditure upto the reporting period	Amount spent : Direct or through implementing agency
1.	Fully automatic ECG machine for Comm- unity Health Centre, Anchal, Kollam	Health sector	Local - Anchal Kerala, Kollam District	80000	75600	75600	Direct
2.	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	758968	758968	Direct
3.	Construction of one office room At Govt. Tamil L. P. School, Kelankavu	Promoting Education	Local - Ayiranallur Kerala, Kollam District	360000	370516	370516	Direct
4.	One Junior science Lab at Jawahar Navodaya Vidyalaya, Kottarakkara	Promoting Education	Local - Kottarakkara Kerala, Kollam District	827000	774647	Spent after 31-03-2017	Direct
5.	Modification of computer lab at Govt. L.P. School, Ayilara	Promoting Education	Local - Ayilara Kerala, Kollam District	260000	82998	82998	Direct
	Total			2305000	2062729	1288082	



ANNEXURE - 3

Details of Directors including changes thereon as on 30/08/2017

Sl.No	Name	Address	Date of Appointment/ Cessation
1.	Shri. Tom Jose, IAS (Chairman)	Principal Secretary to Government, Labor and Rehabilitation Department, Govt. Secretariat, Thiruvananthapuram	w.e.f. 05/02/2014
2.	Dr. M. Ayyappan	Chairman and Managing Director, HLL Life Care Limited, Poojappura, Thiruvananthapuram	From 22/09/2006 to 30/08/2016
3.	Shri. V.V. Shajimon, IFS (former Managing Director)	Chief Conservator of Forests on deputation from Kerala Forest Department	From 04/07/2012 to 19/12/2016
4.	Shri. P. Harikumar	Additional Secretary, Labour and Rehabilitation Department, Govt. Secretariat, Thiruvananthapuram	From 04/01/2013 to 29/06/2016
5.	Shri. K. J. Varughese, IFS	Additional Principal Chief Conservator of Forests (Eco-Development and Tribal Welfare), Thiruvananthapuram	w.e.f. 21/08/2014
6.	Smt. Sanjeevane Kutty, IAS	Additional Secretary & FA (H), Ministry of Home Affairs, North Block, Central Secretariat, New Delhi – 110 001	w.e.f. 24/03/2015
7.	Shri. Kumar C. Pillai	Under Secretary, Finance Department, Govt. Secretariat, Thiruvananthapuram	From 20/05/2015 to 09/02/2017
8.	Shri. V. Mohanan	Joint Rubber Production Commissioner, Rubber Board, Kottayam	w.e.f. 18/12/2015
9.	Smt. P. K. Seethalekshmi Amma	Additional Secretary, Labour and Rehabilitation Department, Govt. Secretariat, Thiruvananthapuram	w.e.f. 04/08/2016
10.	Shri. K. Karthikeyan, IFS	Divisional Forest Officer on deputation from Kerala Forest Department	w.e.f. 19/12/2016
11.	Shri. R.P. Khandelwal	Chairman and Managing Director, HLL Life Care Limited, Poojappura, Thiruvananthapuram	w.e.f. 06/02/2017
12.	Shri. Shibu A.S.	Under Secretary, Finance Department, Govt. Secretariat, Thiruvananthapuram	w.e.f. 16/03/2017

**ANNEXURE -4****Form No. MGT-9****EXTRACT OF ANNUAL RETURN**

as on the financial year ended on 31/03/2017

[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-2015]				No. of Shares held at the end of the year[As on 31-March-2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(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, Additional Chief 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.Kumar C. Pillai(Director RPL) Under 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	-	-	-	-
	At the End of the year	1	.000029	1	.000029
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 (20/09/2016)	-1	-.000029	-1	-.000029
	At the End of the year	0	0		
5.	Ms. P.K. Seethalekshmi Amma (Director, RPL) Additional Secretary to Government, Labor & Skills Department, Government of Kerala, Govt. Secretariat, Thiruvananthapuram				
	At the beginning of the year	-	-		
	Date wise Increase /Decrease in Share holding during the year (20/09/2016)	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

Sl.No.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		V. V. Shajimon, IFS	K.Karthikeyan IFS	
1	Gross Salary			
	(a) Salary as per provision contained in section 17 (1) of the Income-tax Act, 1961	2192503	232977	2425480
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	54148	6220	60368
	(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)	2246651	239197	2485848
	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

Sl.No	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		1328009		1328009
	(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		1328009		1328009

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL



**ADDENDUM TO THE DIRECTORS' REPORT DATED 30/08/2017 BASED ON INDEPENDENT
AUDITORS' REPORT DATED 31/08/2017**

Qualified opinion by Statutory Auditors

1. 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 confirmation of balances letters to trade receivables, advances, deposits, trade payables. The confirmation of all bank balances and fixed deposits as on 31/03/2017 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.

**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)

KURYAN & 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 2017, 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

Balances under trade receivables & trade payables are subject to confirmation, reconciliation and consequential adjustment.

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, 2017, 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.
 - iv) The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management -Refer Note 16, to the standalone financial statements.

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

Sd/-

CA. KURYAN KURYAN
Partner
Membership No: 208598

Place : Punalur
Date : 31/08/2017



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 2017, 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	1,19,77,541	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)
	2014-2015	99,65,840	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	ITAT
	2009-2010	1,89,13,600	ITAT
	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)
	2014-2015	3,66,61,970	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. 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 : 31/08/2017

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

Sd/-

CA. KURYAN KURYAN
Partner
Membership No: 208598



BALANCE SHEET AS AT 31.03.2017

PARTICULARS	NOTE NO.	AS AT 31.03.2017 (₹)	AS AT 31.03.2016 (₹)
I. EQUITY AND LIABILITIES			
(1) SHAREHOLDER'S FUNDS			
(a) SHARE CAPITAL	1	3,39,27,000	3,39,27,000
(b) RESERVES AND SURPLUS	2	1,55,37,56,075	1,57,95,68,744
(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	63,72,838	73,49,130
(c) LONG TERM PROVISIONS	4	25,09,68,234	24,01,57,113
(4) CURRENT LIABILITIES			
(a) SHORT TERM BORROWINGS			
(b) TRADE PAYABLES	5	62,39,840	23,68,702
(c) OTHER CURRENT LIABILITIES	6	2,64,52,616	3,22,09,351
(d) SHORT TERM PROVISIONS	7	3,99,30,034	2,41,20,525
TOTAL		1,91,76,46,637	1,91,97,00,565

For and on behalf of the Board of Directors

Sd/-
Jose Sebastian
(Finance Manager)

Sd/-
Merena Varghese
(Company Secretary)

Sd/-
K. Karthikeyan, IFS
(Managing Director)

Sd/-
Shibu A.S.
(Director)



PARTICULARS	NOTE NO.	AS AT 31.03.2017 (₹)	AS AT 31.03.2016 (₹)
1	2	3	4
II. ASSETS			
(1) NON-CURRENT ASSETS			
(a) FIXED ASSETS			
(i) TANGIBLE ASSETS	8	1,14,65,21,444	1,03,34,05,972
(ii) INTANGIBLE ASSETS			
(iii) CAPITAL WORK-IN-PROGRESS	9	26,684	68,613
(iv) INTANGIBLE ASSETS UNDER DEVELOPMENT			
(b) NON-CURRENT INVESTMENTS	10	1,00,000	1,00,000
(c) DEFERRED TAX ASSETS (NET)	11	27,00,326	28,48,097
(d) LONG TERM LOANS AND ADVANCES	12	28,26,603	26,34,525
(e) OTHER NON-CURRENT ASSETS.	13	43,45,37,144	43,41,41,765
(2) CURRENT ASSETS			
(a) CURRENT INVESTMENTS			
(b) INVENTORIES	14	4,37,18,788	4,02,45,742
(c) TRADE RECEIVABLES	15	1,40,59,456	40,96,192
(d) CASH AND CASH EQUIVLENTS	16	23,90,85,583	35,69,10,797
(e) SHORT TERM LOANS AND ADVANCES	17	1,96,86,221	2,47,05,934
(f) OTHER CURRENT ASSETS.	18	1,43,84,388	2,05,42,928
TOTAL		1,91,76,46,637	1,91,97,00,565

As per our report dated 31/08/2017

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

Sd/-

CA. KURYAN KURYAN
Partner
Membership No: 208598

Place : Punalur
Date : 31-08-2017



STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2017

PARTICULARS		NOTE NO.	Figures for the year ended 31.03.2017 ₹	Figures for the year ended 31.03.2016 ₹
I.	REVENUE FROM OPERATION	19	27,02,92,779	20,47,73,424
II.	OTHER INCOME	20	2,32,64,432	9,81,16,674
III.	TOTAL REVENUE (I + II)		29,35,57,211	30,28,90,098
IV.	EXPENSES:			
	COST OF OPERATIONS	21	3,16,83,200	2,80,96,429
	CHANGES IN INVENTORIES OF FINISHED GOOD WORK-IN- PROGRESS AND STOCK-IN-TRADE.	22	47,00,692	67,31,927
	EMPLOYEE BENEFITS EXPENSES	23	24,60,07,325	20,24,58,325
	DEPRECIATION	24	1,25,87,456	1,34,37,040
	OTHER EXPENSES	25	3,17,44,820	3,94,94,296
	TOTAL EXPENSES		31,73,22,109	29,02,18,017
V.	PROFIT/ (LOSS) BEFORE EXCEPTIONAL AND EXTRA ORDINARY ITEMS AND TAX.		-2,37,64,898	1,26,72,081
VI.	EXCEPTIONAL ITEMS			-
VII.	PROFIT/(LOSS) BEFORE EXTRA ORDINARY ITEMS AND TAX (V – VI)		-2,37,64,898	1,26,72,081
VIII.	EXTRA ORDINARY ITEMS			
IX.	PROFIT/(LOSS) BEFORE TAX (VII – VIII)		-2,37,64,898	1,26,72,081
X.	TAX EXPENSES			
	(1) CURRENT TAX			
	CENTRAL INCOME TAX		19,00,000	1,28,00,000
	TOTAL		19,00,000	1,28,00,000
	(2) DEFERRED TAX (Dr)		1,47,771	4,61,320
XI.	PROFIT / (LOSS) FOR THE PERIOD		-2,58,12,669	-5,89,239
XII.	EARNINGS PER EQUITY SHARE :			
	(1) BASIC		(-) ₹ 848	- ₹ 66
	(2) DILUTED		(-) ₹ 848	- ₹ 66

For and on behalf of the Board of Directors

Sd/-
Jose Sebastian
(Finance Manager)

Sd/-
Merena Varghese
(Company Secretary)

Sd/-
K. Karthikeyan, IFS
(Managing Director)

Sd/-
Shibu A.S.
(Director)



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2017

	AS AT 31.03.2017 (₹)	AS AT 31.03.2016 (₹)
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 31.03.2017 (₹)	AS AT 31.03.2016 (₹)
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	1,51,80,01,794	1,52,02,41,333
Add/ Less: Transferred from P&L	-2,87,57,169	-22,39,539
Sub Total (A)	1,48,92,44,625	1,51,80,01,794
Profit / (Loss) After Tax	-2,58,12,669	-5,89,239
Add Transfer from Replanting Reserve	35,95,500	30,79,700
	-2,22,17,169	24,90,461
Less:- Transferred to Replanting Reserve	65,40,000	47,30,000
Net Profit / (Loss) After Appropriation	-2,87,57,169	-22,39,539
Transferred to General Reserve	-2,87,57,169	-22,39,539
Other Reserves		
Replanting Reserve as per last Balance sheet	6,15,66,950	5,99,16,650
Less:- Transferred to P & L Account Proportionate to Replanted area @ 5.14%	35,95,500	30,79,700
	5,79,71,450	5,68,36,950
Add:- For Current Year	65,40,000	47,30,000
Sub Total B	6,45,11,450	6,15,66,950
TOTAL (A + B)	1,55,37,56,075	1,57,95,68,744
NOTE 3		
NON CURRENT LIABILITIES		
OTHER LONG TERM LIABILITIES		
TRADE PAYABLES	18,36,356	28,53,398
OTHER PAYABLES	45,36,482	44,95,732
TOTAL	63,72,838	73,49,130



	AS AT 31.03.2017 (₹)	AS AT 31.03.2016 (₹)
NOTE 4		
LONG TERM PROVISIONS		
PROVISION FOR CIT	19,03,24,902	18,05,96,664
PROVISION FOR AIT	4,53,04,608	4,53,04,608
FOR LEAVE ENCASHMENT	1,53,38,724	1,42,55,841
TOTAL	25,09,68,234	24,01,57,113
NOTE 5		
CURRENT LIABILITIES		
TRADE PAYABLES	62,39,840	23,68,702
TOTAL	62,39,840	23,68,702
NOTE 6		
OTHER CURRENT LIABILITIES		
FOR WORKS	51,71,217	11,74,624
FOR EXPENSES	1,35,95,530	1,89,84,992
OTHER PAYABLES	76,85,869	1,20,49,735
TOTAL	2,64,52,616	3,22,09,351
NOTE 7		
SHORT TERM PROVISIONS		
PROVISION FOR ARREAR DA	2,67,258	-
FOR BONUS	78,99,590	79,89,344
FOR NPS TO MD COMPANY CONTRIBUTION	8,195	-
FOR EPF EMPLOYER'S CONTRIBUTION	10,09,654	18,76,180
FOR LEAVE ENCASHMENT	19,85,337	9,45,525
FOR SALARY ARREARS	2,68,60,000	-
FOR SERVICE TAX	-	5,08,601
PROVISION FOR CIT	19,00,000	1,28,00,000
PROVISION FOR INCOME TAX CONTRACTORS	-	750
PROVISION FOR INCOME TAX ON -	-	125
PROFESSIONAL FEES		
TOTAL	3,99,30,034	2,41,20,525



NOTE 8

FIXED ASSETS

PARTICULARS	AT COST			Upto 31-3-2017 (₹)
	Upto 1-4-2016	Additions during the year	Sales/ Adjustments	
	(₹)	(₹)	(₹)	
MATURE PLANTATIONS	342190044	68272510	0	410462554
IMMATURE PLANTATIONS	498871699	107709098	68282907	538297890
FREEHOLD LAND	22054406	0	0	22054406
ROADS	7990078	0	0	7990078
BUILDINGS	222761796	17207829	35840	239933785
FACTORY BUILDINGS	16034738	0	0	16034738
MACHINERY & OTHER EQUIPMENTS	38306542	494394	74578	38726358
VEHICLES	19200485	0	0	19200485
FURNITURE & FITTINGS	4339876	299235	16155	4622956
ELECTRICAL FITTINGS	19662007	9650	1125	19670532
LIBRARY BOOKS	186237	4134	0	190371
SUB TOTAL	1191597908	193996850	68410605	1317184153
RUBBER SHEETINGS FACTORY:				
FACTORY BUILDINGS	3331188	7000	0	3338188
MACHINERY & OTHER EQUIPMENTS	5975552	46510	0	6022062
FURNITURE & FITTINGS	88261	0	0	88261
ELECTRICAL FITTINGS	874136	2400	1570	874966
OFFICE EQUIPMENTS	35280	2600	0	37880
SUB TOTAL	10304417	58510	1570	10361357
TOTAL	1201902325	194055360	68412175	1327545510
PREVIOUS YEAR TOTAL	1074254473	206043257	78395405	1201902325

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

- A. Building ₹ 1217320.00 (P.Y. ₹ 5948339.00)
- B. Other Equipments ₹ 212670.00 (P.Y. ₹ 281975.00)

Note 2: Depreciation Amount ₹ 31455.00 (P.Y. ₹ 51830.00) in respect of vehicle purchased for replanting activities has been transferred and capitalized to the Immature Plantations



DEPRECIATION			NET BLOCK		
Upto 1-4-2016	Sales/ Adjustments	For the Year	Upto 31-3-2017	As on 31-3-2017	As on 31-3-2016
(₹)	(₹)	(₹)	(₹)	(₹)	(₹)
0	0	0	0	410462554	342190044
0	0	0	0	538297890	498871699
0	0	0	0	22054406	22054406
7990077	0	0	7990077	1	1
70406959	0	7997759	78404718	161529067	152354837
15986469	0	4590	15991059	43679	48269
30418646	72381	1671323	32017588	6708770	7887896
16260669	0	1144148	17404817	1795668	2939816
3185229	16122	338730	3507837	1115119	1154647
14448363	1125	1359462	15806700	3863832	5213644
186236	0	4134	190370	1	1
158882648	89628	12520146	171313166	1145870987	1032715260
2833801	0	47728	2881529	456659	497387
5790702	0	43771	5834473	187589	184850
79982	0	2143	82125	6136	8279
874135	1570	2400	874965	1	1
35084	0	2723	37807	73	196
9613704	1570	98765	9710899	650458	690713
168496352	91198	12618911	181024065	1146521445	1033405973
158323302	3315820	13488870	168496352	1033405973	915931172

Depreciation	₹	₹
(a) Agricultural Operation	12520146	13391917
(b) Rubber Sheeting Factory	98765	96953
	12618911	13488870
Less:- Transferred to Immature Plantations	31455	51830
Balance charged to P & L Account	12587456	13437040



	AS AT 31.03.2017 (₹)	AS AT 31.03.2016 (₹)
NOTE 9		
CAPITAL WORK IN PROGRESS		
REPLANTING 2016	-	41,929
WATER SUPPLY - K/E	26,684	26,684
TOTAL	26,684	68,613
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	27,00,326	28,48,097
(Tax Effect of time differences as prescribed by the Accounting Standard No.22 issued by the Institute of Chartered Accountants of India)		
2016-17 2015-16		
Fixed Assets (4934742) (3851829)		
Leave Salary 7635068 6699926		
NOTE 12		
LONG TERM LOANS AND ADVANCES		
OTHER ADVANCES	27,87,620	24,95,745
HOUSING LOAN TO STAFF	38,983	1,38,780
TOTAL	28,26,603	26,34,525



	AS AT 31.03.2017 (₹)	AS AT 31.03.2016 (₹)
NOTE 13		
OTHER NON-CURRENT ASSETS		
ADVANCE TO CIT	27,51,66,782	27,10,15,497
ADVANCE TO AIT	14,45,89,693	13,96,23,853
FIXED DEPOSITS		
(a) COMMERCIAL BANKS PLEDGED FOR BANK GUARANTEE	5,75,000	5,75,000
(b) SUB TREASURY	1,30,00,000	2,18,00,000
Fixed deposits due to mature after 12 months from the reporting date are classified under Other non-current assets		
OTHERS	10,41,395	8,89,401
TOTAL	43,43,72,870	43,39,03,751
LONG TERM TRADE RECEIVABLES UNSECURED	1,64,274	2,38,014
BAD AND DOUBTFUL DEBTS	9,21,833	9,21,833
Sub Total	10,86,107	11,59,847
Less:- Provision for bad and doubtful debts	9,21,833	9,21,833
SUB TOTAL	1,64,274	2,38,014
TOTAL	43,45,37,144	43,41,41,765
MOVEMENT		
Provisions at the beginning of the year	9,21,833	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	9,21,833



	AS AT 31.03.2017 (₹)	AS AT 31.03.2016 (₹)
NOTE 14		
INVENTORIES		
(As taken valued and certified by Management. Mode of valuation explained in No.6 Significant accounting policies).		
RAW MATERIAL	32,25,238	46,49,932
WORK-IN-PROGRESS	1,34,660	63,859
FINISHED GOODS	2,84,17,535	2,37,87,644
LOOSE TOOLS	7,346	14,242
STORES AND SPARES	1,19,34,009	1,17,30,065
TOTAL	4,37,18,788	4,02,45,742
NOTE 15		
TRADE RECEIVABLES -		
UNSECURED CONSIDERED GOOD	1,40,59,456	40,96,192
TOTAL	1,40,59,456	40,96,192
NOTE 16		
CASH AND CASH EQUIVALENTS		
CASH AND STAMP IN HAND	16,971	31,999
BALANCES WITH BANKS -		
CURRENT ACCOUNT	2,97,97,847	3,47,25,552
SAVINGS ACCOUNT	32,70,765	11,53,246
FIXED DEPOSIT		
(a) COMMERCIAL BANKS	2,00,00,000	4,30,00,000
(b) SUB TREASURY	18,60,00,000	27,80,00,000
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	23,90,85,583	35,69,10,797



	AS AT 31.03.2017 (₹)	AS AT 31.03.2016 (₹)
--	----------------------------	----------------------------

The details of specified Bank Notes (SBN) held and transacted during the period from 08.11.2016 to 30.12.2016. as given below:

Particulars	Specified Bank Notes (SBN) (₹)	Other Denomination Notes (₹)	Total (₹)
Closing Cash in hand as on 08.11.2016	29500	18638	48138
(+) Permitted Receipts	—	1192305	1192305
(-) Permitted Payments	—	1073749	1073749
(-) Amount deposited in Banks	29500	89000	118500
Closing cash in hand as on 30.12.2016	—	48194	48194

NOTE 17

SHORT TERM LOANS & ADVANCES

STAFF ADVANCE	1,62,33,977	1,73,25,667
PREPAID EXPENSE	7,99,924	8,17,529
HOUSING LOAN TO STAFF	1,13,388	1,13,388
OTHER ADVANCE	25,38,932	64,49,350
TOTAL	1,96,86,221	2,47,05,934

NOTE 18

OTHER CURRENT ASSETS

INTEREST ACCRUED BUT NOT DUE	85,17,806	1,62,64,558
ESTATE NURSERIES	58,66,582	42,78,370
TOTAL	1,43,84,388	2,05,42,928



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2017

PARTICULARS	Figures for the Year Ended 31.03.2017 (₹)	Figures for the Year Ended 31.03.2016 (₹)
NOTE NO. 19		
REVENUE FROM OPERATION SALE OF NATURAL RUBBER		
(a) Agricultural Operations		
Sale of Rubber	25,54,98,979	19,35,47,854
(b) Rubber Sheeting Factory		
Sale of Foot wear quality sheets	1,00,00,172	92,98,287
TOTAL (a+b)	26,54,99,151	20,28,46,141
OTHER SALES		
(a) Agricultural Operations		
Sale of Gunny Bags	5,049	8,297
Sale of Cashew	2,93,500	3,70,125
Sale of unservicable articles	1,48,612	2,75,336
Sale of Old newspapers	4,904	-
Sale of Misc. Species & Crops	8,43,368	3,08,859
Sale of Firewood	16,407	-
Sale of Usufructs	1,31,068	2,84,004
Sale of Tender Forms	2,13,118	3,58,900
Sale of used polythene Film	2,89,344	3,21,762
	19,45,370	19,27,283
(b) Rubber Sheeting Factory		
Sale of unservicable articles	1,108	-
Sale of cutting waste	0	-
Sale of Rocasin Sheet	28,47,150	-
	28,48,258	
TOTAL (a+b)	47,93,628	19,27,283
Grand Total	27,02,92,779	20,47,73,424



PARTICULARS`	Figures for the Year Ended 31.03.2017 (₹)	Figures for the Year Ended 31.03.2016 (₹)
NOTE NO. 20		
OTHER INCOME		
(a) Agricultural Operations		
Miscellaneous Income	5,76,070	34,54,405
Profit on Sale of Capital Items	14,475	7,45,128
Prior Period Income	75,317	7,32,090
Interest	2,08,83,055	2,95,73,292
Surplus on Sale of Rubber Seedlings	10,75,998	13,64,555
Surplus on Sale of Rubber Trees	0	6,19,92,045
Rent & Ground Rent Received	3,29,467	2,55,159
	2,29,54,382	9,81,16,674
(b) Rubber Sheeting Factory		
Prior Period Income	0	-
Miscellaneous Income	3,10,000	-
Profit on Sale of Capital Items	50	-
	3,10,050	-
TOTAL (a+b)	2,32,64,432	9,81,16,674
TOTAL REVENUE (19 + 20)	29,35,57,211	30,28,90,098
NOTE NO.21		
COST OF OPERATIONS		
(a) Agricultural Operations		
Spraying Operations	0	5,09,271
Tapping Materials Consumed	9,69,448	15,13,322
Stores & Spares Consumed	47,60,639	54,93,141
Purchase of Latex	24,06,458	10,36,630
Purchase of Scrap	16,013	-
Latex Processing Expenses	94,31,814	82,02,401
Crumb Processing Expenses	5,64,395	7,38,084
Packing Materials Consumed	99,55,071	75,51,580
Tools & Implement Consumed	20,100	17,339
Transport of Latex	0	18,025
SUB TOTAL	2,81,23,938	2,50,79,793
Less:- Transfer to Rubber Sheeting Factory	35,50,516	24,84,224
Cost of Operations	2,45,73,422	2,25,95,569



PARTICULARS	Figures for the Year Ended 31.03.2017 (₹)	Figures for the Year Ended 31.03.2016 (₹)
(b) Rubber Sheeting Factory		
Raw Materials Consumed	70,29,968	54,47,644
Packing Materials Consumed	1,03,275	75,013
	71,33,243	55,22,657
Less:- Transfer from Rubber Sheeting Factory	23,465	21,797
Sub Total	71,09,778	55,00,860
TOTAL (a)+(b)	3,16,83,200	2,80,96,429
NOTE NO. 22		
CHANGES IN INVENTORIES OF-FINISHED GOODS / WIP - STOCK-IN TRADE		
(a) Agricultural Operations		
Opening Stock		
Natural Rubber	2,21,38,243	2,79,64,253
Closing Stock		
Natural Rubber	2,75,51,987	2,21,38,243
	54,13,744	58,26,010
(b) Rubber Sheeting Factory		
Opening Stock		
Finished Products	16,49,401	25,90,854
Semi Finished Products	63,859	28,323
	17,13,260	26,19,177
Closing Stock		
Finished Products	8,65,548	16,49,401
Semi Finished Products	1,34,660	63,859
	10,00,208	17,13,260
	7,13,052	9,05,917
TOTAL (a) + (b)	47,00,692	67,31,927



PARTICULARS	Figures for the Year Ended 31.03.2017 (₹)	Figures for the Year Ended 31.03.2016 (₹)
NOTE NO.23		
EMPLOYEE BENEFIT EXPENSES		
(a) Agricultural Operations		
Salary & Allowances	8,67,96,895	5,26,85,411
Wages & Allowances to Workers	10,77,35,783	10,58,64,613
Bonus	1,63,82,459	1,28,02,480
Welfare Expenses	60,85,403	55,06,621
Staff Training Expenses	1,00,861	2,05,020
Gratuity	1,09,56,350	1,11,34,683
Provident Fund	1,48,95,283	1,19,04,432
NPS to MD Company Contribution	29,521	-
	24,29,82,555	20,01,03,260
(b) Rubber Sheeting Factory		
Salary & Allowances	14,33,758	9,61,729
Wages & Allowances to Workers	10,79,829	9,07,012
Bonus	2,59,794	2,49,125
Welfare Expenses	1,23,227	1,13,777
Provident Fund	1,28,162	1,23,422
	30,24,770	23,55,065
TOTAL (a) + (b)	24,60,07,325	20,24,58,325
NOTE NO. 24		
DEPRECIATION		
(a) Agricultural Operation	1,25,20,146	1,33,91,917
(b) Rubber Sheeting Factory	98,765	96,953
	1,26,18,911	1,34,88,870
Less:- Transferred to Immature Plantations	31,455	51,830
Balance charged to P & L Account	1,25,87,456	1,34,37,040
NOTE NO. 25		
OTHER EXPENSES		
(a) Agricultural Operations		
Sales Commission	11,42,099	7,04,315
Repair & Maintenance of Roads and Buildings	79,32,706	1,98,50,143
Repair & Maintenance of Vehicle and Machinery	35,07,730	32,06,486
Repair & Maintenance of other Assets	11,88,923	12,78,066
Electricity Charges	14,81,108	13,69,214
Printing & Stationery	3,29,541	4,05,435



PARTICULARS	Figures for the Year Ended 31.03.2017 (₹)	Figures for the Year Ended 31.03.2016 (₹)
Pollution Control Expenses	3,14,411	5,56,234
Postage & Telephone	4,49,327	4,83,655
Store & Handling Charges	58,095	33,947
Taxes other than IT	20,42,088	18,77,076
Insurance	4,50,968	9,93,444
Travelling Allowance	10,64,516	7,54,943
Statutory Audit Remuneration;		
(a) Audit Fee	95,000	95,000
(b) Other Expenses	88,572	1,01,939
Advertisement Charges	7,80,202	11,41,281
Interview Expenses	1,23,727	3,05,161
Legal Expenses	1,15,680	1,90,965
Office & Misc Expenses	4,28,591	3,82,971
Professional Charges	1,07,448	1,36,918
Entertainment Expenses	4,297	11,391
ISO 14001 : 2004 Expenses	4,86,511	4,18,522
Lease Rent	14,44,560	14,27,049
Hire Charges of Vehicle	6,38,756	6,78,654
Prior Period Adjustment	2,46,510	4,96,547
Business promotion drive	60,293	-
Other Miscellaneous Expenses	9,36,623	17,94,455
CSR Expenses 2014-15	37,21,444	-
CSR Expenses 2015-16	12,88,082	-
	3,05,27,808	3,86,93,811
(b) Rubber Sheeting Factory		
Transport of Finished Goods	2,14,764	1,84,067
Repair & Maintenance of Vehicle and Machinery	50,885	31,615
Repair & Maintenance of other Assets	50,038	20,363
Electricity Charges	6,39,427	3,85,337
Taxes other than IT	1,11,462	60,358
Postage and Telephone	3,412	3,032
Insurance	42,351	43,821
Travelling Allowance	4,996	2,150
Newspaper and Periodicals	4,620	4,070
Store handing charges	69,650	48,699
Printing & Stationery	5,395	2,074
Pollution Control Expenses	3,454	-
Prior Period Adjustments	5,551	1,110
Office Miscellaneous Expenses	10,551	13,789
Bank charges	456	-
	12,17,012	8,00,485
TOTAL (a + b)	3,17,44,820	3,94,94,296

**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 31.03.2017 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	:	52%
Trap Rubber	:	65%
Trap Rubber 2 nd grade	:	50%
Centrifuging Waste	:	85%
Crumb Milling Waste	:	50%

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 (IV) 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 up to 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 not made any export or import during the year 2016-17. Hence the disclosure of effect of changes in foreign exchange rates is not applicable.

ACCOUNTING STANDARD (12) – Accounting for Government grants

An amount of ₹ 35840/- has been received by the company towards subsidy from State Horticulture Mission for the construction of Hi – Tech Poly house at Kulathupuzha.

The Company has received ₹ 2341/- towards grant from Kollam Jilla Panchayath for the promotion of aqua culture and the same utilised for this purpose at Kulathupuzha Estate.

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 Corporation of India.
- ii. Leave encashment on retirement is accounted on the basis of actuarial valuation covered the liabilities as on 31.03.2017.
- iii. The Company is regular in 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 not 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 Directors during the year 2016-17 were as follows:

1. Shri.V.V.Shajimon, IFS	₹ 22,46,651
2. Shri.K.Karthikeyan IFS	₹ 2,39,197
Total	<u>₹ 24,85,848</u>

The remuneration paid to the Company Secretary during the year 2016-17 is ₹ 13,28,009.

- 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	(-) 25812669
Add:- Transfer from Replanting Reserve for replanting completed	3595500
	(-) 22217169
Less:- Transferred to Replanting Reserve	6540000
	(-) 28757169
Earnings per share: 28757169 / 33927 =	
Basic	(-) ₹ 848
Diluted	(-) ₹ 848



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 2016-17

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 ₹ 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 ₹ 5.75 lakhs, for a period of one year by the company. Accordingly the company had furnished a Bank guarantee for ₹ 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 up to the year 2015-16 ₹ 35,95,500/- has been transferred to General Reserve.

ii. The Company has sold 24146 (P.Y.22713) Nos. rubber seedlings from the estate nurseries in excess of the captive planting. After adjusting the cost of rubber seedlings sold, an amount of ₹ 10,75,998/- (P.Y. ₹ 13,64,555/-) has been transferred to Profit and Loss A/c as surplus on sale of rubber seedlings.

iii. Interest is recognised on Time – Proportion basis.

iv. Plantations

A. Immature Plantations

All direct expenses of replanting activities have been transferred to Immature Plantations. During the year 2016-17 the Company has opened balance 50% of the 2007 Replanted area and 50% of the 2008 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.



v. The gratuity of ₹ 1,09,56,350/- represents the following

i) Premium to Gratuity Fund Trust under LIC Group Gratuity Insurance Scheme (P.Y. ₹ 1,85,43,082)	₹ 1,44,05,072
ii) Difference between receipts from LIC and company's contribution to meet legal liability on actual gratuity payments during the year (PY ₹ 20,85,659 (Dr))	₹ 38,35,923 (Dr.)
Total	₹ 1,82,40,995
Less: Proportionate amount of premium to Gratuity Fund Trust under LIC Group Insurance Scheme transferred to Immature Plantations i.e. 50.57% on ₹ 1,44,05,072 /- (PY ₹ 94,94,058)	₹ 72,84,645
Total	₹ 1,09,56,350

- vi. Fixed Assets worth (WDV) ₹ 53,789/- have been installed at the Government Secretariat, Trivandrum as on 31.03.2017.
- vii. 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 ₹ 25,68,108/- (P.Y. ₹ 16,81,108/-).
- viii. The estimated liability in respect of contracts remaining to be completed on capital account not provided in the accounts ₹ 53,39,637/- (P.Y. ₹ 51,69,017/-)
- ix. Quantity particulars of natural rubber in Kgs.

	2016-17	2015-16
Opening Stock	182167	266228
Production	1940923	1485321
Sales and Transfers	1911784	1569382
Closing Stock	211306	182167

x. Interest received consist of:

	2016-17	2015-16
	(₹)	(₹)
a) Interest from Treasury Savings Bank (Gross)	57,820	2,17,476
b) Interest on Fixed Deposits (Gross)	1,80,90,407	2,60,25,350
c) Interest on Housing loans	13,591	22,465
d) Interest on Investment Deposits Scheme (Gross)	14,46,668	21,80,000
e) Penal Interest collected	1,13,078	2,00,946
f) Interest on Security Deposit with KSEB	52,509	51,433
g) Interest on Flexi Deposit (gross)	11,08,983	8,75,622
TOTAL	2,08,83,056	2,95,73,292

* Income tax deducted at source ₹ 32,51,285/- (PY ₹ 65,56,029/-).



- xi. 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.
- xii. The Agricultural Income Tax assessment has been completed up to assessment year 2014-15. 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	1,19,77,541
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
2014-15	99,65,840
TOTAL	16,38,85,952

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.

- xiii. The Central Income Tax Assessment of the Company has been completed up to the Assessment year 2014-15. 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
2014-15	3,66,61,970
TOTAL	21,42,02,376

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.

- xiv. Claims against the company not acknowledged as debts ₹ 3,80,30,193/- (P.Y ₹ 3,78,60,092/-).
- xv. 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 has 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 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 now pending with Sub-Court, Punalur as the case has been transferred from Sub Court, Kottarakkara.
- xvi. Bonus @ 8.33% being the minimum bonus as per Payment of Bonus (Amendment) Act 2015, for the year 2016-17 has been provided in the current year accounts as there was no sufficient allocable surplus. The excess of amount paid during the year 2016-17 over the Bonus provision for the year 2015-16 has been accounted in the current year Bonus along with the provision for 2016-17.



- xvii. Vide G.O.(MS) No.49/2017 dated 25.06.2017, the salary of the staff and officers has revised with effect from 01.07.2014. The liability in respect of salary arrears up to 31.03.2017 is estimated at ₹ 2,68,60,000/- and provided in the accounts for the year 2016-17.

xviii. Corporate Social Responsibility

Financial Year	2014-15	2015-16	2016-17
Average net profit of the company for the past 3 years	18,53,97,154	12,06,42,107	7,67,01,500
Minimum amount to be spent (2% of above)	37,07,943	24,12,842	15,34,030
Amount committed	37,07,943	24,12,842	15,34,030
Amount disbursed upto 31 st March 2017	3,721,444	12,88,082	—
Amount unspent	—	11,24,760	15,34,030

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 was ₹ 37,07,943/- and the same executed through an NGO M/s. COST FORD with a total cost of ₹ 37,21,444/-. The amount has been paid and provided in the accounts for the year 2016-17. The work was completed and the plant was inaugurated on 01.08.2016.

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 ₹ 24,12,842/- in the local area. Out of the above, 6 projects have been completed with the total cost of ₹ 12,88,082 and the same provided in the accounts for the year 2016-17. Balance one project is under work in progress.

c. In respect of financial year 2016-17

It was decided by the CSR Committee to undertake the CSR projects for 2016-17 after the completion of the project identified for the year 2015-16. Now the work is in progress and the amount will be spent in those sustainable projects identified by the CSR Committee.

- xix. The Company has recovered ₹ 6,30,193/- from the five parties as on 31.03.2017 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 ₹ 10,86,107/- (P.Y ₹ 11,59,847/-). Out of the above, an amount of ₹ 9,21,833/- (P.Y ₹ 9,21,833/-) 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 (₹)
Agricultural Operations		
Bank Charges Reversed	657	4,593
Refund of road tax of damaged car	74,660	—
Sale of Cashew	—	—
Risk & loss settled	—	6,19,302
R. R. Recovery	—	1,08,195
Total	75,317	7,32,090

Prior Period Expenses	Current Year (₹)	Previous Year (₹)
Arrear salary due to Pay Revision	2,24,414	—
Medical & Hospital facilities	—	3,030
Newspaper & Periodicals	8,078	24,070
Water Cess	14,018	—
Input VAT set off	—	8,004
Workmen Compensation	—	4,61,443
TOTAL	2,46,510	4,96,547
Rubber Sheeting Factory		
Newspaper & Periodicals	385	1,110
RSBY Health Insurance	5,166	—
TOTAL	5,551	1,110

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, 2017
of Rubber Sheeting Factory, Abhayagiri**

PARTICULARS		CURRENT YEAR 2016-17 (₹)	PREVIOUS YEAR 2015-16 (₹)
1		2	3
I	Revenue From Operations	1,28,47,322	92,98,287
II	Other Income	3,34,623	21,797
III	Total Revenue	13,181,945	93,20,084
IV	Expenses		
	Cost of Materials Consumed	71,33,243	55,22,657
	Changes in inventories of Finished Goods/ Work in progress and stock in trade	7,13,052	9,05,917
	Employee Benefit Expenses	30,24,769	23,55,065
	Depreciation	9,87,65	96,953
	Other Expenses	12,17,011	8,00,485
	Total Expenses	1,21,86,841	96,81,077
V	Profit /(Loss) for the period	9,95,105	(3,60,993)

For and on behalf of the Board of Directors

Sd/-
Jose Sebastian
(Finance Manager)

Sd/-
Merena Varghese
(Company Secretary)

Sd/-
K. Karthikeyan, IFS
(Managing Director)

Sd/-
Shibu A.S.
(Director)

As per our report dated 31/08/2017

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

Sd/-

CA. KURRYAN KURRYAN
Partner
Membership No: 208598

Punalur
31-08-2017



CASH FLOW STATEMENT (DIRECT METHOD)

Particulars		2016-17		2015-16
(A) Cash flow from Operating Activities				
Receipts from customers	28,01,06,777		2888,58,737	
Other operating income	82,01,924	2883,08,700	230,86,868	3119,45,605
Payments to suppliers	(285,52,321)		(423,27,829)	
Payments to employees & workers	(2812,09,165)		(2607,72,905)	
Other operating expenses	(1105,38,301)	(4202,99,787)	(1044,50,554)	(4075,51,288)
Cash generated from operations		(1319,91,087)		(956,05,683)
Income tax paid		(38,96,360)		(173,44,932)
Cash flow before extraordinary items		(1358,87,447)		(1129,50,615)
Extraordinary items		-		-
Net cash inflow / (outflow) from operating activities		(1358,87,447)		(1129,50,615)
(B) Cash flow from Investing Activities				
Sale of fixed assets	0.00		27,618	
Sale of investments	2013,00,000		1620,00,000	
Interest received	278,59,433		457,80,246	
Rent received	3,12,153	2294,71,586	2,68,549	2080,76,413
Purchase of fixed assets	(131,07,605)		(169,27,636)	
Purchase of investments	(775,00,000)		(500,00,000)	
Replanting expenses	(3,33,766)		(50,26,807)	
Rent paid	(54,67,983)	(964,09,354)	(58,39,163)	(777,93,606)
Extraordinary items	0.00			0.00
Net cash inflow / (outflow) from investing activities		1330,62,232		1302,82,807
(C) Cash flow from Financing Activities				
Dividend paid		0.00		0.00
Extraordinary items		0.00		0.00
Net cash inflow / (outflow) from financing activities		0.00		0.00
(D) Net increase / (decrease) in cash & cash equivalents (A+B+C)		(28,25,215)		173,32,192

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

Cash in hand	26,787		22,500	
Stamps in hand	5,212		2,660	
Cash at bank	<u>358,78,798</u>	<u>359,10,797</u>	<u>185,53,445</u>	<u>185,78,605</u>

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

Cash in hand	14,394		26,787	
Stamps in hand	2,577		5,212	
Cash at bank	<u>330,68,612</u>	<u>330,85,583</u>	<u>358,78,798</u>	<u>359,10,797</u>

For and on behalf of the Board of Directors

Sd/-
Jose Sebastian
(Finance Manager)

Sd/-
Merena Varghese
(Company Secretary)

Sd/-
K. Karthikeyan, IFS
(Managing Director)

Sd/-
Shibu A.S.
(Director)

As per our report dated 31/08/2017

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

Sd/-

CA. KURYAN KURYAN
Partner
Membership No: 208598

Punalur
31-08-2017



**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	:	31.03.2017

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	:	1917647
Total assets	:	1917647

Source of Funds

Paid up capital	:	33927
Reserves & surplus	:	1553756
Secured loans	:	Nil
Unsecured loans	:	Nil

Application of Funds

Net fixed Assets	:	1146548
Investments	:	100
Net current assets	:	438335
Misc. expenditure	:	2700 (Deferred tax Asset)
Accumulated losses	:	Nil

IV. Performance of Company

Turnover	:	293557
Total expenditure	:	317322
Profit/Loss before tax	:	(23765)
Profit/(Loss) after tax	:	(25813)
Earnings per share in rupees	:	(-) ₹ 848/- (Rupees Eight Hundred Forty Eight 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 2017 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 टिप्पणीयों

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 2017

The preparation of financial statements of Rehabilitation Plantations Limited, Punalur for the year ended 31 March 2017 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 31 August 2017.

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 2017 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

22/8/17

तिरुवनन्तपुरम

Thiruvananthapuram
Dated: 22.09.2017.

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