

**KSSIDC LIMITED**  
**ANNUAL ACCOUNTS**  
**2022-2023**



**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**BALANCE SHEET AS AT MARCH 31, 2023**

Rupees in Lakhs

Particulars	Note No	As at March 31, 2023		As at March 31, 2022	
<b>I. EQUITY AND LIABILITIES</b>					
<b>1. SHAREHOLDER'S FUND</b>					
a. Share Capital	2	2,602.36		2,602.36	
b. Reserves & Surplus	3	21,003.75	23,606.11	17,913.63	20,515.99
<b>2. NON CURRENT LIABILITIES</b>					
a. Long Term Borrowings	4	1,264.63		1,264.63	
b. Other Long Term Liabilities	5	55,450.43		49,596.60	
c. Long Term Provisions	6	305.81	57,020.87	372.08	51,233.31
<b>3. CURRENT LIABILITIES</b>					
a. Trade Payables					
- Outstanding dues to Micro and Small Enterprises	7	-		-	
- Outstanding dues to Parties other than MSME	7	-		-	
b. Other Current Liabilities	5	20,987.91		18,737.97	
c. Short Term Provisions	6	94.60	21,082.51	233.25	18,971.23
<b>Total</b>			1,01,709.49		90,720.53
<b>II. ASSETS</b>					
<b>1. NON-CURRENT ASSETS</b>					
a. Property, Plant and Equipment and Intangible Assets	8				
i. Property, Plant and Equipment		1,586.23		1,153.19	
ii. Intangible Assets		7.26		9.68	
iii. Capital Work in Progress		-		443.59	
iv. Intangible Assets under development		-		-	
b. Deferred Tax Assets(Net)	9	890.77		649.74	
c. Long Term Loans and Advances	10	1,049.55	3,533.81	1,049.43	3,305.64
<b>2. CURRENT ASSETS</b>					
a. Inventories	11	37,425.83		37,754.23	
b. Trade Receivables	12	352.30		752.79	
c. Cash and Cash Equivalents	13	54,204.95		47,213.14	
d. Short Term Loans and Advances	10	4,580.98		378.38	
e. Other Current Assets	14	1,611.63	98,175.68	1,316.36	87,414.89
<b>Total</b>			1,01,709.49		90,720.53

Significant Accounting Policies

Notes to Financial Statements

The notes referred to above and other notes form an integral part of the financial statements

For RAMRAJ & CO.

Chartered Accountants

FRN 00028895

CA A. Amarnatha Reddy

Partner M.No. 213102

Place: Bangalore

Date: 07.09.2023

KUMAR T.H.M IAS

Managing Director

DIN- 071171390

Secretary to Govt (G&H) & Director

DR. RICHARD VINCENT DISA IAS

DIN- 08048044

(N.P. DHIREN)

Company Secretary







**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

Particulars	Note	For the year ended	For the year ended
		March 31, 2023	March 31, 2022
<b>I Revenue from Operations</b>	15	4,938.72	3,626.58
<b>II Other Income</b>	16	3,686.49	3,375.94
<b>III Total Income (I+II)</b>		<b>8,625.21</b>	<b>7,002.53</b>
<b>IV Expenses</b>			
Purchase of Traded items / Industrial Estate Expenses	17	1,164.13	1,913.78
Changes in Inventories - (Increase) / Decrease	18	328.40	141.80
Employees Benefit Expenses	19	815.00	1,138.84
Depreciation and Amortisation Expenses	20	109.42	116.47
Other Expenses	21	1,635.47	1,079.30
<b>Total Expenses</b>		<b>4,052.42</b>	<b>4,390.18</b>
<b>V Profit before Exceptional, Extraordinary &amp; Tax (III-IV)</b>		<b>4,572.79</b>	<b>2,612.34</b>
<b>VI Exceptional Items</b>			
Add(Less) - Prior Period items (Net)	22	(49.60)	(13.81)
<b>VII Profit before Extraordinary and Tax (V - VI)</b>		<b>4,523.19</b>	<b>2,598.53</b>
<b>VIII Extraordinary Items</b>		-	(473.37)
<b>IX Profit for the year before Tax</b>		<b>4,523.19</b>	<b>2,125.15</b>
<b>X Tax Expense</b>	23		
a. Current Tax		1,210.00	510.00
b. Taxes of earlier years		-	-
c. Deferred Tax Adjustment		241.03	73.54
<b>XI Profit for the year after Tax (IX - X)</b>		<b>3,554.22</b>	<b>1,541.62</b>
Earnings per Share (Equity Share Value of Rs 100/- each)	24		
Basic and Diluted		<b>137</b>	<b>59</b>

Significant Accounting Policies

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Notes to Financial Statements

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The notes referred to above and other notes form an integral part of the financial statements

As per our Report of even date

For RAMRAJ & CO.

Chartered Accountants

FRN 0002839S

CA A. Amarnatha Reddy

*A. Reddy*

Partner

(M.No. 213102 )

Place: Bangalore

Date: 07.09.2023

*Kumar T.H.M*  
**KUMAR T.H.M IAS**  
 Managing Director  
 DIN- 071171390

*Dr. Richard Vincent D'Souza*  
 Secretary to Govt. & Director  
**DR. RICHARD VINCENT D'SOUSA IAS**  
 DIN- 08048044

*P. Dhiren*  
**(P.P.DHIREN)**  
 Company Secretary







**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

PARTICULARS	For the year ended 31st March 2023		For the year ended 31st March 2022	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		4523.19		2125.15
Net Profit / ( Loss ) before Tax				
Adjustments for :				
Depreciation / Amortization	109.42		73.40	
Sheds withdrawn from fixed assets (WDV)	0.00		0.00	
Profit on Fixed Assets Sold during the year	0.00		0.00	
Depreciation - Prior period adjustments	0.00		0.00	
Prior Period Adjustments(NET)	0.00		0.00	
Interest Income(Interest on Bank FDRs and SB Accounts)	(2,499.79)	(2,390.37)	(1,992.09)	(1,918.69)
Operating Profit before Working Capital Changes and Taxes		2132.81		206.46
<b>Changes in Working Capital</b>				
Adjustments for:				
Trade Other receivables	(4,403.51)		(4,112.74)	
Inventories	328.40		141.80	
Trade & Other payables	7,788.67		(1,219.42)	
		3,713.56		(5,190.36)
<b>Cash generated from Operations</b>		5,846.38		(4,983.90)
Taxes paid (net)		(1,210.00)		(510.00)
<b>Net Cash from Operating activities</b>	<b>A</b>	4,636.38		(5,493.90)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Interest Income		2499.79		1992.09
Sale of Fixed Assets		0.00		0.00
Expenses of additions to Fixed assets (Net after adjustment of Grant)		12.31		(243.33)
<b>Net Cash from Investing Activities</b>	<b>B</b>	2512.10		1748.76
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Dividend Paid		(462.66)		(364.17)
Dividend Distribution Tax Paid		0.00		
<b>Net Cash from Financing activities</b>	<b>C</b>	(462.66)		(364.17)
<b>D. Net Increase / (Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>		6,685.81		-4109.31
<b>Cash &amp; Cash Equivalents - Opening Balance</b>		23519.14		27628.45
<b>Closing Balance of Cash &amp; Cash Equivalents</b>		30204.95		23519.14
<b>Closing Balance of Cash &amp; Cash Equivalents (Ref Note 13)</b>		30204.95		23519.14

**Note-1 :** Above Cash Flow Statement has been prepared under the "Indirect Method" as per AS-3 notified under the Companies(Accounting Standards) Rules 2006.

**Note-2 :** Previous Years figures have been re-grouped wherever necessary.

As per our Report of even date  
For RAMRAJ & CO.  
Chartered Accountants  
F.R.N.0002839S

CA A Amarnatha Reddy  
Partner  
(M.No. 213102)

Place: Bangalore  
Date: 07.09.2023



KUMAR T.H.M IAS  
Managing Director

DIN - 071171390

Secretary to Govt. (C&F) Director

DR. RICHARD VINCENT D'SOUZA IAS  
DIN - 08048044

(N.P.DHIREN)  
Company Secretary







**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

**1. SIGNIFICANT ACCOUNTING POLICIES:**

**A-I Method of Accounting :**

- 1** The Books of Account are maintained on accrual system of accounting and recognize significant items of Income and Expenditure on accrual basis. The financial statements are prepared under historical cost convention and in accordance with generally accepted accounting principles and provisions of Companies Act 2013. The Accounts are also generally prepared keeping the relevant Accounting Standards prescribed by Companies (Accounting Standards) Rules 2006 to the extent applicable to the activities of the Company. However, Accounting Policies used in the preparation and presentation of Financial Statements are made in accordance with prudence and substance over form and materiality prescribed in AS-1 in respect of the following cases in view of uncertainties of future events, profits are not anticipated but recognised only when earned, though not necessarily in cash :
  - a) Accounting of water charges received from the allottees in Industrial Estates.
  - b) Premium paid on the insurance cover of the Assets of the Company including current assets.
  - c) Custodian Charges received from KSFC in respect of sheds seized by them.
  - d) Stamp Duty charges collected from the Allottees which is to adjusted with the future stamp duty charges payable or already paid for purchase of Land.
  - e) Interest Income in respect of Industrial Sheds / Plots allotted under Lease-cum-sale scheme is recognised on cash basis.
  - f) In respect of expenditure incurred on drawing of power lines and the other amounts paid to ESCOMs are accounted as revenue expenditure in books, as the Assets created out of these expenditure are to be transferred at free of cost to such ESCOMs. Any recovery made from allottees on this account, similarly are accounted as revenue income in that year.
- 2** Apart from actual expenditure incurred and accounted, the additional expenditure incurred on annual repairs, work-in-progress and completed works under various schemes are accounted to the extent actually completed and certified by the Engineering Department as on the date of Balance Sheet though paid subsequent to the date of Balance Sheet.
- 3** No provision is made in respect of the claims (both Income and Expenditure) of a value below Rs.10,000/- received after 31st May of subsequent year.
- 4**
  - a) Sale of Industrial sheds allotted and possession given prior to 1.4.2001 and sale of plots (Land) is accounted in the year in which sale deeds are executed and registered.
  - b) In respect of Industrial sheds/plots indicated in (a) above, though the possession of the Industrial sheds/plots under the lease-cum-sale scheme have been delivered to allottees under the lease-cum-sale agreement, the same are continued to be shown as stock in trade until the execution and registration of the sale deeds.





**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

- c) Keeping in view of the Accounting Standard (AS 19) pertaining to Accounting for "Leases", in respect of sheds/flats/Buildings allotted and possession given on Lease cum Sale basis, the Company accounts the sale of sheds/Flats/Buildings in the year in which the possession is given on or after 1.4.2001 and the inventory of Industrial Estate property will be adjusted with reference to cost of such assets including proportionate infrastructure value and closing stock.
- d) Even though the sale of such assets mentioned above and cost of sales are accounted in the above manner, considering the fact that such assets are allotted on a long term lease basis, as well as the exit policy provided in the lease agreement permitting the allottees to opt for exit policy any time during the lease period and surrender the allotment during any time, the Company will recognise only 60% of the income on account of such sales i.e., sale price less (Cost of sales and Subsidy allowed, if any) in the year of possession given and for the balance 40% suitable provision shall be made and shown in the accounts accordingly. Subsidy is considered for reduction at the time of making provision if received from GOK. This provision will be adjusted and balance income will be recognised as and when the actual Sale Deeds are executed or receipt of full consideration whichever is earlier. No such provision is being made in respect of such assets allotted to Government Departments/Government Undertakings and other allottees who have paid full value (out right sale basis).
- e) For the allotments for sheds/flats under 10 years lease cum Sale where lease consideration is received in full lease is recognised in the year in which lease deeds are executed and registered.
- f) Initial direct expenses in connection with leasing activity is recognised as revenue expenditure in the year as and when incurred.
- g) In respect of Asset earlier considered under sales (but where no sale deed executed/registered) surrendered, seized or cancelled and possession taken, income accounted and provisions made in earlier years are suitably adjusted.
- h) **RESTORATION-POLICY :** In respect of Industrial sheds/plots after execution of essential lease-cum-sale deed, the possession of the Industrial sheds/plots have been handed over to allottees under the lease-cum-sale agreement. It is essential for the units to become functional within the time limit prescribed in the allotment letter and as per the lease-cum-sale agreement entered into. From the past several years it is noticed that approximately 2500 units have not become functional even after exerting every effort by the Company for Industrial Development. In the 357<sup>th</sup> Board meeting held on 28-01-2020, after verification of the earlier directions issued in the 334<sup>th</sup> Board meeting held on 22.05.2015 have been reviewed. After considering the recommendations of Sub-Committee constituted for the purpose and also the request of KASSIA to reduce the penalties decided to revise the quantum of penalties and also to implement the programme of development of MSME scrupulously. The Administrative orders have been issued vide office order No. IE/ADMINPOLICY/GUIDELINES/2020/1-23 dated 8<sup>th</sup> May 2020 and 1<sup>st</sup> October 2020 fixing the Time Limit and extension of time thereon for Construction of sheds on the plots, implementation of projects and commencement of production with certain conditions along with penalties. The Company has recognised such penal charges as and when the restoration happens.





**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

- 5 Sale of Industrial Materials shown in the Accounts excludes GST, Trade Discount offered to customers and sales returns are adjusted / accounted against sales. Similarly, Local Purchases are accounted excluding GST and Interstate Purchases accounted excluding IGST but after adjusting the Trade Discounts and purchase returns.
- 6 In respect of turnover discount allowed by the suppliers of Industrial Raw materials, without any IGST adjustment, is accounted as separate Trading Income.
- 7 Subsidy from Government of Karnataka in respect of Vishwa Scheme Sheds is accounted to the extent sanctioned and released by Government of Karnataka.
- 8 In respect of expenditure incurred on drawing of power lines and the other amounts paid to ESCOMs are accounted as revenue expenditure in the books, as the assets created out of these expenditure are to be transferred at free of cost to such ESCOMs. Any recovery made from allottees on this account, similarly are accounted as revenue income in that year.
- 9 The Company, in order to utilize manpower, is undertaking construction contracts and participating in tenders called by various agencies in the state of Karnataka. The income from such construction works is recognised on percentage of completion method. However, If the progress of the works is less than 25% no income will be recognized for such works.
- 10 Apart from undertaking construction works from time to time as indicated in (9) above the company is also undertaking works entrusted by Government Departments/Undertakings/Organizations on Deposit Contributory Works basis (DCW). In respect of such Contract Works undertaken on Deposit Contributory Works basis (DCW) the recognition of income on percentage basis will be made even in respect of progress less than 25 %. However, such recognition of Income will be limited to the extent of lower of income earned or amount available in such Department/Undertaking/organisation accounts ( after adjusting the expenses related to works before providing for income). Such shortfall of income if any will be accounted in subsequent year(s) when sufficient amounts are available in the respective accounts. Suitable disclosure indicating the amount of income not accounted in the year and cumulative income of such nature is being made.

**A-II Revenue Recognition (AS 9):**

- 1 Interest Income in respect of Assets allotted under Lease-cum-sale scheme / 10 years lease-cum-sale is recognised on cash basis.
- 2 Terminal incomes if any, arising on account of seized sheds where no disputes are pending from ex-allottees are recognized on their re-allotment.
- 3 Values recoverable in respect of infrastructure relating to the sheds and plots sold is recognised at the rates specified by the Board of Directors from time to time.
- 4 In the case of RRC issued to the defaulted allottees of sheds and uncertainty in Rent collections on disputes or otherwise Rent and other incomes are recognised on actual receipt basis.



Interest on delayed payments (penal interest) on Rent/Instalments from Allotees is recognised on accrual basis.







**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

- 6 In respect of interest on credit sale of Industrial Raw Materials, to SSI Units (who have not made any transactions during the year or units against whom cases have been filed in court) where no amount of principal is received during the year, no interest income is recognised.

**B-I USE OF ESTIMATES**

The preparation of Financial Statements in conformity with Indian GAAP requires judgments, estimates and assumptions to be made that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

**B-II Property, Plant & Equipments and Intangible Assets :**

**1 PROPERTY, PLANT & EQUIPMENTS (AS-10) :**

Property, Plant & Equipments are stated at cost and include amounts added on revaluation, minus accumulated depreciation and impairment losses if any. The cost of Property, Plant & Equipments comprises its purchase price inclusive of taxes and duties less trade discounts allowed if any, borrowing cost and any cost directly attributable to bring the asset to its working condition for its intended use. Subsequent expenditure related to any of Property, Plant & Equipments is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of work performance.

- 2 a) Factory sheds/Flats/Buildings, let out either on rental basis or used by KSSIDC, are treated as Fixed Assets and the cost includes prorata infrastructure expenditure in the same manner as charged to the other entrepreneurs.
- b) In the event of any such sheds/Flats/Buildings are subsequently allotted on lease cum sale basis/out right sale basis/10 years lease cum sale, the written down value of the same is being transferred to completed sheds/flats account (converted to Current Assets). In such cases also sale value is included in sales and Profit/Loss on such sale is disclosed separately.

**3 INTANGIBLE ASSETS (AS 26) :**

- a) Intangible Assets are stated at cost of acquisition minus accumulated amortisation / depletion and impairment loss, if any. The cost comprises purchase price inclusive of all taxes/duties minus trade discounts if any, borrowing costs, and any cost directly attributable to bring the asset to its working condition for the intended use. Any Grant or Subsidy received will be reduced from the cost with suitable disclosure.
- b) Intangible Assets under development and not ready for their intended use as at the end of reporting date are disclosed as Intangible Assets under Development.

- 4 **Capital Works in progress :** Property, Plant & Equipments under construction and not ready for their intended use and duly certified by the Engineering Department as at the end of reporting date are disclosed under capital work-in-progress.





**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

**C-I DEPRECIATION AND AMORTISATION**

**1 PROPERTY, PLANT & EQUIPMENTS :**

In respect of Fixed Assets appearing in the accounts (including Assets transferred from Current Assets consequent on allotment under Rental basis, the company is charging Depreciation on the original cost of Assets (from the date of capitalization) on straight-line method based on useful life of the asset as prescribed in Schedule II of the Companies Act 2013 except in respect of the following assets where useful life has been decided as Five years instead of life prescribed in Schedule II, keeping in view the usage of the assets and also rapid Technological changes taking place :

1. Mobile Hand Sets, Telephone Instruments and EPABX
2. Air Conditioners and Micro oven
3. Geysers and Solar lighting systems
4. Lifts and Platform scales
5. Color TV and Stabilizers, CCTV and MF devices
6. UPS, Batteries and Invertors
7. Sofa Sets

**2 INTANGIBLE ASSETS :**

These are amortised as under :

Sl.No	Particulars	Amortisation / Depletion
1	Technical Know-How	Over the useful life of the underlying assets.
2	Computer Software / Web-site Development	1/5th each year from year of existence of
3	Others	Over the period of agreement of right to use.

**C-II IMPAIRMENT (AS 28) :**

Asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to Profit and Loss Statement in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been change in the estimate of recoverable amount.

**D INVESTMENT (AS 13) :**

Current Investments are carried at lower of cost and fair value, computed category-wise. Non-Current Investments are shown at cost. Provision for diminution in the value of such non-current investments is made only if such decline is other than temporary in the opinion of the Management.

**E-1 INVENTORIES (AS 2) :**

Inventories are valued in the manner as stated below:

- 1 (i) Industrial Raw Materials (stock-in-trade) valued at lower of cost or net realisable value after providing for obsolescence if any.

(ii) The company has adopted FIFO method for the purpose of valuation of Industrial Raw Materials.

- 2 (i) The stock of finished Sheds/Flats/Buildings, Sheds/Flats/Buildings in progress and land are valued at cost or net realisable value whichever is lower in conformity with AS-2 "Valuation of Inventories".



**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

b) 1. In respect of Infrastructure provided in various Industrial Estates (other than expenditure on drawing of power lines) the expenditure for the entire State is considered for purposes of valuation and shown in the Current Asset under Inventories - Industrial Estate Property and work-in-progress. As providing of infrastructure is a continuous process, expenditure incurred during the year is added to the value. Further, infrastructure expenditure is incurred in a phased manner in certain Estates consequent on recovery may indicate over absorption pending further expenditure to be incurred on Infrastructure in future. In respect of Sheds/Flats/Building and Plots Sold or transferred to Fixed Assets proportionate value of infrastructure as determined by Board from time to time is reduced in the Closing Stock and balance value for the entire stock shown in the books.

2. In respect of Industrial Estates established and where infrastructure expenditure is partly or fully met by in the form of Government Grants, while accounting the sale of Shed/Flat/Building and plot/land the recovery value of Infrastructure expenditure will be the lower of the rate determined by the Board as mentioned in b(1) above or actual infrastructure cost per Sq.mtr arrived at while fixing the selling price for such Asset will be recovered/adjusted in the work in progress infrastructure Account.

Keeping the requirement of AS-2 in respect of individual Estates where sale prices of land are fixed low or where the possibility of recovery of expenditure already incurred in particular Estate may not be possible to recover in future the Management will review such cases from time to time and suitable reduction based on possible realization will be made and value accordingly reflected in the Books.

3. In Line with the treatment as per the accounting policy above , the company is accounting the infrastructure costs on a yearly basis to the value of the respective industrial estates irrespective of availability of balance saleable area in the particular estates or not. Further this infrastrucrue costs being recognised to Inventory is at estimated basis on an absorption method of 25% of Construction costs with an annual escalation on yearly basis.

4. As per Paragraph 18 of AS 2 reads thus on the employment of Standard Cost as a technique in measurement of costs: Techniques for the measurement of the cost of inventories, such as the standard cost method may be used for convenience if the results approximate the actuals cost. Standard costs take into account normal levels of consumption of materials and supplies , labour, efficiency and capacity utilisation. These costs will be regularly reviewed and if necessary as per the management decision will be revised in the light of current situation to bring it to the actual inventory costs.

E-2

**CASH AND CASH EQUIVALENTS(AS-3)**

The Composition of Cash and Cash Equivalents comprise of Cash on Hand, Cash with Bank or Balances with Bank and Fixed Deposits/ Term Deposits. The Company considers all highly liquid Investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of Cash to be Cash Equivalents.





**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

**F EMPLOYEE BENEFITS (AS 15) :**

Employee Benefits are dealt with, in the following manner.

- a) Contributions to Provident Fund are accounted on accrual basis.
- b) The Company has set up an approved Gratuity Trust (Approved by the Commissioner of Income Tax) which has in turn taken a Group Gratuity Policy with L.I.C. of India. The Company is contributing amounts to the Trust for arranging the payment to LIC. Gratuity is accounted in accordance with the actuarial valuation provided by LIC.
- c) In respect of Accounting of Earned Leave and Sick Leave the same are being accounted in accordance with the actuarial valuation provided by Actuary.
- d) From Financial Year 2010-2011 and on-wards in respect of Voluntary Retirement Scheme, the company accounts the related expenditure in accordance with para 137 of AS-15 "Employee Benefits".

**G SMALL SCALE INDUSTRIES PROMOTIONAL AND DEVELOPMENT EXPENDITURE:**

The Company contributes to certain Institutions /Associations engaged directly or indirectly in the promotion and development of Small Scale Industries either in part or full to meet revenue and/or capital expenditure of such institutions as decided by Board and such expenses are accounted as revenue expenditure.

**H PRIOR PERIOD ITEMS-EXPENDITURE/INCOME (AS 5) :**

Adjustments arising due to Errors or Omissions in the Financial Statements of earlier year(s) are accounted in accordance with AS-5.

**I SEGMENT ACCOUNTING POLICY (AS 17) :**

**Policy on Primary Segment Reporting:** The main activity of the Company consists of establishment of Industrial Estates and trading in Industrial Raw Materials to facilitate the development and growth of the Small Scale Industries in the State of Karnataka. Accordingly, for the purpose of Segment Reporting, the Company has identified two business segments namely Industrial Estate Activity and Industrial Raw Material Activity.

**Policy on Secondary Segment Reporting:** The Company's main activities are confined only to the State of Karnataka, which is covered under same economic environment wherein the risks and returns are not different. Hence, the Company is not recognizing any Geographical segment for reporting as required under AS -17, Segment Reporting.

**Policy of the Corporation for identifying segment results:** All revenues that can be reasonably identified with a particular segment is taken as the revenue of that particular segment. Similarly, all expenses that can be reasonably identified with a particular segment is taken as the segment expense of that segment in order to arrive at the Segment Contribution. Staff cost only to the extent that can be reasonably identified with a particular segment is allocated to that particular segment in order to arrive at the segment results. Income and expenses not identified with a particular segment is shown separately. In case of Segment Assets and Liabilities, those Assets and Liabilities that can be identified with a particular segment is taken as the Assets or Liabilities of that particular segment. Other Assets and Liabilities are taken to the reconciliation statement reconciling segment assets with total assets and segment liabilities with total liabilities.



**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

**J PROVISION FOR CURRENT AND DEFERRED TAX (AS 22):**

- a) Provision for Current Tax is made after taking into consideration of benefits admissible under the provisions of Income Tax Act 1961
- b) Deferred Tax resulting from "Timing difference" between book and taxable profit is accounted by using tax rates and laws that are enacted or substantively enacted as on the balance sheet date. The Deferred Tax Asset is recognised and accounted only to the extent that there is a reasonable certainty that sufficient future income will be available. However in case there are unabsorbed Depreciation or losses, deferred tax assets are recognised if there is virtual certainty that sufficient future income will be available to realise the same.

**K GRANTS & SUBSIDIES ( AS 12) :**

Grants received from Government of Karnataka are fully credited to Government Grants account and are being accounted as under:

- (i) In respect of Government Grants related to depreciable Fixed Assets, the same are being allocated to income over the period and in proportion in which depreciation on those Assets is charged.
- (ii) In respect of Grants received for non-depreciable Assets, based on policies formed by Government and Management proportionate value of selling price fixed for the shed is transferred to individual allottee's account as and when Allotment is made and possession is given on Lease-cum-Sale basis or out-right sale basis.
- (iii) Grants / Subsidies pertaining to infrastructure development or improvement of Industrial Estates will be utilized for that purpose and such expenditure is reduced from the grant after taking credit of Supervision Charges at 6%. Any unspent balance will be carried forward as unspent grant. Any excess expenditure incurred over and above the amount of grant received will be charged to statement of profit and loss in that year as an expenditure for that year.
- (iv) Subsidies provided by Government for the benefit of certain specified Entrepreneurs is considered as Current Liability and transferred to Entrepreneurs account based on the allotment and possession given.
- (v) Subsidies received on account of rent or any other revenue in nature are considered as Income and will be credited in the year in which specific amounts are sanctioned.
- (vi) The Government of Karnataka Vide Order No. CI 81 CSC 2015, dated 27.06.2016, have ordered that the company has to extend subsidy in price of shed/plot allotted to SC/ST Entrepreneurs at 50% for the allotments made after 01-04-2016 irrespective of locality. (Refer Office Order 2016/1293 dated 22.07.2016 of KSSIDC):

As per the said GO the Company has extend the subsidy in the above said manner at the time of allotment of sheds/flats/plots to SC/ST Entrepreneurs and the expenditure incurred on account of this will be reimbursed from GOK under TSP/SCP projects. The company will account subsidy as revenue expenditure and crediting the respective allottee account to that extent. While Accounting the sale value, full sale price is accounted and debited to respective allottee account.





**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

- (vii) In respect of plots/sheds allotted in Jigini Industrial Estate I Stage, subject to approval by Board the allottees will be provided with subsidy of 60% of normal selling price fixed without any ceiling and the same will be accounted as revenue expenditure.

**L BORROWING COSTS (AS 16) :**

Borrowing Costs that are directly attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other Borrowing Costs are charged to Revenue.

**M PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS (AS 29) :**

A provision is recognised when the company has present obligations as a result of past events; it is probable that an outflow of resources will be required to settle the obligations, in respect of which reliable estimates can be made required. Provisions are not discounted to its present value and are determined based on the best estimate required to settle the obligations at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect a current best estimate.

Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the Financial statements.

**N RELATED PARTY DISCLOSURES (AS 18) :**

Parties are considered to be related if at any time during the reporting period one party has the ability to control the other party or exercise significant influence over the other party in making Financial and/ or operating decisions.

As the Company is a State Controlled Enterprise, related party disclosures are not provided in the Financial Statement in respect of related party relationship with other State Controlled Enterprises and transactions with such Enterprises. However in respect of transactions other than the above related parties, during existence of a related party relationship, a separate disclosure is made.

**O EARNINGS PER SHARE (AS 20) :**

Basic earnings per share is arrived at based on net profit after tax available to the equity shareholders to weighted average number of equity shares outstanding during the year. Diluted earnings per share is calculated on the same basis as basic earnings per share after adjusting for the effects of potential dilutive equity shares.

**P OPERATING CYCLE :**

"Operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents". Based on this, for the purpose of current – non-current classification of Assets and Liabilities, the company has determined the following Operating Cycle :

1. In respect of Industrial Raw Material Activity as Twelve (12 )months,  
In respect of Industrial Estate Activity as Ten (10) years.







**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

2	Particulars	As at 31st March 2023		As at 31st March 2022	
	<b>SHARE CAPITAL</b>				
	Authorised				
	30,00,000 Equity Shares of Rs 100/- each (P.Y 30,00,000 equity shares of Rs 100/- each)		3,000.00		3,000.00
	Issued, Subscribed & Paid-up				
	26,02,360 Equity shares of Rs 100/- each (P.Y 26,02,360 of Rs 100/- each)		2,602.36		2,602.36
	<b>TOTAL</b>		<b>2,602.36</b>		<b>2,602.36</b>

**2.1 Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year**

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of	Amount (Rs)	No. of	Amount (Rs)
Number of shares at the commencement of the year	26,02,360	2,602.36	26,02,360	2,602.36
Add/(Less): Shares issued/(bought back) during the year	-	-	-	-
Number of shares at the end of the year	26,02,360	2,602.36	26,02,360	2,602.36

**2.2 Shareholders holding more than 5% shares**

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of shares	%	No. of shares	%
Governor of Karnataka (includes shares allotted to nominees of the GOK)	25,92,360	99.62%	25,92,360	99.62%
% Change during the year		0		0

**3 RESERVES & SURPLUS**

Particulars	As at March 31, 2023		As at March 31, 2022	
<b>1. Capital Reserve (Refer Note No. 3.1)</b>				
Opening Balance	3.09		4.52	
Less : Expenditure related to KSIMC	1.43	1.66	1.43	3.09
<b>2. Surplus :</b>				
Opening Balance	17,910.54		16,733.09	
Add : Profit after Tax - Current Year	3,554.22		1,541.62	
	21,464.76		18,274.71	
<b>Less: Appropriations</b>				
I Dividend paid for FY 21-22:	462.66		364.17	
	462.66	21,002.09	364.17	17,910.54
<b>Total</b>		<b>21,003.75</b>		<b>17,913.63</b>

- 3.1** During the FY 2022-2023, Rs 1.43 lakhs being the depreciation of KSIMC Building has been reduced / adjusted to Capital Reserve Year on Year on account of amalgamation of KSIMC Ltd with the Company effective from 01.04.2010.







**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

**4 LONG TERM BORROWINGS**

Particulars	Long Term		Short Term	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
<b>1. Unsecured</b>				
a. Other loans & advances				
i. Loan from GOK (Vishwa Scheme) - Refer Note 4.1 & 4.2	1,264.63	1,264.63	-	-
<b>Total</b>	<b>1,264.63</b>	<b>1,264.63</b>	<b>-</b>	<b>-</b>

Particulars	As at March 31, 2023		As at March 31, 2022	
Loan Granted from GOK - Vishwa Scheme		1,313.49		1,313.49
Less : Cost of Vishwa Sheds received and repayment made	43.79		43.79	
Less : Sumanahalli Vishwa Sheds money adjusted as Margin Money at Treasury	5.07	48.86	5.07	48.86
<b>Balance as at 31-03-2023</b>		<b>1,264.63</b>		<b>1,264.63</b>
Less :				
1. Subsidy receivable from GOK as on 31-03-2023		660.88		719.25
2. Sumanahalli vishwa shed balance cost to be received from GOK	1.00		1.00	
3. Vishwa Sheds Cost at Ganjikulunte (Gomala Land transferred to	2.25	3.25	2.25	3.25
4. Rental dues from Coir Federation & Coir Corporation for Coir sheds and corresponding Taxes dues as on 31-03-2023	211.64 24.46		211.64 24.46	
		236.10		236.10
		900.23		958.60
<b>Balance Amt Payable to GOK as at 31.03.2023</b>		<b>364.40</b>		<b>306.03</b>

- 4.2 GOK has released Rs 1313.49 lakhs towards Vishwa Loan Account during the year 1994-95. Out of this vide GO No. CI 23 CSC 94 dated 16.03.1996, the Loan amount of Rs 1298.00 lakhs is towards for Vishwa project and the balance of Rs 15.49 lakhs is towards Government Margin money for construction of common work sheds and coir work sheds under the Vishwa Scheme to the Company as interest free Loan. As against Loan granted from GOK, an amount of Rs 900.23 lakhs is payable by GOK on account of subsidy, cost and other recoverables is yet to be adjusted for want of GOK Orders. In the meeting held on 12.10.2017 in respect of disposal of Vishwa Sheds, Commissioner I&C have informed that KSSIDC and Karnataka Coir Board to sit jointly and to sort out the issue. The letter has been addressed to Secretary C&I on 21-06-2022 wherein it was requested to reimburse Subsidy, adjustment of rental dues and transfer of sheds. The matter is under process.

**5 OTHER LONG TERM & CURRENT LIABILITIES**

PARTICULARS	Non-Current		Current	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
1(a). Government Grants (Ref Annexure-A)	724.09	746.85	1,877.77	1,554.23
1(b). Interest on Grants(Ref Annexure-A)	-	-	229.42	110.87
2. Outstanding Expenses	-	-	1,161.57	1,881.76
3. Subsidies to Entrepreneurs pending adjustment	1,054.15	1,059.01	1,997.33	-
4. Trade Advance from SSI -Raw-Materials	-	-	31.74	71.01
5. Amounts payable to GOK-Govt. I E Collections(Ref 5.1 & 5.2)	12,998.16	13,078.33	-	-
6. Advance from Allottees-Industrial Estates (Refer 5.3)	33,699.88	28,514.58	14,442.80	12,220.53
7. Trade Deposits	6,214.88	5,890.06	1,034.26	2,343.55
8. Contributory Deposit Works	48.50	48.50	-	-
9. Duties and Taxes Payable	186.15	-	211.27	338.48
10. Other General Liabilities	524.63	259.28	1.75	217.54
<b>Total</b>	<b>55,450.43</b>	<b>49,596.60</b>	<b>20,987.91</b>	<b>18,737.97</b>







# KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Rupees in Lakhs

- 5.1** The Government of Karnataka issued orders for transfer of properties worth Rs.1212.00 lakhs vide G.O.No CI 55 CSC 84 Bangalore dated 13.06.1984. As no further orders from GOK for transfer of properties, all amounts collected by the Company till 31.03.2023 amounting to Rs.12998 Lakhs by way of rent and other amounts from these properties are being shown as amounts payable to Government of Karnataka under 5(5). Necessary accounting entries will be passed on finalisation of purchase consideration and on issue of revised orders of transfer of Assets and their treatment including any amount on account of Annual Repair Grants and Service Charges to be received from Government. However, part of the land comprised in the properties specified in the notification dated 13.06.84 have been utilised by the Company for development of industrial areas, the cost of the land so utilised have been reflected under Fixed Assets/Inventory-IE Property at the value determined by the Valuation Committee and also amounts due to Government are reflected in the amounts shown in 5(5) above.
- 5.2** Based on the decision taken by the Board of KSSIDC in its 355th meeting held on 27.09.2019, GOK has been requested to accord its administrative approval for conversion of dues payable by the Corporation as interest free loan subject to annual equated repayment in the span of 25 years vide letter No. KSSIDC/FIN/ PGOK/2019 dated 05.11.2019. In response, it has been advised by GOK to pay half of the amount due to GOK of Rs 6300 lakhs as on 31.03.2020 immediately and remaining half amount of Rs 6400 lakhs in six equal installments over the next six years which is considered to be converted into a interest free loan in their letter No. CI/95/CSC/2019 dated 18.06.2020. Board of KSSIDC in its 359th meeting held on 27.07.2020 desired to sought certain guidelines by making further correspondence with GOK. In view of this the amounts payable to GOK shown in Note 5(5) is classified as non-current liability. As indicated above Rs 6300 lakhs plus Rs 6400 lakhs(Rs 12700 lakhs) was arrived based on the Financial Statements as at 31.03.2020, whereas the Amount payable to GOK as on 31.03.2023 is Rs 12998 lakhs. The decrease of Rs 80 lakhs (Rs 12998 lakhs - Rs 13078lakhs(FY-31.03.2022)) is due to reconciliation of accounts and transfer of EMD and other amounts to respective allottee account.
- 5.3** In the Note-5(6), the amounts received from the Allottees of Industrial Estates are continued to be shown as advance until the execution and registration of the sale deeds. From the past several years it is noticed that approximately 2500 units have not become functional even after efforts made by the Company for Industrial Development. The Board in its 357<sup>th</sup> Board meeting held on 28-01-2020 has decided a Restoration Policy and the Administrative orders are issued on 8.5.2020 & 1.10.2020 fixing the Time Limit and extension of time thereon for Construction of sheds on the plots, implementation of projects and commencement of production with certain conditions along with penalties. The Company has recognised such penal charges collected as Income in the financial statements from financial year 2021-2022 and also in 2022-2023. For the units failed to avail the Restoration benefits the scheme has been extended upto 31-12-2022 and further extended upto 31/03/2023. The advance from Allottees amounts to Rs 48122 lakhs which is classified as Current and non-current in the ratio of 30:70 as the Company is anticipating 30% of Allottees would be adhered to the terms of Allotment and expected Sales may occur within 12 months. This classification is being consistently followed by the Company.
- 5.4** An amount of Rs 312.50 lakhs received from KIADB for 125 acres of land of KSSIDC in challakere Taluk, Thalaku Hobli, Ullarthykaval has been accounted under Trade Deposits-Current Liabilities. Further, as against this Deposit, KSSIDC has transferred 95.67 acres of undeveloped land vide Possession Certificate dated 12.04.2022 to KIADB for formation of LED Light Manufacturing Cluster. During the FY 2022-23 sale of 95.67 Acres amounting Rs. 239.18 Lakhs has been accounted.
- 5.5** In the Note-5.(10), an amount of Rs 209.85 lakhs pertaining to the amounts received from the allottee of Vishwa Sheds towards full value of sheds for whom sales deeds have been issued required to be payable to GOK as per GO NO. CI 24 CSC 94 dated 16-03-1996. The Company is claiming various amounts receivables such as Rental Subsidy, Rental dues from Coir Fedearation and others (Ref Note 4.1). Pending settlement of the said issues the amount is shown as liability under other liabilities.

### 6 LONG AND SHORT TERM PROVISIONS

Particulars	Long Term		Short Term	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
1. For Employees Benefit (Ref Annexure - D)				
a. Earned Leave	226.45	267.93	62.79	183.69
b. Sick Leave	79.35	104.15	31.81	49.56
<b>Total</b>	<b>305.81</b>	<b>372.08</b>	<b>94.60</b>	<b>233.25</b>







**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

**7 TRADE PAYABLES**

Particulars	Non-Current		Current	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
For Industrial Raw Materials and Others	-	-	-	-
<b>Total</b>	-	-	-	-

**7.1** Ageing schedule of Trade payables - Refer Annexure B.

**7.2** The company has not received any intimation from suppliers/service providers regarding their status under the Micro Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts due to Micro and Small Enterprises as required under Sec 22 of Micro Small and Medium Enterprises Development Act 2006 as at March 31, 2023 together with interest paid/payable as required under the Act has not been furnished.

**8 Property, Plant & Equipment and Intangible Assets - as per schedule enclosed :**

**8.1** The Gross value of Rs 1814.59 lakhs (PY Rs 1814.59 lakhs) Rental Sheds - Viswa Scheme shown under Tangible Assets above, are constructed on lands belonging to Private Parties/ Zilla Parishat/ Government land etc., which were handed over to KSSIDC by Department of Industries and Commerce as directed by Government of Karnataka. The ownership of land does not vest with KSSIDC. However as per clause 3 of Government order No. CI 24 CSC 94, dated 16.3.1996 the buildings (sheds) constructed on these lands are treated as property of the Company.

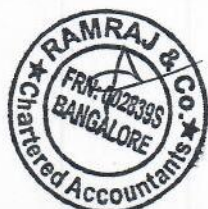
**8.2(a)** The entire land at channasandra stockyard was specifically acquired for establishing railway siding & stockyard by gazette notification No. RD 207 AQB 79 dated 27.12.1979 issued by special land acquisition act. Pursuance to the said gazette notification issued by special land acquisition officer the entire consideration amount came to be deposited by KSSIDC. The mutation came to be effected in the name of KSSIDC showing KSSIDC as owner in possession of the the entire land and RTC stands in the name of KSSIDC and KSSIDC continues to pay property tax in respect of the said land. During the year 2010-2011, in respect of land at Channasandra stock yard, the company has obtained RTC(Rights Transfer Certificate) from BBMP.

**8.2(b)** The Lease Agreement earlier entered for 30 years between Company and Railways has expired in 2014-15 is yet to be modified / amended, the company continues to treat the property as under lease and the amortization has been done upto FY 2014-2015. In the mean time the company has continued to treat the property under lease & disclose accordingly in financial statements. As and when such amendments are made in the Lease Agreement, suitable modifications in the Land account and stock yard account will be carried out and the consequential effect, if any, will be disclosed in that year.

**8.2(c) Capital work in progress :** The project cost of Construction of MS Complex at IE Rajajinagar amounts to Rs 569.33 lakhs. CWIP expenditure as at 31-03-23 amounts to Rs 560.82 lakhs. During the FY 2022-23 Rs. 560.82 recognised as Building and depreciation claimed on the same.

**8.3** In accordance with AS-19, in respect of Operating Lease (Rental Sheds/Buildings including Sheds/Buildings available for Rent), the following disclosure is made :

Particulars	Current Year March 31, 2023	Previous Year March 31, 2022
1. Gross Carrying amount (Excluding A O Building other than KSIMC Bldg transferred to KSSIDC, Staff Quarters & Stockyards)	2,400.40	2,564.52
2. Accumulated Depreciation	2,113.55	2,172.38
3. Accumulated Impairment Losses recognized	87.88	87.88
4. Depreciation recognized in Statement of P&L for the year	58.81	64.42
5. Impairment Losses recognized during the year in P&L A/c	0.00	0.00
6. General description of significant Leasing arrangement	Refer NOTE-1-AI-4(c) to (e)	Refer NOTE-1-AI-4(c) to (e)
7. Accounting Policy in respect of initial Direct Costs.	Refer NOTE-1-AI-4(f)	Refer NOTE-1-AI-4(f)





**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

**9 DEFERRED TAX ASSET (NET)**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Deferred Tax Liability :</b>		
i) Related to Fixed Assets	131.50	251.07
<b>Deferred Tax Assets:</b>		
i) Disallowances under Income Tax Act, 1961	752.26	600.18
ii) Provision for doubtful Receivables and advances	270.01	300.63
	<b>1,022.27</b>	<b>900.81</b>
<b>Total</b>	<b>890.77</b>	<b>649.74</b>
<b>Deferred Tax Asset (Net)</b>		

**10 LOANS AND ADVANCES**

Particulars	Non-Current		Current	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
1. Investment in Leasing of Industrial Sheds				
Secured considered good	-	-	1,403.92	510.20
Less: Provision for doubtful Annuity Income	-	-	670.90	285.85
<b>Total</b>	<b>-</b>	<b>-</b>	<b>733.02</b>	<b>224.35</b>
2. Loan to SSI Units (IRBI Scheme) Un-Secured considered	4.71	4.71		
Less: Provision for doubtful Loan	4.71	4.71		
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
3. Advances to Staff - Secured and considered good	-	-	44.60	47.54
4. Advances to Suppliers/Others Un-Secured and	1,025.14	1,025.14	2,694.68	50.71
5. a. Advance Tax	-	-	817.12	560.78
b. Less : Provision for Taxation	-	-	1,210.00	510.00
c. Net of Advance Tax	-	-	(392.88)	50.78
6. Refund due from IT department	158.34	158.34	-	-
Less : provision for dues from IT department	158.34	158.34		
7. Other Advances - Unsecured and Considered good	24.42	24.30	1,501.56	5.01
<b>Total</b>	<b>1,049.55</b>	<b>1,049.43</b>	<b>4,580.98</b>	<b>378.38</b>

**10.1 A.** In respect of sheds allotted under Lease and possession given by the Company the following disclosures are made as required under AS-19 :

Reconciliation of Gross Investment in Lease with Present value of future minimum lease payments.	As at March 31, 2023	As at March 31, 2022
Value of Future Minimum Lease Payments:		
1. Gross Investments in Lease as on 31 <sup>st</sup> March in respect of sheds allotted and possession given on or after 1.4.2001	1403.92	510.20
	<b>1403.92</b>	<b>510.20</b>
2. Present value break up of future minimum lease Payments		
i) Not later than one year	572.08	162.90
ii) Not later than five years	739.17	320.32
iii) Later than five years	92.67	26.98
<b>Total</b>	<b>1403.92</b>	<b>510.20</b>
3. Accumulated provision for non-collectable installments(provided for doubtful Annuity Sale Income)	670.90	285.85
4. Contingent rent recognized in statement of P&L		
5. General description of significant lease arrangements	Refer NOTE-1-AI-4(c) to (e)	Refer NOTE-1-AI-4(c) to (e)
6. Accounting Policies adopted in respect of initial direct costs	Refer NOTE-1-AI-4(f)	Refer NOTE-1-AI-4(f)





**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

- 10.2** As regards Loans provided under IRBI Scheme shown in Note 10(2) above, the Company has filed suit for recovery of Rs 4.71 lakhs (PY Rs. 4.71 lakhs). Further, the entire amount has been considered as doubtful and existing provision is continued.
- 10.3** The amount of Rs 3681.16 lakhs ( PY Rs 1025.14 lakhs) shown under Advance to Suppliers & others under Note 10 (4), includes the amounts paid to GOK/KIADB towards acquisition of Industrial Estate lands & other amounts as per details shown below:

Particulars	As at March 31, 2023	As at March 31, 2022
1. Amounts paid to Government for land acquisition	776.81	776.81
2. Amounts refundable by KIADB on account of land surrendered	20.98	20.98
3. Advance paid to KIADB for lands to be acquired	2,883.37	227.35
<b>Total</b>	<b>3,681.16</b>	<b>1,025.14</b>

- 10.3(a)** The Company has paid Rs. 776.81 lakhs to Government for Land acquisition at Sriramanahalli and Chikkahosalli. Several letters have been addressed to DC under intimation to Government to refund the amounts or to allot alternate land. GOK in their letter No. CI 193 CSC 2021 dated 18.05.2023 has informed that as the chances of getting refund from the GOK is remote it was decided that the Corporation shall adjust the amounts receivable without interest towards future allotments by the Government.

- 10.3(b)** An amount of Rs 20.98 lakhs paid to land at Hanagal. In a meeting held on 03.03.2022 between KIADB and KSSIDC it was informed that refund will be arranged at the earliest. The matter is being pursued.

**10.3(c)**

Particulars	As at March 31, 2023	As at March 31, 2022
1. Vasanthanarasapura- Refund is under process.	172.02	172.02
2. Aland - matter being pursued.	2.81	2.81
3. Kapanur - matter being pursued.	0.05	0.05
4. Chittapura-52.46 lakhs - acquisition of 3.08 acres of land for approach road and possession is	52.47	52.47
5. Budihalla-Vijayapura - possession is under process.	12.67	-
6. Kanagal-Belgavi - possession taken 16-05-2023	1,568.19	
7. Badanaguppe Chamarajangara- possession taken on 28-04-2023	1,075.16	
<b>Total</b>	<b>2,883.37</b>	<b>227.35</b>

- 10.3(d)** In respect Kanagal -Belgavi, an amount of Rs 1568.19 lakhs has been paid as advance to KIADB towards land purchase as against which possession certificate has been obtained on 16-05-2023. Further, in respect of Badanaguppe an amount of Rs 1075.16 has been paid as advance to KIADB towards land purchase as against which possession certificate has been obtained on 28-04-2023.

- 10.4** As per GOK order No.GO : CI 79 COF 2022 Bangalore dated 22-12-2022 an amount of Rs 15.00 Crores has been paid to M/s THE MYSORE SUGAR Company Ltd which is repayable on or before 31-03-2023, which is yet to be received. In the event of non-receipt of the said amount, this amount shall be adjustable out of the amount payable to GOK, which has been approved in 369th Borad Meeting held on 24.02.2023 . Please also refer Note No 5(5) for the amount payable to GOK.

**11 INVENTORIES**

Particulars	As at March 31,2023		As at March 31, 2022	
<b>1. TRADE :</b>				
a. Stock in Trade-Industrial Raw materials		0.00		0.00
<b>2. I.E. PROPERTY :</b>				
a. IE - Land Account	15,014.32		15,055.44	
b. IE - Works in progress + Infra Development	21,155.57		21,445.30	
c. IE - Completed sheds / Flats	1,255.94	37,425.83	1,253.49	37,754.23
<b>Total</b>		<b>37,425.83</b>		<b>37,754.23</b>





- 11.1 Out of Land A/c, as per GOK vide order number CI9CS2017 dated 28.12.2007 KIADB needs to execute pending 69 absolute sale deed in favour of KSSIDC as on 31.03.2023. The issue has been discussed with the CEO KIADB and Managing Director KSSIDC in the presence of officers of KIADB and KSSIDC and KIADB was requested to expedite the issue at the earliest. KIADB instructed the concerned officers to take immediate action and to resolve the issue on priority.
- 11.2 During the year the Company has also obtained physical verification reports of sheds/plots/godowns/flats from Industrial Estate Offices. The report covers the Industrial Estate Property shown in Inventories-IE Property as well as Fixed Assets. Based on these reports(physical verification reports) as well as other information, Company has under taken review of sheds/flats allotted, sale deed of sheds/plots/flats executed as per Branch/HO records, based on which the company during the year accounted the value of sale/cost of sale of sheds/plots/flats.
- 11.3 As per the Accounting Policy in respect of Infrastructure provided in various Industrial Estates, the expenditure for the entire State is considered for purposes of valuation. As providing of infrastructure is a continuous process, expenditure incurred during the year is added to the value. The sale price charged at the time of allotment is considered for recognising sales after registration of the unit whereas infrastructure expenditure is incurred in a phased manner, in certain Estates consequent on recovery may indicate over absorption pending further expenditure to be incurred on Infrastructure in future. The recovery of cost of sales is on standard cost basis. The company is accounting the infrastructure costs on a yearly basis to the value of the estates. The infrastructure costs recognised to Inventory is taken at 25% of the constructions costs with an annual escalation in the value of absorption being made. Paragraph 18 of AS2 is employed by the company as a policy in measurement of costs and its corresponding inventory. The standard costs will be regularly reviewed as and when sale deeds of respective Estates reaches almost end of the projects or as per the revised policy of the management and the costs and inventory will be revised based on the current conditions.
- 11.4 The value shown under Note 11(2c) includes value of Rs 31.54 lakhs (PY Rs 31.54 lakhs) being the value of flats / sheds seized by institutions other than Karnataka State Financial Corporation(KSFC). The company has entered into MOU with KSFC for dealing such seizures made by KSFC.

**12 TRADE RECEIVABLES**

Particulars	Non-Current		Current	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
1. Secured and considered good:				
a. Indl. Raw materials receivables - Less than Six months			148.10	217.91
b. Indl. Raw materials receivables - More than Six months			-	-
2. Un-Secured and considered good:				
a. Indl. Estate receivables - Less than Six months			14.47	196.34
b. Indl. Estate & Projects receivables-More than Six months			189.73	338.53
3. Doubtful receivable:				
a. IRM & IE receivables - Less than Six months			-	-
b. IRM/IE/Projects/Works receivables-More than Six months			-	-
Total Receivables	2167.71	2049.72	145.37	44.22
Less: Provision for Doubtful receivables	2167.71	2049.72	497.67	797.00
<b>Total</b>	<b>2167.71</b>	<b>2049.72</b>	<b>145.37</b>	<b>44.22</b>
			<b>352.30</b>	<b>752.79</b>

**12.1 Breakup for Doubtful receivables Provision of Rs 2313.08 lakhs :**

Particulars	As at March 31, 2023	As at March 31, 2022
a) Industrial Estate	2,150.20	1,927.83
b) Works (Materials)	7.34	7.34
c) Indratham Construction Com	66.73	66.73
d) Industrial Raw Material	88.81	92.04
<b>TOTAL</b>	<b>2,313.08</b>	<b>2,093.94</b>

- 12.2 As regards Unsecured and considered good for more than six months(12)(2)(b), certain receivables for more than One year for which the company is confident of realising dues within one year and the same has been classified as Current. Further wherever there are doubtful receivables the company has made provisions accordingly.

**12.3 Trade Receivables Ageing is at Annexure - C.**





**13 CASH AND CASH EQUIVALENTS**

Particulars	Current	
	As at March 31, 2023	As at March 31, 2022
(A) Cash and Cash Equivalents		
1. Cash on Hand	1.25	0.95
2. Bank Balance in Current and SB accounts	10,201.70	5,360.19
3. Term Deposits with Banks with maturity 3 months or less	20,002.00	18,158.00
	<b>30,204.95</b>	<b>23,519.14</b>
(B) Other Bank Balances		
1. Term Deposits with Banks -maturity more than 3 months	24,000.00	23,694.00
<b>Total</b>	<b>54,204.95</b>	<b>47,213.14</b>

- 13.1 In respect of Hubli-Rent A/c - Collection of March 2023 has been accounted on 01-04-2023 to that extent Book and Bank Balance are reconciled.

**14 OTHER CURRENT ASSETS**

Particulars	Current	
	As at March 31, 2023	As at March 31, 2022
1. Accrued Interest on Deposits / SB A/C	1,611.63	1,273.66
2. GST-2021(ITC)	-	42.70
<b>Total</b>	<b>1,611.63</b>	<b>1,316.36</b>







Rupees in Lakhs											
DESCRIPTION	GROSS BLOCK				DEPRECIATION / AMORTISATION				NET BLOCK		
	AS AT 01.04.2022	ADDITIONS	DELETIONS / ADJUSTMENTS	AS AT 31.03.2023	AS AT 01.04.2022	FOR THE YEAR	IMPAIRMENT ADJUSTMENT	DELETIONS / ADJUSTMENTS	UP TO 31.03.2023	AS AT 31.03.2023	AS AT 31.03.2022
Property, Plant and Equipment	147.06	0.00	1.89	145.17	0.00	0.00	0.00	0.00	0.00	145.17	147.06
<b>A. LAND/INFRA/SHEDS/FLATS/BLDGs</b>											
<b>B. BUILDINGS :</b>											
STOCKYARDS & GODOWNS	46.70	0.00	0.00	46.70	24.76	1.48	0.00	0.00	26.24	20.46	21.94
A.O. BUILDING & STAFF QUARTERS	683.47	595.59	0.00	1279.06	136.86	14.66	0.00	0.00	151.53	1127.53	546.61
RENTAL SHEDS-LOAN	646.08	0.00	164.13	481.95	444.89	13.40	0.00	0.00	348.12	133.82	201.18
RENTAL SHEDS-GRANTS	13.85	0.00	0.00	13.85	10.83	0.26	0.00	0.00	11.09	2.77	3.02
RENTAL SHEDS-VISWA-CWS	1516.66	0.00	0.00	1516.66	1422.87	37.32	0.00	0.00	1460.19	56.47	93.79
RENTAL SHEDS-VISWA-COIR	297.93	0.00	0.00	297.93	271.59	6.40	0.00	0.00	277.99	19.94	26.34
<b>TOTAL FOR BUILDINGS(B)</b>	<b>3204.70</b>	<b>595.59</b>	<b>164.13</b>	<b>3636.15</b>	<b>2311.81</b>	<b>73.52</b>	<b>0.00</b>	<b>110.17</b>	<b>2275.16</b>	<b>1360.99</b>	<b>892.89</b>
<b>C. OTHER ASSETS</b>											
PLANT & EQUIPMENTS-GEN	130.45	0.10	0.00	130.55	110.60	5.38	0.00	0.00	115.98	14.56	19.84
COMPUTERS AND DATA-PROCESSING	113.47	1.62	0.00	115.09	94.41	9.49	0.00	0.00	103.91	11.18	19.06
FURNITURE & FITTINGS	29.95	0.00	0.00	29.95	24.03	2.34	0.00	0.00	26.37	3.58	5.92
VEHICLES - MOTOR CARS	247.88	0.00	0.00	247.88	179.52	17.63	0.00	0.00	197.14	50.74	68.37
OFFICE EQUIPMENTS	17.95	0.00	0.00	17.95	17.90	0.05	0.00	0.00	17.95	0.00	0.05
<b>TOTAL FOR OTHER ASSETS(C)</b>	<b>539.70</b>	<b>1.72</b>	<b>0.00</b>	<b>541.42</b>	<b>426.46</b>	<b>34.90</b>	<b>0.00</b>	<b>0.00</b>	<b>461.36</b>	<b>80.06</b>	<b>113.24</b>
<b>D. LEASE HOLD ASSETS</b>											
RAILWAY-SIDING-CHN	82.64	0.00	0.00	82.64	82.64	0.00	0.00	0.00	82.64	0.00	0.00
<b>TOTAL FOR LEASE HOLD ASSETS</b>	<b>82.64</b>	<b>0.00</b>	<b>0.00</b>	<b>82.64</b>	<b>82.64</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>82.64</b>	<b>0.00</b>	<b>0.00</b>
<b>TOTAL OF TANGIBLE ASSETS(A+B+C+D)</b>	<b>3974.10</b>	<b>597.30</b>	<b>166.02</b>	<b>4405.38</b>	<b>2820.91</b>	<b>108.42</b>	<b>0.00</b>	<b>110.17</b>	<b>2819.16</b>	<b>1586.23</b>	<b>1153.19</b>
<b>INTANGIBLE ASSETS</b>											
WEBSITE - DESIGN/DEVELOPMENT	4.03	0.00	0.00	4.03	4.03	0.00	0.00	0.00	4.03	0.00	0.00
ERP ACCOUNTING SOFTWARE	21.43	0.00	0.00	21.43	21.43	0.00	0.00	0.00	21.43	0.00	0.00
MS OFFICE STANDARD & PROFESSIONAL	12.10	0.00	0.00	12.10	2.42	2.42	0.00	0.00	4.84	7.26	9.68
<b>TOTAL OF INTANGIBLE ASSETS</b>	<b>37.56</b>	<b>0.00</b>	<b>0.00</b>	<b>37.56</b>	<b>27.88</b>	<b>2.42</b>	<b>0.00</b>	<b>0.00</b>	<b>30.30</b>	<b>7.26</b>	<b>9.68</b>
<b>TOTAL OF CAPITAL WIP</b>											
CAPITAL W I P BUILDINGS	443.59	117.23	560.82	0.00	0.00	0.00	0.00	0.00	0.00	0.00	443.59
1. M S COMPLEX-I E RAJAJINAGAR	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Demonstration Display Centre-IE Thagachagere	443.59	117.23	560.82	0.00	0.00	0.00	0.00	0.00	0.00	0.00	443.59
<b>TOTAL OF CAPITAL WIP</b>	<b>443.59</b>	<b>117.23</b>	<b>560.82</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>GT - AS AT 31/03/2023</b>	<b>4455.25</b>	<b>714.53</b>	<b>726.84</b>	<b>4442.94</b>	<b>2848.79</b>	<b>110.84</b>	<b>0.00</b>	<b>110.17</b>	<b>2849.46</b>	<b>1593.48</b>	<b>1606.46</b>
<b>GT - AS AT 31/03/2022</b>	<b>4211.92</b>	<b>606.13</b>	<b>362.80</b>	<b>4455.25</b>	<b>2779.96</b>	<b>117.89</b>	<b>0.00</b>	<b>43.06</b>	<b>2848.79</b>	<b>1606.46</b>	<b>1606.46</b>





**15 REVENUE FROM OPERATIONS**

Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
<b>I Sales:</b>	719.89		1,464.55	
1. Sale of Industrial Raw Materials (IRM)	-		-	
2. Compensation from Land Acquisition	2,588.53	<b>3,308.43</b>	720.25	<b>2,184.80</b>
3. Sale of Industrial Sheds/Flats & Plots	-		-	
<b>II Income related to IRM Activity :</b>	13.85	<b>13.85</b>	21.42	<b>21.42</b>
Incentive on Purchase of Raw Materials	-		-	
<b>III Income from Industrial Estates:</b>	101.92		96.95	
1. Normal Interest on Installments (Refer Note 15.3)	161.22		214.36	
2. Rent from sheds/Land	590.02		310.26	
3. Recovery of Power Line Charges from Allottees	398.88		371.32	
4. Joint Venture with KSIIDC - ITBT PARK-Gross	325.00	<b>1,577.05</b>	370.38	<b>1,363.28</b>
5. Other I E Income	-		-	
<b>IV Other Operating Income</b>	39.39		57.09	
1. Interest on Credit Sales-RMT Assistance	-		-	
2. Income from project contracts	-	<b>39.39</b>	-	<b>57.09</b>
3. Service Tax Recovery From Contractors	-		-	
<b>Total</b>		<b>4,938.72</b>		<b>3,626.58</b>

**15.1 Particulars of Sales**

Particulars of Sales	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
<b>Industrial Raw Materials</b>	719.89		1,464.55	
Iron & Steel	-		-	
Paraffin Wax	-		-	
Cement	-	<b>719.89</b>	-	<b>1,464.55</b>
Coal & Coke	-		-	
<b>Industrial Sheds/Flats and Plots</b>	1,264.15		587.20	
Plots	1,324.38		133.04	
Sheds/Flats	-		-	
Vishwa - Common Work/Coir Sheds	-	<b>2,588.53</b>	-	<b>720.25</b>
Land - Consideration on Acquisition	-		-	
<b>Total</b>		<b>3,308.43</b>		<b>2,184.80</b>

**15.2** During the year accounting of Industrial Estate Sale value of Industrial Plots and Sheds/Flats shown in Note No 15(1)(3) includes the sale value of prior periods due to non receipt of documents of sale deeds and other information required from the Branches / divisional offices.

**15.3** As indicated in A-II(1) of Note 1 (Significant Accounting policies) the company accounted the interest in respect of instalments from allottees of IE sheds/Flats and other Buildings on cash basis. The interest accounted during the year on cash basis is Rs 101.92 lakhs (PY Rs 96.95 lakhs) as shown in 15(III)(1) above.

**15.4** The Company has entered into a Joint Venture Agreement on 8.3.2001 with M/s. Karnataka State Industrial Investment & Development Corporation Limited (A Government of Karnataka undertaking) for establishing Software Technology Park which subsequently modified to IT & BT Park. The Company has given land measuring 6417 Sq.mts at Rajajinagar, Bangalore on lease for a period of 30 years at an annual Rent of Rs.1000/- per annum. KSIIDC has established the ITBT Park on the above land by arranging finance. As per the Joint Venture Agreement, the net accrued Income (Rent) shall be shared by KSIIDC and KSSIDC in the ratio of 70:30. During the year the company has accounted the following incomes under this venture.





**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
Gross Share of Income from Joint Venture		398.87		371.32
Lease rent of land		0.01		0.01
Gross Income accounted Ref 15(III)(4)		398.88		371.33
Less: Share of Property Taxes included in the amount shown under Rates & Taxes shown in Note 21(5)		12.97		12.97
Less: Share of expenses - included in the amount shown under Other Administrative Expenses shown in Note-21(12).		2.48		5.01
<b>Net Share of Profit from Joint Venture</b>		<b>383.43</b>		<b>353.35</b>

Apart from share in rent, the interest claimed by the Company on delay in payment of rent is disputed by KSIIDC Limited and are seeking clarification and the matter is being pursued. The cumulative interest worked out by the Company till FY 2012-2013 is Rs.28.81 lakhs. The same is accounted and treated as doubtful and suitable provision has been made and included in the amount shown under Trade Receivables Note 12(3)(b).

**15.5** Sales shown as at Note No 15.1 is exclusive of GST.

**16 OTHER INCOME**

Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
<b>I Interest:</b>	2,499.79		1,992.09	
1. Interest on Bank Deposits	251.23	2,751.02	277.61	2,269.71
2. Interest - Others				
<b>II Miscellaneous Income</b>	-		-	
1. Net Gain on redemption of units	674.73	674.73	759.89	759.89
2. Miscellaneous Income	-		-	
3. State Government Award		260.74		346.34
<b>III Provision not required withdrawn(Ref Note 16.2)</b>		<b>3,686.49</b>		<b>3,375.94</b>
<b>Total</b>				

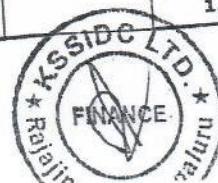
**16.1** Amount of interest-others shown in Note No 16(I)(2) includes - (1) Interest on IT refund of 100.10 lakhs (2) Interest on delayed payment of Installments/Rent of Rs.148.79 lakhs (FY Rs 260.06 lakhs). (3) Other Interest earned Rs 2.34 lakhs (FY Rs 1.65 lakhs).

**16.2** Amount of Provision not required withdrawn in Note 16(III) includes -(1) Earned Leave encashment and Sick Leave provision amount - Rs 108.07 lakhs. (2) IT provision in excess of FY 21-22 amount Rs 70.65 lakhs (3) Annuity Sale Provision amount - Rs 50.53 lakhs (4) Other provision amount Rs 25.36 lakhs.

**17 PURCHASE OF TRADING ITEMS / INDUSTRIAL ESTATE EXPENSES**

Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
<b>I Expenses related to traded items:</b>	713.58		1,429.24	
1. Purchase of traded items	0.32	713.91	9.57	1,438.81
2. Freight and other trading expenses		450.22		474.97
<b>II Industrial Estate Expenses</b>		<b>1,164.13</b>		<b>1,913.78</b>
<b>Total</b>				

Particulars of Purchase of Traded Items - Ref Note 17(I)(1)	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
Iron & Steel		713.58		1,429.24
Paraffin Wax		-		-
Cement		-		-
Coal & Coke		-		-
<b>Total</b>		<b>713.58</b>		<b>1,429.24</b>





**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

17.2 Particulars of Industrial Estate Expenses - Ref Note -17(II)	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
1. Land purchased		0.00		57.04
2. WIP - Infrastructural works		160.18		25.75
3. Re-transfer of Sheds / Land from Fixed Assets		55.85		2.42
4. Infra structure works - KSSIDC share		19.22		146.16
5. Infra structure works - Other upgradation works		114.90		242.90
6. Expenditure on drawing Power Lines		100.07		0.69
<b>Total</b>		<b>450.22</b>		<b>474.97</b>

**18 CHANGES IN INVENTORIES**

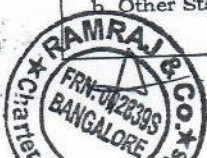
Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
<b>I Inventories (Closing Balance):</b>				
1. Industrial Raw Materials		-		-
2. Indl. Estate - Land Account		15,014.32		15,055.44
3. Indl. Estate - Work-in-progress + Infra Development		21,155.57		21,445.30
4. Indl. Estate - Completed Sheds/Flats		1,255.94		1,253.49
<b>Total</b>		<b>37,425.83</b>		<b>37,754.23</b>
<b>II Inventories (Opening Balance)</b>				
1. Industrial Raw Materials		-		12.95
2. Indl. Estate - Land	15,055.44	15,055.44	15,008.95	15,008.95
Less : Adjustment	-		-	
3. Indl. Estate - Work-in-progress + Infra Development	21,445.30	21,445.30	21,647.82	21,647.82
Less : Adjustment	-		-	
4. Indl. Estate - Completed Sheds/Flats	1,253.49	1,253.49	1,226.32	1,226.32
Less : Adjustment	-		-	
<b>Total</b>		<b>37,754.23</b>		<b>37,896.03</b>
<b>NET INCREASE(-) OR DECREASE</b>		<b>328.40</b>		<b>141.80</b>

18.1 Details for difference between Closing and Opening Inventories shown in Note-18 is as under :

Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
Stock in Trade(Industrial Materials) - Closing	-		12.95	(12.95)
Stock in Trade(Industrial Materials) - Opening	-		-	
Stock in Trade IE Property(Completed Sheds/Flats)-Closing	1,255.94		1,253.49	
Stock in Trade IE Property(Completed Sheds/Flats) Opening	1,253.49	2.45	1,226.32	27.17
WIP + Infra Development - IE property - Closing	21,155.57		21,445.30	
WIP + Infra Development - IE property - Opening	21,445.30	(289.73)	21,647.82	(202.51)
Land - IE Property- Closing	15,014.32		15,055.44	
Land - IE Property- Opening	15,055.44	(41.12)	15,008.95	46.49
<b>NET INCREASE IN INVENTORY - REDUCED IN EXPENDITURE</b>		<b>328.40</b>		<b>141.80</b>

**19 EMPLOYEE BENEFITS EXPENSES**

Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
1. Salaries and Wages :				
a. Salaries & wages	688.56		863.45	
b. Bonus and Add-Bonus(Ex-gratia)	11.47		15.71	
c. Earned and Sick Leave	30.17		28.12	
d. VRS-Expenses	-	730.20	-	907.28
2. Provident Fund and other Contribution		63.74		95.06
3. Staff Welfare Expenses :				
a. Gratuity Expenses	5.81		53.69	
b. Other Staff welfare expenses	15.25	21.06	82.81	136.50
<b>Total</b>		<b>815.00</b>		<b>1,138.84</b>





- 19.1** The amount of Salaries and Wages shown in 19(1)(a) includes salary paid to Managing Director of Rs.19.44 lakhs (PY Rs.17.04 lakhs).
- 19.2** The Other staff welfare expenses shown in 19(3)(b) includes, Medical reimbursement to Managing Director of Rs NIL (PY Rs NIL).
- 19.3** The Other staff welfare expenses shown in 19(3)(b) includes, Medical reimbursement to Chairman of Rs. NIL (PY Rs.NIL).
- 19.4** Gratuity Expense amount of Rs 5.81 lakhs (PY 53.69 lakhs) is shown as per the Gratuity Report issued by LIC of India.

**19.5** Details of Provident Fund and other Contribution shown in 19(2) above is as under :

Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
1. Provident Fund contribution :				
a. PF contribution	58.32		84.72	
b. Admn and Inspection charges	2.34		3.33	
	60.66		88.05	
Less : Recovery related to deputed staff from organisations	2.30	58.36	0.34	87.71
		4.78		0.25
2. EDLI Premium				
3. Leave Salary & Pension contribution:				
a. Managing Director	0.00		2.92	
b. Other Deputed Staff	0.00		3.65	
c. Employees GSLI	0.60	0.60	0.52	7.10
<b>TOTAL</b>		<b>63.74</b>		<b>95.06</b>

**20 DEPRECIATION AND AMORTIZATION EXPENSES**

Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
1. Depreciation on Fixed Assets- Tangible		107.00		114.05
2. Impairment of Asset		-		-
3. Amortization of Intangible Assets		2.42		2.42
<b>Total</b>		<b>109.42</b>		<b>116.47</b>

**21 OTHER EXPENSES**

Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
1. Rent		18.16		17.11
2. Repairs to Buildings and Infra structure		3.58		11.23
3. Repairs to Machinery and Vehicles		42.52		28.19
4. Insurance		3.42		2.84
5. Rates & Taxes - Property Tax		37.97		87.38
6. SSI Development Expenses:				
i. Contribution to Associations/Organisations	19.15	19.15	2.00	2.00
ii. Other SSI Development Expenses	-	7.74	-	5.15
7. Auditors Fees and Other Expenses		48.00		57.10
8. Vehicle Fuel		231.83		221.58
9. Watch & Ward		69.55		22.30
10. Advertisement Expense		284.37		327.05
11. Other Administrative Expenses		208.00		20.00
12. Corporate Social Responsibility Expn & Chief Minister Relief Fund				
13. Provision for Debts and Others :				
i. Provision for annuity Sales / Lease Income	438.81		7.71	
ii. Other Provisions	222.38	661.18	269.65	277.36
<b>Total</b>		<b>1635.47</b>		<b>1079.30</b>



**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

**21.1** The Other Administrative Expenses of Rs 284.37 lakhs(PY Rs 327.05 lakhs) shown in 21(1) above includes the following amounts :

Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
1. Remuneration to Chairman		15.88		12.60
2. Remuneration to Vice Chairman		1.69		6.00
3. Travel Expenses - Chairman		22.41		15.93
4. Travel Expenses - Vice Chairman		-		2.43
5. Remuneration to Chairman-office-staff		21.61		21.57
6. Remuneration to Vice Chairman-office-staff		3.05		10.82
		<b>64.63</b>		<b>69.35</b>
1. Home Travel /LTC/Local Conveyance /Transfer TA		14.18		6.79
2. Managing Directors Travel Expenses		0.89		0.32
3. Directors sitting Fees		0.54		0.65
4. Water Charges / Electricity Charges etc		33.57		45.39
5. Printing & Stationary		8.96		7.00
6. Postage & Telephone		9.67		11.14
7. Maintenance - Office Equipments		21.16		21.72
8. Court Fee & Legal Charges		7.50		14.98
9. Professional Charges		105.78		130.47
10. Joint Venture Expenses		2.48		5.01
11. Subscriptions & Reference Books		0.67		1.04
12. Ent-Exp/Sales promotion/Exhibitions/Meetings/Other		14.32		13.19
13. SBF Contribution		-		-
		<b>219.74</b>		<b>257.70</b>
<b>Total</b>		<b>284.37</b>		<b>327.05</b>

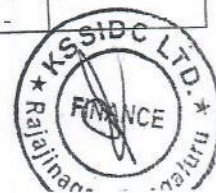
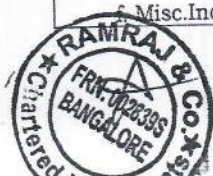
21.2 Break up for Auditors Fees and expenses Ref Note Note 21(7)	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
1. Audit Fees for FY 2022-2023		5.50		4.25
2. Audit Fee- Additional Fee		2.24		-
3. Tax Audit		-		0.90
<b>Total</b>		<b>7.74</b>		<b>5.15</b>

**21.3** As per Section 135 of the Companies Act, 2013, a company meeting the applicability threshold needs to spend atleast 2% of its average Profit Before Tax for immediately preceding three financial years on corporate social responsibility (CSR) activities. Gross amount required to be spent by the company during the year 22-23: Rs. 31.99 lakhs (PY: Rs.19.41 lakhs). The Company has spent Rs 108 lakhs during the FY 2022-2023 :

- Rs. 8 Lakh Paid to Nirmithi Kendra, Hirehalli S.O., Uaradigere, Tumkur to compensate shortfall of FY 2019-20.
- Rs. 25 Lakhs paid to DC Gadag CSR Fund - Govt Degree College Naregal( Rs. 15 lakhs) & Gajendragad Gadag (Rs. 10 lakhs).
- Rs. 75 Lakhs paid to DC Gadag CSR Fund.-Gajendragad Govt Polytechnic(Rs. 30 Lakhs/Gajendragad 1st Grade College(Rs. 30 lakhs) / Naregal 1st Gr college(Rs. 15 Lakhs).
- Short Fall at the end of the year : NIL

**22 Prior Period Adjustments**

Particulars	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
<b>I Income / Adjustments</b>				
a. Sale of Sheds / Flats/ Plots / Adjustment of Cost of Sales	-		-	
b. Supervision cgs-on work Expn.& others	-		-	
c. Supervision cgs-on work Expn-SCP-TSP	-		-	
d. Power line cgs & others	-		-	
e. Accounting to Capital Reserve-adjustment	-		-	
f. Misc.Income-Salary/Medical/IT/Repairs/TA Bill & others	-		-	





**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

<b>II Expenses / Adjustments</b>				
a. Sale of Plots/Viswa sales	4.78		13.81	
b. IE Expenses/Service Cgs/Financial charges/interest	42.70		-	
c. Power Line Refunds / StampDuty Reversal/GST-ITC	2.12		-	
d. Rent	-		-	
e. Emp-benefits -reversal of Enc/TA/MED/OTHERS	-	49.60	-	13.81
f. Others	-	(49.60)	-	(13.81)

**Net Adjustment of Income / Expenditure**

23

		For the Year ended March 31, 2023		For the Year ended March 31, 2022
<b>Tax Expenses</b>				
Provision for tax for the current year		1,210.00		510.00
Taxes for the previous year		-		-
Deffered Tax		(241.03)		73.54
<b>Total</b>		<b>968.97</b>		<b>583.54</b>

24 In accordance with compliance of AS 20 (Earnings per Share) the following disclosures are made

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Profit available to the Equity Share Holders (Rs)	3,554.22	1,541.62
Weighted Average number of Equity shares (Nos)	26.02	26.02
<b>Earnings Per Share of Face Value of Rs.100 each(Basic/Diluted)</b>	<b>137</b>	<b>59</b>

25 The Company has filed Income Tax Returns up to Financial Year 2021-2022 (Assessment year 2022-2023). The advance tax account and provision for taxation account till FY 2021-2022 (AY 2022-2023) was adjusted as per the requirement of AS-22. As per the Income Tax Department there are three demands are outstanding as of 31.03.2023:

MANAGEMENT REPLY - PRESENT STATUS	AS PER IT DEPARTMENT			
	ASSESSME NT-YEAR	SECTION CODE	DATE OF DEMAND	AMOUNT OUTSTANDIN
1. On the basis of Assessment order u/s 143(3) balance payable is Rs 10.08 lakhs which is towards interest on DDT. The Department has since revised the demand to Rs 0.39 lakhs vide its rectification order date 18.11.2016, the company has written to department on 17.02.2017 to cancel the demand. Matter is pending. The amount has been shown as contingent liability (Refer note 26)	2013-2014	154	18.11.2016	0.39
2. On the basis of Assessment order u/s 143(1a) balance payable is Rs. 34.06 lakhs which is towards DDT. The company has filed an application for rectification with the department on 17.02.2017 and the matter is pending. The amount has been shown as contingent liability (Refer note 26)	2015-2016	1150	09.10.2020	16.28
3. On the basis of Intimation u/s 143(1a) balance payable is Rs 6.45 lakhs which is towards short payment of Tax. An application has been filed for rectification with the department and the matter is pending. The amount has been shown as contingent liability (Refer note 26)	2017-2018	143(1)(a)	14.03.2019	6.45
<b>TOTAL</b>				<b>23.11</b>

26

Contingent Liability and commitments(to the extent not provi	For the Year ended March 31, 2023	For the Year ended March 31, 2022
1. Claims against KSSIDC pending in Courts/Tribunals	31.46	44.01
2. Claims not acknowledged as Debts	120.21	120.21
3. a. Capital commitments	NIL	NIL
b. Other commitments	NIL	NIL
4. Demand raised by IT department	23.11	23.11

There are 89 Nos of Court Cases pending in various courts. The breakup of cases is- a) Supreme Court(3 nos), b)High Court of Karnataka(71 nos under General Miscellaneous and Service Matter classifications), c)Civil Court(15 nos) Includes Consumer Court, Debts Recovery Tribunal, National Green Tribunal and Land Grabbing Court.





27 As per requirements of AS-18, the disclosures for related parties and transactions with them are given below:

Related Parties and Relationship	
Name of the Related Party	Relationship
<b>A. Related parties</b>	<b>Key Management Personnel</b>
1. Sri Kalakappa Gurushanthappa Bandi MLA	Chairman KSSIDC from 28.07.2020
2. Sri Pankajkumar Pandey IAS	Principal Secretary to Govt. C&I Dept. from MD KSSIDC from 29.05.2022
3. Sri Somashekar S J IAS	MD KSSIDC upto 28.05.2022 & Director
4. Smt C. Sathybhama IAS	Director & MD KSIIDC from 24.03.2022
5. Sri. Dr M R Ravi IAS	CEO KIADB, Director from 01.09.2022
6. Sri. Girish R IAS	CEO and EM, KIADB & Director upto 08.08.2022
7. Sri Dr N.shivashankara IAS	Director from 23.06.2022
8. Sri Nithish K IAS	Director from 25.04.2022
9. Sri V Govindharaj	Director MSMED from 09.10.2019
10. Sri G R Akadas	Director from 01.09.2020
11. Sri S C Patil Sydhapura	Director Secretary Laghu Udyog Bharathi from
12. Sri K Narayana Prasanna	Director Seceretary DPE upto 31.08.2022
13. Smt Hemalatha C	Administrative officer KASSIA upto 21.08.2022
14. Sri P.sashidhar	Director from 12.09.2022
15. Sri Narasimhamurty K N	

27.1 Transactions undertaken with the related parties are disclosed separately in note no. 19.1 and 21.1.

Financial Ratios :	2022-2023	2021-2022	Variance	Reasons if variance in greater than
a) Current Ratio (Current Assets / Current Liabilities X 100)	465.67	460.78	4.90	
b) Debt Equity Ratio (Debt / Equity X 100)	0.00	0.00	-	
c) Debt Service Coverage Ratio (Earnings available for Debt/DebtX100)	0.00	0.00	-	
d) Return on Equity Ratio (Net Profit / Equity X 100)	15.06	7.51	7.54	
e) Inventory Turnover Ratio (Turnover / Inventory X 100)	13.20	9.61	3.59	
f) Trade Receivables Turnover Ratio (Turnover / Trade Receivable)	14.02	4.82	9.20	
g) Trade Payable Turnover Ratio (Purchases / Trade Payable)	0.00	0.00	-	
h) Net Capital Turnover Ratio (Net Capital / Turnover X 100)	477.98	565.71	(87.73)	
i) Net Profit Ratio (Net Profit / Turnover X 100)	71.97	42.51	29.46	
j) Return on Capital Employed (Net Profit / Capital Employed)	0.04	0.02	0.02	
k) Return on Investments (Net Profit / Equity)	0.15	0.08	0.08	
Current Assets	98,175.68	87,414.89		
Current Liabilities	21,082.51	18,971.23		
Debt	-	-		
Equity	23,606.11	20,515.99		
Earnings available for Debt	3,663.63	1,658.08		
Net Profit	3,554.22	1,541.62		
Turnover	4,938.72	3,626.58		
Purchases	713.58	1,429.24		
Inventory	37,425.83	37,754.23		
Trade Receivable	352.30	752.79		
Trade Payable	-	-		
Capital Employed	80,321.18	71,377.22		

29 Figures appearing in Financial Statements for the previous year have been re-grouped and re-arranged wherever necessary.

30 Earning / Expenditure in Foreign Exchange Rs. Nil/- (PY Rs. Nil/-)

31 Various balances shown under Long Term Borrowings, Trade Payables, Non-Current, Current liabilities, Trade Receivables, Loans and Advances and Non-Current, Current Assets are subject to confirmation.





**KARNATAKA STATE SMALL INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

Rupees in Lakhs

32 As per requirements of AS-17, Segment Report is enclosed - Annexure - E.

33 A Civil suit before Civil Judge, Hassan had been filed by KSIMC Ltd (since amalgamated with effect from 01-04-2010 with the Company) during 2003, against its Ex-Branch Manager, Sri B.Shivarudrappa towards the financial loss caused by him to the Corporation resulted from misappropriation of funds, irregularities and illegalities in maintaining the records, maintenance of parallel records, registers namely Cash books, vouchers, pass sheets etc and grave omissions and commissions committed during his tenure as CSO of Hassan Branch Office during the period 1993-94 to 2000-01. The case filed against him, before the Civil Judge Hassan in OS162/2003 has been recalled and the case has been reopened and is in progress.

34 In respect of dues of Rs 66.73 lakhs recoverable from M/s Indratham Construction Company (Private) Limited against whom the Company has obtained decree from Court of Law for recovery of dues in the previous years. However, in view of uncertainty in execution of decree and uncertainty of recovery of Principal itself, the interest for the year amounting to Rs.10.36 lakhs (PY Rs.10.36 lakhs) is not recognized as Income in accordance with AS-1 & AS-9. Cumulative interest and costs awarded by Court not recognized works out to Rs.310.02 lakhs (PY Rs.299.66 lakhs). Further full provision against the Principal amount of Rs.66.73 lakhs (PY Rs.66.73 lakhs) is already existing in the books and included in the amounts shown under Trade Receivables - Ref Note 14(3)(b)(Non-Current). The Company is examining the possibility of initiating recovery through Revenue Recovery proceedings.

35 The court had passed the following decree's orders in the earlier year(s) in respect of the dues recoverable from M/s Narayana Shetty constructions company Pvt Ltd.

O.S NO	Amount decreed(Rs)	Suit Costs(Rs)	Total(Rs)
430/91	2.22	0.22	2.44
214/91	2.57	0.32	2.89
Total for the year	4.79	0.55	5.34
Total for the previous year	4.79	0.55	5.34

The court has also ordered the interest on Principal amount of Rs 4.79 lakhs at 18% P.A from the date of suit filed for recovery along with suit costs. As execution of decree is still pending the interest income and the suit costs are not recognized in the books in accordance with AS-1 and AS-9. The interest not recognized for the year works out Rs 0.86 lakhs(PY Rs 0.86 lakhs) and the cumulative interest and costs not recognized as on 31.03.2023 works out to Rs 27.80 lakhs(P.Y. Rs. 26.94 lakhs). The Agency has challenged the Judgment and Decree in the High Court in Appeal Nos RFA 2457/2007 and 2458/2007 which are pending.

36 No proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions Prohibitions Act, 1988 and the rules thereunder as at March 31, 2023 and March 31, 2022.

37 The Company has not been declared a wilful defaulter by any bank or financial institution or other lender as at March 31, 2023 and March 2022.

38 The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding that the intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

39 The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding party) with the understanding (whether recorded in writing or otherwise) that the company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

40 The Company did not have any transaction which was not recorded in the books of accounts that has been surrendered or disclosed as income during the previous year in the tax assessments under the Income Tax Act, 1961.

41 The Company has not traded or invested in Crypto currency or virtual currency during the year ended March 31, 2023 and year ended March 31, 2022.

As per our Report of even date  
For RAMRAJ & CO.  
Chartered Accountants

F.R.N. 06028398

CA A Amarnatha Reddy  
Partner  
(M.No 213102 )  
Place: Bangalore



KUMAR T.H.M IAS

Managing Director  
DIN. 071171390

Secretary to Govt(C&I) & Director  
DR. RICHARD VINCENT D'SOUZA  
PIN - 030485100  
N.P.DHIREN  
Company Secretary



**GRANTS RECEIVED & EXPENDITURE INCURRED DURING FINANCIAL YEAR - 2022-2023**

**Rupees in Lakhs**

**ANNEXURE-A**

Sl. No.	Particulars	For the Year ended 31st March 2023				For the Year ended 31st March 2022			
		OB-01-04-2022	AMOUNT-RECEIVED/	EXPENDTR / REFUND	CB-31-03-2023	OB-01-04-2021	AMOUNT-RECEIVED/	EXPENDTR / REFUND	CB-31-03-2022
1	WGDP Gant	421.85	-	-	421.85	421.85	-	-	421.85
2	GRANT : INFR-1516-SUBSDY/AMBDKR/OTHR	77.00	-	2.75	74.26	112.50	-	35.50	77.00
3	IID PHASE-I UPGRADATION	187.85	-	-	187.85	200.02	-	12.16	187.85
4	IID PHASE-II UPGRADATION	60.14	-	20.01	40.13	327.39	-	267.25	60.14
	<b>NON-CURRENT(A)</b>	<b>746.85</b>	<b>-</b>	<b>22.76</b>	<b>724.09</b>	<b>1,061.76</b>	<b>-</b>	<b>314.91</b>	<b>746.85</b>
1	IID PHASE-III UPGRADATION	1,037.43	-	198.45	838.98	1,655.26	-	506.96	1,037.43
2	PEENYA	516.79	500.00	81.50	935.29	2,006.29	-	1,489.50	516.79
3	Thagachagere	-	103.50	-	103.50	-	-	-	-
	<b>CURRENT(B)</b>	<b>1,554.23</b>	<b>603.50</b>	<b>279.95</b>	<b>1,877.77</b>	<b>3,661.55</b>	<b>-</b>	<b>1,996.46</b>	<b>1,554.23</b>
1-a	INTEREST ON GRANTS	110.87	118.55	-	229.42	-	110.87	-	110.87
	<b>CURRENT(C)</b>	<b>110.87</b>	<b>118.55</b>	<b>-</b>	<b>229.42</b>	<b>-</b>	<b>110.87</b>	<b>-</b>	<b>110.87</b>
	<b>TOTAL (A+B+C)</b>	<b>2,411.94</b>	<b>722.05</b>	<b>302.70</b>	<b>2,831.28</b>	<b>4,723.31</b>	<b>110.87</b>	<b>2,311.37</b>	<b>2,411.94</b>





# ANNEXURE-B

## Trade Payable Ageing:

As at 31-03-2023

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1 Year to 2 Years	2 Year to 3 Years	more than 3 years	
MSME					0
Others					0
Disputed - MSME					0
Disputed - Others					0
	0	0	0	0	0
<b>Total Trade Payable</b>					

As at 31-03-2022

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1 Year to 2 Years	2 Year to 3 Years	more than 3 years	
MSME					0
Others	0.00				0.00
Disputed - MSME					0
Disputed - Others					0
	0.00	0.00	0.00	0.00	0.00
<b>Total Trade Payable</b>					





# ANNEXURE-C

## Trade Receivable Ageing:

As at March 31, 2023

Particulars	Outstanding for following period from due date of payment					Total
	Not yet due	Less than 6 months	1 Year to 2 Years	2 Year to 3 Years	more than 3 years	
Undisputed Trade Receivable - Considered good		162.58	0.00	0.00	104.53	273.72
Undisputed Trade Receivable - Which have significant increase in credit risk						0.00
Undisputed Trade Receivable - Credit Impaired		9.65	17.61	65.02	1594.26	1696.80
Disputed Trade Receivable - Considered good					78.59	78.59
Disputed Trade Receivable - Which have significant increase in credit risk						0.00
Disputed Trade Receivable - Credit Impaired		0.00			616.29	616.29
<b>Total</b>		172.22	17.61	65.02	2393.67	2665.40
<b>Less : Impairment for Doubtful Receivable</b>		9.65	17.61	65.02	2210.55	2313.09
<b>Total Trade Receivable</b>		162.58	0.00	0.00	183.12	352.30
					183.10	

As at March 31, 2022

Particulars	Outstanding for following period from due date of payment					Total
	Not yet due	Less than 6 months	1 Year to 2 Years	2 Year to 3 Years	more than 3 years	
Undisputed Trade Receivable - Considered good		414.25	60.15	55.10	24.98	681.39
Undisputed Trade Receivable - Which have significant increase in credit risk						0.00
Undisputed Trade Receivable - Credit Impaired		44.22	37.11	96.98	105.16	1436.78
Disputed Trade Receivable - Considered good					71.39	71.39
Disputed Trade Receivable - Which have significant increase in credit risk						0.00
Disputed Trade Receivable - Credit Impaired		0.00			657.15	657.15
<b>Total</b>		458.47	97.26	152.08	130.14	2846.72
<b>Less : Impairment for Doubtful Receivable</b>		44.22	37.11	96.98	1810.48	2093.94
<b>Total Trade Receivable</b>		414.25	60.15	55.10	198.29	752.79
		474.41			278.38	



Disclosures required under AS-15 for the year ended 31.03.2023 is indicated below : Refer Note 6

Sl. No.	Particulars	Gratuity		Earned Leave		Sick Leave	
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
		31.03.2023	31.03.2022	31.03.2023	31.03.2022	31.03.2023	31.03.2022
1	Principal actuarial Assumption used						
	Discount Rate	7.25%	7.00%	7.20%	6.98%	7.20%	6.98%
	Salary Escalation	7.00%	7.00%	6.00%	6.00%	6.00%	6.00%
2	Table Showing Changes in present value of obligation						
	Present value of obligations as at beginning of the year	867.62	1,075.66	456.67	660.74	150.17	228.28
	Interest cost	60.73	75.30	25.11	41.49	10.48	14.34
	Current Service Cost	21.76	25.76	14.76	55.06	8.94	11.29
	Past Service Cost (vested)	-	-	-	-	-	-
	Past Service Cost (Non-vested)	-	-	-	-	-	-
	Benefits Paid	(427.75)	(375.39)	-	-	-	-
	Amount paid/ adjusted (Retired Employees provision reversed)	-	-	-	-	-	-
	Actuarial(gain)/loss on obligations	26.55	66.30	(20.89)	(300.62)	(62.39)	(103.74)
	Present value of obligations as at end of year	548.91	867.62	475.65	456.67	107.20	150.17
3	Table Showing changes in the fair value of plan assets						
	Fair value of plan assets at beginning of year	935.20	1,183.33	-	-	-	-
	Expected return on plan assets	51.79	71.71	-	-	-	-
	Contributions	7.56	55.56	-	-	-	-
	Benefits Paid	(427.75)	(375.39)	-	-	-	-
	Actuarial gain/(loss) on Plan assets	-	-	-	-	-	-
	Fair value of plan assets at the end of year	566.80	935.21	-	-	-	-
4	Table Showing Fair value of plan assets						
	Fair value of plan assets at beginning of year	935.20	1,183.33	-	-	-	-
	Actual return on plan assets	51.79	71.71	-	-	-	-
	Contributions	7.56	55.56	-	-	-	-
	Benefits Paid	(427.75)	(375.39)	-	-	-	-
	Fair value of plan assets at the end of year	566.80	935.21	-	-	-	-
	Funded status	17.89	67.58	-	-	-	-
	Excess of actual over estimated return on plan assets	-	-	-	-	-	-
5	Actuarial Gain/Loss recognized						
	Actuarial (gain)/loss on obligations	26.55	66.30	-	-	-	-
	Actuarial (gain)/loss for the year - plan assets	-	-	-	-	-	-
	Total (gain)/loss for the year	26.55	66.30	-	-	-	-
	Actuarial (gain)/loss recognized in the year	26.55	66.30	-	-	-	-
6	The amounts recognized in balance sheet						
	Present value of obligations as at the end of year	548.91	867.62	475.65	456.67	107.20	-
	Fair value of plan assets as at the end of the year	566.80	935.21	-	-	-	-
	Funded status	17.89	67.58	(475.65)	(456.67)	(107.20)	-
	Net asset/(liability) recognized in balance sheet	17.89	67.58	(475.65)	(456.67)	(107.20)	-
7	Expenses Recognized in statement of Profit and loss						
	Current Service cost and Past Service cost	21.76	25.76	14.76	55.06	8.94	11.29
	Interest Cost	60.73	75.30	25.11	41.49	10.48	14.34
	Expected return on plan assets	(51.79)	(71.71)	-	-	-	-
	Net Actuarial (gain)/loss recognized in the year	26.55	66.30	(20.89)	(300.62)	(62.39)	(103.74)
	(Income)/Expenses recognized in statement of Profit and loss	57.25	95.64	18.98	(204.07)	(42.97)	(78.11)
	NOTE 1 : The amount of Earned and Sick-leave shown in 19(1)(c) is based on the Actuarial Valuation by Actuarier-CY Rs 30.17 (PY Rs 28.12) as per the Accounting Policy of the Company. . Necessary adjustment of expenditure and withdrawal of provision will be on the actual workings for the retired employees on the date of retirement during the year.						
	NOTE-2 : In respect of Gratuity, the company has set up an approved Gratuity Trust (approved by CIT) which has in turn taken a Group Gratuity Policy with LIC and Company is contributing amounts to Trust for arranging the payments to LIC. During the year an amount of Rs 6.02(PY Rs 53.69) has been recognised in the P&L Account as per the payments made to LIC. The figures indicated in the above table are in accordance with the Gratuity Report furnished by LIC.						





**Statement of Segmentwise results reconciled with the Profits before taxes (Ref: Accounting Policy 'I' of Note: 1)**

ANNEXURE - E

SLNO	PARTICULARS	SEGMENT				TOTAL SEGMENT				TOTAL COMPANY	
		INDUSTRIAL ESTATE		INDUSTRIAL RAW-MATERIAL		For the Year Ended 31st March 2022	For the Year Ended 31st March 2023	Rs.	For the Year Ended 31st March 2022	For the Year Ended 31st March 2023	Rs.
		For the Year Ended 31st March 2023	For the Year Ended 31st March 2022	For the Year Ended 31st March 2023	For the Year Ended 31st March 2022						
A	Relating to Revenue & Expenditure										
1	Segment Revenue	6,617.73	4,228.08	1,023.05	1,742.27				5,970.35	7,640.78	5,970.35
	Add/Less Intersegment Transaction (Provision withdrawn & Adjusted)										
	Add: Unallocated Revenue	6,617.73	4,228.08	1,023.05	1,742.27						
	Total Revenue	1,229.49	915.93	715.39	1,440.29				2,356.22	1,944.88	2,356.22
2	Segment Expenditure	328.40	141.80						141.80	328.40	141.80
	Increase (Decrease) in Stock										
	Add: Inter Segment Transaction (Provision withdrawn & Adjusted)										
	Add: Unallocated Expenditure*	1,557.89	1,057.73	715.39	1,440.29				2,498.02	3,405.97	3,485.95
	Total Expenditure	5,059.84	3,170.35	307.66	301.98				3,472.33	5,219.44	3,516.57
3	Contribution(1-2)	505.00	706.30	141.65	197.93				904.23	646.65	904.23
4	Apportionment of Expenditure**	4,554.84	2,464.05	166.01	104.05				2,568.10	4,572.79	2,612.35
5	Net Revenue (3-4)										

B	Relating to Balance-sheet										
1	Segment Assets	85,173.71	79,321.81	4,709.92	4,615.25				83,936.06	89,883.62	83,937.06
2	Unapportioned Assets***									11,797.32	6,783.46
3	Total Assets	85,173.71	79,321.81	4,709.92	4,615.25				83,936.06	1,01,680.94	90,720.53
4	% of Segment Assets to Total Assets	83.77	78.01	4.63	4.54				82.55		
5	Segment Liabilities	76,256.33	67,428.89	31.74	71.01				67,499.90	76,288.07	67,499.90
6	Unapportioned Liabilities****									25,392.87	23,220.63
7	Total Liabilities	76,256.33	67,428.89	31.74	71.01				67,499.90	1,01,680.94	90,720.53

\* Means un-apportioned Staff Cost Expenses and Other Common expenses which cannot directly be related to particular Segment

\*\* Means Staff Cost which are common and could be allocated to the respective Segment based on particular percentage

\*\*\* Includes Fixed Assets, A.O. Building Staff quarters Investments, Advance-tax, Capital Work-in-progress ....etc.

\*\*\*\* Includes Share Capital, Reserves and Surplus, Deferred Tax Liability and un-identifiable Secured Loans ....etc.

Net Revenue is before Prior period adjustments and Provision for Taxation.





**Statement of Segmentwise results reconciled with the Profits before taxes (Ref: Accounting Policy 'I' of Note: 1)**

ANNEXURE - E

S/NO	PARTICULARS	SEGMENT				TOTAL SEGMENT				TOTAL COMPANY	
		INDUSTRIAL ESTATE		INDUSTRIAL RAW-MATERIAL		For the Year Ended 31st March 2023	For the Year Ended 31st March 2022	Rs.	Rs.	For the Year Ended 31st March 2023	For the Year Ended 31st March 2022
		For the Year Ended 31st March 2023	For the Year Ended 31st March 2022	For the Year Ended 31st March 2023	For the Year Ended 31st March 2022						
		Rs.	Rs.	Rs.	Rs.					Rs.	Rs.
<b>A</b>	<b>Relating to Revenue &amp; Expenditure</b>										
<b>1</b>	<b>Segment Revenue</b>	6,617.73	4,228.08	1,023.05	1,742.27	7,640.78	5,970.35			7,640.78	5,970.35
	Add/Less Intersegment Transaction (Provision withdrawn & Adjusted)										
	Add: Unallocated Revenue										
	<b>Total Revenue</b>	<b>6,617.73</b>	<b>4,228.08</b>	<b>1,023.05</b>	<b>1,742.27</b>	<b>7,640.78</b>	<b>5,970.35</b>			<b>8,625.41</b>	<b>7,002.52</b>
<b>2</b>	<b>Segment Expenditure</b>	1,229.49	915.93	715.39	1,440.29	1,944.88	2,356.22			1,944.88	2,356.22
	Increase (Decrease) in Stock	328.40	141.80			328.40	141.80			328.40	141.80
	Add: Inter Segment Transaction (Provision withdrawn & Adjusted)										
	Add: Unallocated Expenditure*										
	<b>Total Expenditure</b>	<b>1,557.89</b>	<b>1,057.73</b>	<b>715.39</b>	<b>1,440.29</b>	<b>2,273.28</b>	<b>2,498.02</b>			<b>3,405.97</b>	<b>3,485.95</b>
<b>3</b>	<b>Contribution(1-2)</b>	<b>5,059.84</b>	<b>3,170.35</b>	<b>307.66</b>	<b>301.98</b>	<b>5,367.50</b>	<b>3,472.33</b>			<b>5,219.44</b>	<b>3,516.57</b>
4	Apportionment of Expenditure**	505.00	706.30	141.65	197.93	646.65	904.23			646.65	904.23
<b>5</b>	<b>Net Revenue (3-4)</b>	<b>4,554.84</b>	<b>2,464.05</b>	<b>166.01</b>	<b>104.05</b>	<b>4,720.85</b>	<b>2,568.10</b>			<b>4,572.79</b>	<b>2,612.35</b>
<b>B</b>	<b>Relating to Balance-sheet</b>										
<b>1</b>	<b>Segment Assets</b>	85,173.71	79,321.81	4,709.92	4,615.25	89,882.62	83,936.06			89,883.62	83,937.06
<b>2</b>	<b>Unapportioned Assets***</b>										
<b>3</b>	<b>Total Assets</b>	<b>85,173.71</b>	<b>79,321.81</b>	<b>4,709.92</b>	<b>4,615.25</b>	<b>89,882.62</b>	<b>83,936.06</b>			<b>1,01,709.49</b>	<b>90,720.53</b>
4	% of Segment Assets to Total Assets	83.74	77.99	4.63	4.54	88.37	82.53				
5	Segment Liabilities	76,256.33	67,428.89	31.74	71.01	76,288.07	67,499.90			76,288.07	67,499.90
6	Unapportioned Liabilities****									25,421.42	23,220.63
<b>7</b>	<b>Total Liabilities</b>	<b>76,256.33</b>	<b>67,428.89</b>	<b>31.74</b>	<b>71.01</b>	<b>76,288.07</b>	<b>67,499.90</b>			<b>1,01,709.49</b>	<b>90,720.53</b>

\* Means un-apportioned Staff Cost Expenses and Other Common expenses which cannot directly be related to particular Segment

\*\* Means Staff Cost which are common and could be allocated to the respective Segment based on particular percentage

\*\*\* Includes Fixed Assets, A.O. Building Staff quarters Investments, Advance-tax, Capital Work-in-progress ....etc.

\*\*\*\* Includes Share Capital, Reserves and Surplus, Deferred Tax Liability and un-identifiable Secured Loans ....etc.

Net Revenue is before Prior period adjustments and Provision for Taxation.

