

H.P. STATE CIVIL SUPPLIES CORPORATION LIMITED,

(A State Government Undertaking)

Block No. 16&17 SDA Commercial Complex

Kasumpti, Shimla-171009

**35<sup>th</sup> ANNUAL REPORT**

**2014-2015**

## BALANCE SHEET AS AT 31ST MARCH, 2015

Particulars	Note No.	Figures as at the	Figures as at the
		end of 31.03.2015	end of 31.03.2014
		(Amount in Lacs')	(Amount in Lacs')
<b>I. EQUITY AND LIABILITIES</b>			
<u>(1) Shareholder's Funds</u>			
(a) Share Capital	1	351.50	351.50
(b) Reserves and Surplus	2	3,068.71	2,941.37
<u>(2) Non Current Liabilities</u>			
(a) Other long term liabilities	3	420.24	370.85
<u>(3) Current Liabilities</u>			
(a) Short-Term Borrowings	4	389.00	66.20
(b) Trade Payables	5	8,416.72	7,505.22
(c) Other Current Liabilities	6	31,276.21	29,405.41
(d) Short-Term Provisions	7	140.86	232.42
Total		<b>44,063.24</b>	<b>40,872.97</b>
<b>II. ASSETS</b>			
<u>(1) Non-Current Assets</u>			
(a) Fixed Assets			
- Tangible Assets	8	636.73	718.92
- Capital work in progress		12.38	31.38
<u>(2) Current Assets</u>			
(a) Inventories	9	10,749.97	12,543.03
(b) Trade receivables	10	231.23	307.90
(c) Cash and cash equivalents	11	14,510.10	14,796.40
(d) Short-term loans and advances	12	852.61	618.66
(e) Other Current Assets	13	17,070.22	11,856.68
Total		<b>44,063.24</b>	<b>40,872.97</b>

Significant Accounting Policies  
and Notes on Accounts

1 to 8  
1 to 32

For and on behalf of the Board





  
 (Arvind Sharma) (CA Ajay Mahajan) (Sumit Khimta) (Priyatu Mandal) (Amitabh Avasthi)  
 Company Secretary Financial Advisor Executive Director Director Managing Director

As per our Report of even date attached  
FOR J. K. JAIN & ASSOCIATES  
CHARTERED ACCOUNTANTS

  
 (Arun Kumar Goyal)  
 Partner  
 M No. 525830  
 FRN - 004025N

PLACE : SHIMLA

DATE : 14/10/2015

PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH, 2015

Sr. No	Particulars	Note No.	Figures as at the end of 31.03.2015 (Amount in Lacs `)	Figures as at the end of 31.03.2014 (Amount in Lacs `)
I	Revenue from Operations	14	119,702.54	121,609.86
II	Other Income	15	2,366.93	1,621.09
	<b>Total Revenue (I +II)</b>		<b>122,069.47</b>	<b>123,230.95</b>
IV	<u>Expenses:</u>			
	Cost of goods sold	16	116,818.67	118,316.24
	Employee Benefit Expense	17	3,721.61	3,305.42
	Finance Costs	18	42.30	15.98
	Depreciation and Amortization Expense	19	164.67	112.11
	Other Expenses	20	975.30	984.99
	<b>Total Expenses (IV)</b>		<b>121,722.55</b>	<b>122,734.73</b>
V	Profit before exceptional & extraordinary items & tax	(III - IV)	346.92	496.21
VI	Prior Period Adjustments	21	-42.07	94.24
VII	Profit before Tax but after prior period adjustments	(V- VI)	304.85	590.45
VI	<u>Tax expense:</u>			
	Provision for Tax		98.91	191.57
VII	Profit/(Loss) for the period		<b>205.94</b>	<b>398.88</b>
VIII	Earning per equity share: (In Rs.)			
	(1) Basic		585.90	1,134.81
	(2) Diluted		585.90	1,134.81

Significant Accounting Policies  
and Notes on Accounts

1 to 8  
1 to 32

For and on behalf of the Board



(Arvind Sharma)  
Company Secretary



(CA Ajay Mahajan)  
Financial Advisor



(Sumit Khimta)  
Executive Director

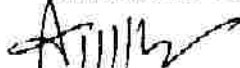


(Priyatu Mandal)  
Director



(Amitabh Avasthi)  
Managing Director

As per our Report of even date attached  
FOR J. K. JAIN & ASSOCIATES  
CHARTERED ACCOUNTANTS



(Arun Kumar Goyal)  
Partner  
M No. 525830  
FRN - 004025N



PLACE : SHIMLA

DATE : 14/10/2015

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**H.P.STATE CIVIL SUPPLIES CORPORATION LIMITED,SHIMLA-171009**  
**Notes on Financial Statement for the year ended on 31st March, 2015**

**Note No : 1 Share Capital**

Sr. No	Particulars	Amt in 'lacs	
		Current Year	Previous Year
1	<b>SHARE HOLDER'S FUND</b> <b>SHARE CAPITAL</b> <b>AUTHORIZED SHARE CAPITAL</b> 80,000 Equity Shares of Rs. 1,000/- each. (Previous Year 80,000 Equity Shares of Rs 1,000/- each)	800.00	800.00
		800.00	800.00
2	<b>ISSUED , SUBSCRIBED &amp; PAID UP CAPITAL</b> 35,150 Equity Shares of Rs. 1,000/- each, Fully paid up ( Previous year 35,150 Equity Shares of 1,000/- each )	351.50	351.50
	<b>Total</b>	<b>351.50</b>	<b>351.50</b>

**1.1 The details of Shareholders holding more than 5% shares:**

Sr. No	Name Of Shareholders	Current Year	Previous Year
1	Additional Chief Secretary(FCS&CA) to the govt. of H.P.	<b>No. of Shares (%)</b> 34937 (99.00%)	<b>No. of Shares (%)</b> 34937 (99.00%)

**1.2 The reconciliation of the number of shares outstanding is set out below:**

Sr. No	Particulars	Current Year	Previous Year
		No. of Shares	No. of Shares
1	Equity Shares at the beginning of the year	35,150	35,150
2	Add: Shares issued during the year		
	Equity Shares at the end of the year	<b>35,150</b>	<b>35,150</b>



**Note No : 2 Reserve & Surplus**

Sr. No	Particulars	Current Year	Previous Year
1	<b>Capital Reserves</b>		
(A)	<b>Vehicles</b>	0.06	0.10
	Opening Balance		
	(-) Un- utilised subsidy amount refunded to Govt		
	(+) Subsidy received during the year	0.02	0.04
	(-) Depreciation on Commercial vehicles for the year	0.04	0.06
	<b>Total (A)</b>		
(B)	<b>Godowns</b>	67.54	71.09
	Opening Balance		
	(-) Un- utilised subsidy amount refunded to Govt		
	(+) Subsidy received during the year	3.37	3.55
	(-) Depreciation for the year	64.17	67.54
	<b>Total (B)</b>		
(C)	<b>Oil Tanks</b>	1.67	1.94
	Opening Balance		
	(-) Un- utilised subsidy amount refunded to Govt		
	(+) Subsidy received during the year	0.23	0.27
	(-) Depreciation for the year	1.44	1.67
	<b>Total (C)</b>		
(D)	<b>Computer</b>	0.01	0.01
	Opening Balance		
	(-) un utilised subsidy amount refunded to Govt		
	(+) Subsidy received during the year	0.00	0.00
	(-) Depreciation for the year	0.00	0.01
	<b>Total (D)</b>		
	<b>Total (A+B+C+D)</b>	65.66	69.28
2	<b>Surplus (Profit &amp; Loss Account)</b>	2,872.09	2,514.06
	As per last Balance Sheet	205.94	398.88
	Add: Profit for the period	33.03	-
	Less : excess carrying amount of Fixed Assets written off	35.15	35.15
	Less : Proposed Dividend	6.80	5.70
	Tax on Proposed Dividend	3,003.05	2,872.09
	<b>Total</b>	3,068.71	2,941.37
	<b>Grand Total</b>		

**Note No 3 : Other long term liabilities (Unsecured)**

Sr. No	Particulars	Current Year	Previous Year
1	<b>Working Capital Advance*</b> (Advance given by H.P Govt for the implementation of State subsidized Scheme)	420.24	370.85
	<b>Total (A)</b>	420.24	370.85

\*Note Amt. payable by the co. to HP Govt. on a/c of handling receipts of Manerga Cement @ Rs. 1/- per bag

**Note No: 4 Short Term Borrowings (Secured)**

Sr. No	Particulars	Current Year	Previous Year
1	<b>Cash Credit from Bank</b> (Secured against hypothecation of stocks & Govt. guarantees)	389.00	66.20
	<b>Total (A)</b>	389.00	66.20



**Note No : 5 Trade Payables**

Sr. No	Particulars	Current Year	Previous Year
1	Others	8,416.72	7,505.22
	<b>Total</b>	<b>8,416.72</b>	<b>7,505.22</b>

5.1 The company has not received any information from its suppliers regarding registration. Under the micro small and medium enterprises development act 2006. Hence the information required to be given in accordance with section 22 of the said act is not ascertainable and not disclosed.

5.2 Trade Payables have not been reconciled & balances are subject to reconciliation.

**Note No: 6 Other Current Liabilities**

Sr. No	Particulars	Current Year	Previous Year
1	Employee Pension Fund	100.00	100.00
2	Advance from Govt. Deptts./Customers	17,643.02	19,301.20
3	Security Deposits	2,070.16	3,003.92
4	Advance subsidy received from Govt.	4,336.69	2,798.55
5	Other payable	7,126.34	4,201.74
	<b>Total</b>	<b>31,276.21</b>	<b>29,405.41</b>

6.1 During the year a provision of Rs 100.00 lac (previous year Rs. 100.00 lac) has been made under the pension fund scheme approved by the government of HP vide letter no. FDS-A (4) 6/2004 dated 31.08.2007, payable to employees superannuation fund, total fund transferred to employees superannuation fund and accumulated as on 31.03.15 amounting to Rs 1600.00 lac. The said pension scheme for employees of the corporation is however, pending for approval with the RPFCS Shimla.

6.2 Other payable includes a sum of Rs.342.39 lacs (previous year Rs.313.54 lacs) payable to banks being unlinked amounts under reconciliation with the banks. As and when respective details are available, necessary adjustments shall be made in the accounts.

6.3 During the year liability of ex-gratia (in lieu of Bonus) payable to staff amounting to Rs.95.85 lacs (Previous year Rs.23.73 lacs) has been provided in the accounts @ Rs. 15000/- per employee.

6.4 The liquidated damages amounting to Rs.1.28 lac (P.Y. Rs.3.36 lacs) deducted from the suppliers towards non fulfillment of the supplies schedule, out of the total amount deducted Rs.0.32 lac has been shown as payable under the head "Other payable" and balance Rs.0.96 lac treated as revenue as per the policy.

6.5 Provision for rent of godowns payable has been made on estimated basis in certain cases, pending actual rent assessment by the competent authority.

6.6 Adv. from govt. depart./customers have not been reconciled and balances are subject to reconciliation.

**Note No : 7 Short Term Provisions**

Sr. No	Particulars	Current Year	Previous Year
1	Provision for Tax	98.91	191.57
2	Proposed Dividend	35.15	35.15
3	Corporate Dividend Tax	6.80	5.70
	<b>Total</b>	<b>140.86</b>	<b>232.42</b>



# H.P. STATE CIVIL SUPPLIES CORPORATION LIMITED, SHIMLA-171009

(A State Government Undertaking)

Sr No	Particulars	Gross Block				Depreciation			Net Block		
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deductions / Previous years write offs	Value at the end	WDV as on 31.03.2015	WDV as on 31.03.2014
<b>A</b>	<b>Tangible Assets</b>										
1	Land	23.65			23.65					23.65	23.65
2	Building	776.05	52.79		830.84	363.51	48.54		412.05	418.79	414.34
3	Godown & Store Equipments	99.03	0.57		100.50	79.65	4.53	10.22	94.40	8.10	70.28
4	Weighting Equipment	33.73	0.20		33.93	25.02	3.35	1.47	29.84	2.14	6.76
5	Electric Appliances	15.94	1.22		17.06	11.46	1.75	0.07	13.26	3.78	4.48
6	Office Equipments	8.25			8.25	7.66	0.14	0.35	8.15	0.10	0.59
7	Electric Cables, Cables, Meter	20.24			30.24	23.87	1.62	3.29	28.78	1.46	6.37
8	Furniture & Fixture	163.10	3.53		166.63	133.55	9.91	0.14	143.60	21.03	29.55
9	Vehicles	454.64	22.30		510.23	355.73	41.16	0.20	397.09	113.14	133.91
10	Computers, including software	337.78	40.33		378.11	258.99	57.29	17.29	333.57	44.54	78.79
	<b>TOTAL (Current Year)</b>	<b>1,978.36</b>	<b>120.84</b>	<b>1.71</b>	<b>2,097.49</b>	<b>1,259.44</b>	<b>168.29</b>	<b>33.03</b>	<b>1,460.76</b>	<b>636.73</b>	<b>718.92</b>
	(Previous Year)	1,796.12	182.24		1,978.36	1,143.46	115.96		1,259.44	718.92	657.86
<b>B</b>	<b>Capital Work in Progress</b>										
	Previous year	31.38	10.18		31.38					12.38	31.38
	Current year	33.75	27.00	9.38	31.38					31.38	13.75

8.1 The Title of the office building at Mandi and land of Petrol Pump Gagnei & Kingal godown at Bhabanagar Pooch, Kullu, Theog, Chango and medicine shop, Theog, Rohroo, Dharamshala, Baijnath, Dehra, Nalagarh, Kansog, Kullu, Raigarh, Nahar, Kangra, Nurpur, Rampur, Tanda, Chamba & A firm does not vest with the corporation

8.2 During the year 2001-02 State Govt. had transferred 62 constructed godowns & 25 godowns under construction to the Corporation on token money of Rs. 2/- only

8.3 The Title of the land of these godown is not vested with the Corporation

8.4 The Corporation has taken building on lease & had paid a sum of Rs. 85.32 lacs towards lease money in previous years. The depreciation is being provided on the building at the rates prescribed in the Companies Act as the lease is perpetual.

8.5 The Capital Work in progress includes Rs. 12.37 lacs (Previous year 31.37 lacs) spent for the construction of godowns. The Title & possession of the land is not vested with the Corporation.

8.6 The Depreciation for the current year has been charged as per schedule II prescribed under section 123 of the Company Act 2013.



**Note No: 9 Inventories**

Sr. No	Particulars	Current Year	Previous Year
1	Closing Stock	9,879.91	11,789.85
2	Stock in transit	869.69	746.49
3	Stationery in hand at cost	0.37	6.69
	<b>Total</b>	<b>10,749.97</b>	<b>12,543.03</b>

- 9.1 Inventories are valued as per method described in significant accounting policies.
- 9.2 The closing stock of commodities purchased under TPDS Policy (State Subsidized Scheme) valued at purchase price excluding VAT.
- 9.3 Closing stocks have been taken on the basis of physical verification of stocks conducted at the close of the year. The shortages determined have been classified into normal shortages (for which no financial entries have been passed) & abnormal godown shortages of Rs.13.26 lacs (Previous year Rs 22.43 lac) have been shown as recoverable from the employees.
- 9.4
- (a) Items of different sizes, qualities, & nature have been clubbed for the purpose of valuation as per past year practice, keeping in view the fact that the corporation deals in large numbers of misc items with relatively small value. In some cases of institutional supplies, purchases & sales have been booked under different heads
  - (b) In the field offices, value of stocks of stationary has not been taken into account being of negligible value.
- 9.5 Inventory includes slow moving stock costing Rs. 4.02 lacs ( previous year Rs. 7.81 lacs)

**Note No: 10 Trade Receivables (Unconfirmed)  
(Unsecured, Considered good)**

Sr. No	Particulars	Current Year	Previous Year
1	<u>Outstanding for more than six months</u>	35.61	166.46
2	<u>Others</u>	195.62	141.44
	<b>Total</b>	<b>231.23</b>	<b>307.90</b>

10.1 The Company has sent letter of balance confirmation to the parties but only a few have responded so far. So the balance in the party accounts whether in debit or credit are subject to reconciliation.





**Note No : 11 Cash & Cash Equivalent**

Sr. No	Particulars	Current Year	Previous Year
1	<b>Cash-in-Hand</b>		
	Cash Balance	3.75	1.24
	Balance with PDCs	152.70	134.29
	Stamps in hand	0.02	0.00
	Remittances in Transit	88.78	32.99
	Cheques, DDs in hand	1.17	49.37
	Imprest with PDCs	16.80	14.34
	<b>Sub Total (A)</b>	<b>263.22</b>	<b>232.23</b>
2	<b>Bank Balance with Scheduled Banks</b>		
	Current Accounts	909.97	1,442.20
	Saving Bank Accounts	3.21	3.15
	Collection Accounts	198.76	232.26
	Cash Credit Accounts (Dr balance)	2,030.24	5,814.72
	Margin Money	33.88	2.38
	Fixed Deposits	10,653.75	6,608.52
	FDRs jointly with suppliers	3.36	3.36
	<b>Sub Total (B)</b>	<b>13,833.17</b>	<b>14,106.59</b>
3	<b>Bank Balance with Non-Scheduled Banks</b>		
	<b>HP State Coop Bank Ltd.</b>		
	Cash/Credit Accounts (Dr balance)	115.99	107.05
	Collection/Current Accounts	107.27	37.44
	Savings Bank Accounts	1.32	0.75
	<b>The JCCB Ltd.</b>		
	Cash/Credit Accounts (Dr balance)	13.28	177.08
	Collection/Current Accounts		4.10
	<b>The KCCB Ltd.</b>		
	Cash/Credit Accounts	112.45	92.34
	Collection/Current Accounts	56.11	23.40
	Savings Bank Accounts	5.83	2.46
	<b>Himachal Gramin Bank</b>		
	Collection/Current Accounts	1.46	12.96
	<b>Sub Total (C)</b>	<b>413.71</b>	<b>457.58</b>
	<b>Total (A+B+C)</b>	<b>14,510.10</b>	<b>14,796.40</b>

11.1 Balances with banks includes margin money & given against borrowing/guarantees / other commitments for the year are Rs.33.88 lacs (Previous year Rs.2.38 lacs)



**Note No : 12 Short Terms Loans and Advances**

*(Unsecured , Considered Good)*

Sr. No	Particulars	Current Year	Previous Year
1	Loan to Staff	20.51	26.79
2	Advances to Suppliers	600.28	492.43
3	Other Loans & Advances	197.56	67.54
4	Security Deposits	34.26	31.90
	<b>Total</b>	<b>852.61</b>	<b>618.66</b>

**Note No : 13 Other Current Assets**

Sr. No	Particulars	Current Year	Previous Year
1	Interest accrued but not due	131.50	117.78
2	Prepaid Expenses	22.24	21.04
3	Income Tax Advance/recoverable	668.81	626.48
4	Shortages recoverable from Staff	20.04	25.90
5	Claims recoverable	1,196.38	200.09
6	Freight Subsidy recoverable from FCI	1,948.61	2,042.02
7	Other Recoverable	13,082.64	8,823.37
	<b>Total</b>	<b>17,070.22</b>	<b>11,856.68</b>

- 13.1 Other recoverable under "other Current Assets" include a sum of Rs. 72.96 lac (previous year Rs.201.15 lac) recoverable from Banks.
- 13.2 Balance in debit/credit representing amounts/subsidies recoverable from/payable to various Government and other parties are subject to confirmation.
- 13.3 Variation in claims and other recoverable pending with various agencies shall be accounted for in the year of settlement.
- 13.4 The State Govt. has implemented state subsidized scheme w.e.f. 01.04.07. As per the scheme three type of Pulses, Iodized salt, two types of edible oils, APL rice and Wheat Atta are being sold at reduced rates, fixed by the State Govt. The differential amount between landed cost and realized amount will be reimbursed by the State Govt. The reimbursement claims of 106.73 Crore, Rs. 74.52 crore, 129.84 crore, 185.51 crore, 154.42 crore & 172.98 crore for the financial years 2009-10 to 2014-15 respectively have been submitted with the Department of FCS&CA. The reimbursement claims for the year are subject to confirmation by the State Govt.
- 13.5 The Central Government has implemented the PDS Sugar Scheme vide letter No. 19(2)2013 SP, Dated 17-5-2014. As per the Scheme PDS Sugar are being sold @ 13.50 per Kg. to BPL & Antodya families and 19.50 per qtl. to APL families. The difference amount between cost value and realized value will be reimbursed by the Central Government @18.50 per qtl. and remaining difference, if any, amount will be reimbursed by the State Government as per their letter No FDS-F(6)-5/2012-III dated 4.7.2014.
- 13.6 The Central Govt. implemented the National Food Safety Act (NFSA) vide letter No. FDS-A(3)02/2009-1 dated 28-09-2013 as per the scheme Rice, R.G.A.Y and Wheat R.G.A.Y are being sold @ Rs. 3/- per kg. and Rs. 2/- per kg respectively to Antodya families only and the difference between landed cost and sale price will be reimbursed by the State Government.
- 13.7 In the opinion of the Board the value of current assets, loans and advances, if realized in the ordinary course of business shall not be less than the amount at which the same have been stated in the Balance Sheet.



