

U.P.PURVA SAINIK KALYAN NIGAM LTD.
U.P. GOVERNMENT UNDERTAKING



BALANCE SHEET
2017-2018

INDEPENDENT AUDITORS' REPORT

To the members of
UP Purva Sainik Kalyan Nigam Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **UP Purva Sainik Kalyan Nigam Limited** ("the Company"), which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements and for Internal Financial Control over Financial Reporting

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

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit and to express an opinion on the Company's internal financial controls over financial reporting based on our audit.

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

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act and the Guidance Note on audit of Internal Financial Controls over Financial Reporting. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement and whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements and adequacy of the internal financial controls over financial reporting and their operative effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements and qualified opinion on Company's internal financial controls over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India,

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.



Emphasis of Matter

We draw attention to the following matters in the notes to the financial statements:

- a. The balances of sundry creditors, sundry debtors, loans and advances, security deposits, earnest money are subject to confirmation/ reconciliation and subsequent adjustments, if any. The impact, if any, of adjustments arising on such reconciliation and confirmation of balances is unascertainable. (Refer Note No. '31' to the Financial Statements).
- b. The Company has not made provision for leave encashment on the basis of actuarial valuation as required by AS-15 (Revised) "Employee Benefits" issued by The Institute of Chartered Accountants of India. The amount of difference between amount of provision and amount as per actuarial valuation has not been ascertained. (Refer Note Nos. '2(l)' and '5' to the Financial Statements).
- c. Employer's contribution towards Provident Fund in respect of field staff is not accounted as expenditure and the amount is reversed from revenue from services for the year. This has no impact on profits of the Company. (Refer Note No. '18(c)' to the Financial Statements).
- d. Advance to Employees in Short Term Loans and Advances include Rs.58.99 Lac (Previous Year: Rs.55.87 Lac) towards amount recoverable from field staff for uniform distributed. The Company has not ascertained the amount not recoverable, if any and provision for bad and doubtful advances has not been made in accounts. In absence of relevant details, its impact on Profit for the year could not be ascertained. (Refer Note No. '14' to the Financial Statements).
- e. The cost of uniform is charged from concerned staff and the cost of undistributed uniform is disclosed under current assets in the financial statements and not treated as stock/ inventory. (Refer Note No. '15' to the Financial Statements).
- f. The Company under spent a sum of Rs.72,04,842 towards Corporate Social Responsibility activities out of profits for the year. Cumulative un-spent amount of CSR funds as on 31.03.2018 is Rs.189,76,554 (Refer Note No. '30' to the Financial Statements).

Our opinion is not modified in respect of these matters.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditors Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143 (11) of the Act, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
2. As per directions issued by the Comptroller and Auditor General of India under section 143(5) of the Companies Act, 2013, we give in the "Annexure B", our observations and other information asked in the said directions.
3. As required by section 143(3) of the Act, we report that
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.



- d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. In terms of Notification No. GSR 463(E) dated 05-06-2015 issued by the Ministry of Corporate Affairs, Government of India, the provisions of Section 164(2) of the Companies Act, 2013 are not applicable to the Company.
- f. According to the information and explanations given to us and based on our audit, the following material weaknesses in internal financial control over financial reporting have been identified as at March 31st, 2018.
- Internal control systems for monitoring of dues and reconciliation of balances in accounts with books of accounts of debtors and confirmation of balances is weak and requires to be strengthened.
 - There is lack of appropriate internal control systems for reconciliation of amount of revenue recognized in books of account with reports generated from billing software and periodical returns filed with Service Tax/ Goods and Services Tax department.

In our opinion considering nature of business, size of operation and organizational structure of the entity, except for the effects/ possible effects of material weaknesses described above on the achievement of the objectives of the control criteria, the company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2018, based on the internal control over financial criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountant of India.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31, 2018 financial statements of the company, and these material weaknesses do not affect our opinion on the financial statements of the Company.

- g. With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial statements. – Refer Note No. '22' and '23' to the financial statements.
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.


A. K. Goel
Membership No. 071257
Partner

For and on behalf of
Ajay Goel & Co.
Chartered Accountants
FRN: 02107C

Lucknow: March 29, 2019



Annexure 'A' to the Auditors' Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of UP Purva Sainik Kalyan Nigam Limited ('the Company') for the year ended 31 March 2018)


On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we state that:

1. In respect of its fixed assets:
 - a. The Company has maintained fixed assets register showing full particulars, including quantitative details and situation of fixed assets.
 - b. The fixed assets have been physically verified by the management during the year and according to the information and explanations give to us, the programme of verification in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No discrepancy between the books of account and the physical verification of fixed assets was noticed.
 - c. The title deeds of immovable properties of the Company owning the property are held in the name of the company.
2. As the Company has no inventory. Accordingly, provisions of clauses (ii) of the paragraph 3 of the Order are not applicable.
3. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, provisions of clauses (iii)(a), (iii)(b) and (iii)(c) of the paragraph 3 of the Order are not applicable.
4. The Company has not granted any loans or made any investments or given any guarantees and security, where provisions of section 185 and 186 of the Companies Act, 2013 are applicable. Hence, the provisions of clause (iv) of the paragraph 3 of the Order are not applicable.
5. The Company has not accepted deposits. Hence, the provisions of clause (v) of the paragraph 3 of the Order are not applicable.
6. The Central Government has not prescribed maintenance of cost records under Section 148 (1) of the Act for the activities carried on by the Company. Hence, the provisions of clause (vi) of the paragraph 3 of the Order are not applicable.
7. a. According to the information and explanations given to us, the company is regular in depositing with appropriate authority undisputed statutory dues in respect of provident fund, employees' state insurance, income tax and service tax. The provisions of investor education and protection fund, Goods and Service tax, wealth tax, custom duty, excise duty, cess and other statutory dues are not applicable to the Company. The particulars of undisputed statutory dues of provident fund and other statutory dues which were outstanding as at 31st March, 2018 for a period exceeding six months from the date they become payable are as under;

Nature of demand	Relevant financial years	Amount outstanding for a period exceeding six months (INR)
Provident Fund	2013-14	4,864



- b. According to the information and explanations given to us and verification of the records of Company, there are no amounts in respect of Income tax, Customs Duty, Wealth Tax, Excise Duty, Cess which have not been deposited with appropriate authorities on account of any dispute as at 31st March, 2018.
8. The Company has not availed any loans or borrowings from financial institution, bank, Government or debenture holders during the year. Accordingly, the paragraph 3 (viii) of the Order is not applicable.
 9. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, the paragraph 3 (ix) of the Order is not applicable.
 10. During the course of our audit of the books and records of the Company, carried out in accordance with the Generally Accepted Auditing Practice in India and according to the information and explanations given to us, we have neither come across any instance of fraud by or on the Company by its officers or employees, noticed or reported during the year, nor have been informed of such cases by the Management.
 11. The Company has paid or provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 and/or Schedule V of the Companies Act, 2013.
 12. The Company is not a Nidhi Company. Hence, the provisions of clause (xii) of the paragraph 3 of the Order are not applicable.
 13. That all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013, where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
 14. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Hence, the provisions of clause (xiv) of the paragraph 3 of the Order are not applicable.
 15. The company has not entered into any non-cash transactions with directors or persons connected with them. Hence, the provisions of clause (xv) of the paragraph 3 of the Order are not applicable.
 16. The company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause (xvi) of the paragraph 3 of the Order are not applicable.


A.K. Goel
Membership No: 071257
Partner



For and on behalf of
Ajay Goel & Co.
Chartered Accountants
FRN-02107C

Lucknow, March 29, 2019

Annexure 'B' to the Auditors' Report

REPORT ON DIRECTIONS UNDER SECTION 143(5) OF COMPANIES ACT, 2013 IN RESPECT OF U.P. PURVA SAINIK KALYAN NIGAM LIMITED FOR THE YEAR ENDED 31ST MARCH, 2018.

(Note: The questions are written in italics and our observations are written in straight)

- (1) *Whether the Company has clear title/ lease deeds for freehold and leasehold respectively? if not please state the area of freehold and leasehold land for which title/ lease deeds are not available?*

The Company has 6 freehold and 1 leasehold lands. Except the title deeds of 3 freehold lands acquired during the year, which were executed in the next financial year, the Company has clear title/ lease deeds for all freehold and leasehold lands.

- (2) *Whether there are any cases of waiver/ write off of debts/ loans/ interest etc., if yes, the reasons there for and the amount involved.*

No.

- (3) *Whether proper records are maintained for inventories lying with third parties and assets received as gift/grants(s) from Government or other authorities.*

The Company has no inventory lying with third parties and assets received as gift from the Government or other authorities.

Specific Sub-directions under Section 143(5) of the Companies Act, 2013

- (1) *Whether the Company has an effective system for recovery of dues in respect of its sales activities and the dues outstanding and recoveries there against have been properly recorded in the books of accounts?*

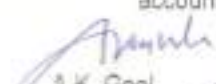
The company has recovery system of dues in respect of its service rendered and recoveries are properly recorded in books of account. However, bill wise outstanding report is not generated through accounting software. The reconciliation of balances in accounts with books of accounts of debtors is not done and confirmation of balances are not obtained.

- (2) *If the audited entity has computerized its operations or part of it, assess and report, how much of the data in the company is in electronic format, which of the area such as accounting, sales personal information, payroll, inventory etc. have been computerized and the company has evolved proper security policy for data/ software/ hardware?*

The accounts, payroll and billing are computerized but security policy for data and software has not been prepared. However periodical backup of accounting data in Tally software is taken on external hard disk.

- (3) *Comment on the confirmation of balances of trade receivables, trade payables, term deposits, bank accounts and cash obtained.*

The confirmation for balances of cash in hand and balances with bank are taken but balances in accounts of trade receivables and trade payables are not confirmed.


A.K. Goel
Membership No. 071257
Partner

For and on behalf of

Ajay Goel & Co.
Chartered Accountants
FRN 02107C



Lucknow, March 29, 2019

U.P. PURVA SAINIK KALYAN NIGAM LIMITED

BALANCE SHEET AS AT MARCH 31, 2018

	Note No.	As at 31.03.2018 Rupees	As at 31.03.2017 Rupees
<u>EQUITY AND LIABILITIES</u>			
SHAREHOLDERS' FUNDS			
Share Capital	3	4,254,000	4,254,000
Reserves and Surplus	4	2,690,242,368	2,199,651,399
NON-CURRENT LIABILITIES			
Long Term Provisions	5	1,036,479	963,515
CURRENT LIABILITIES			
Other Current Liabilities	6	704,266,422	539,577,043
Short Term Provisions	7	768,000	768,000
<i>Total</i>		3,400,567,269	2,745,213,957
<u>ASSETS</u>			
NON-CURRENT ASSETS			
Fixed Assets			
Tangible Assets	8	300,855,885	221,016,412
Intangible Assets		490,644	203,219
Capital Work-in-progress		39,443,129	-
Non-Current Investments	9	-	-
Long-term Loans and Advances	10	43,270,262	90,697,134
Other Non-current Assets	11	263,250	263,250
CURRENT ASSETS			
Trade Receivables	12	1,069,410,678	924,512,220
Cash and Cash Equivalents	13	1,813,062,165	1,342,259,573
Short-term Loans and Advances	14	85,846,732	125,350,232
Other Current Assets	15	47,924,524	40,911,917
<i>Total</i>		3,400,567,269	2,745,213,957

Significant Accounting Policies

2

Accompanying notes are integral part of the financial statements

For and on behalf of the Board


K. K. Srivastava
Accounts Officer


Lt. Col. S. Negi (Retd.)
Asst. General Manager


Col. Anubh Wale
Director


Dhruv Kumar
Asst. Managing Director




A.K. Goel
ICAI Mem. No. 071061
Partner
for and on behalf of
Ajay Goel & Co.
Chartered Accountants
ICAI FRN 02107C

Lucknow - 29 MAR 2019

U.P. PURVA SAINIK KALYAN NIGAM LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2018

	Note No.	2017-18 Rupees	2016-17 Rupees
REVENUE			
Revenue from operations	16	3,902,093,652	3,215,911,266
Other income	17	114,069,268	94,319,781
Total Revenue		4,016,162,921	3,310,231,047
EXPENDITURE			
Employee benefits expense	18	3,469,157,174	2,860,066,947
Depreciation and amortization expense	19	5,693,503	6,098,190
Other expense	20	50,465,274	56,970,767
Total Expenses		3,525,315,952	2,923,135,906
Profit Before Tax and Exceptional Items		490,846,969	387,095,141
Exceptional Items		-	-
Profit Before Tax		490,846,969	387,095,141
Tax expense			
Current tax		-	-
Deferred tax		-	-
Profit After Tax		490,846,969	387,095,141
Basic and Diluted Earnings per equity share	21	11.538	9.104
Significant Accounting Policies	2		
Accompanying notes are integral part of the financial statements			

For and on behalf of the Board


A. K. Shrivastava
Accounts Officer


Lt. Col. S. Nag (Retd.)
Asst. General Manager


Col. Anshu Wale
Director


Dheeraj Kumar
IAS
Managing Director




A. K. Goel
ICAI Mem. no. 011257
Partner
for and on behalf of
Ajay Goel & Co.
Chartered Accountants
ICAI FRN. 02937C
Lucknow: 29 MAR 2019

U.P. PURVA SAINIK KALYAN NIGAM LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

	Year ended 31.03.2018 (Rupees)	Year ended 31.03.2017 (Rupees)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (Loss) before Tax	490,846,969	387,263,882
Adjustment for :		
Depreciation and Amortization Expenses	5,651,334	6,098,190
Loss/ (profit) on sale of asset	9,231	42,921
Interest Income	(96,758,067)	(87,971,380)
Operating profit before working capital changes	399,749,467	305,433,616
Changes in working Capital:		
Trade and other Receivables	(64,980,693)	(203,776,524)
Increase/ Decrease in Inventories	-	-
Increase/ Decrease in Trade payable	164,762,343	66,513,971
Cash generation from Operation	499,531,117	168,171,063
Net Cash generated/ (used) - Operating Activities	499,531,117	168,171,063
B. CASH FLOW FROM INVESTMENT ACTIVITIES		
Increase of Fixed Assets	(125,259,018)	(10,962,455)
Proceeds from sale of Equipment	28,426	136,495
Interest Income	96,758,067	87,971,380
Fixed Deposits with Banks	(270,361,714)	(218,486,244)
Net Cash Generated/ (Used) - Investing Activities	(298,834,239)	(141,340,825)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds/ (Repayment) of Short-term Borrowings (Net)	-	-
Dividend Paid	(212,700)	(212,700)
Corporate Dividend Tax Paid	(43,300)	(43,300)
Net Cash Generated/ (Used) - Financing Activities	(256,000)	(256,000)
Net Increase/(Decrease) in Cash and Cash Equivalents	200,440,878	26,574,238
add: Opening Cash and Cash Equivalents	263,643,684	237,069,446
Closing Cash and Cash Equivalents	464,084,562	263,643,684

Significant Accounting Policies

Note '2'

Accompanying notes 1 to 33 are integral part of the financial statements

Figures in brackets represent outflows

For and on behalf of the Board


A. K. Shrivastava
Accounts Officer


Lt. Col. S. Negi (Retd.)
Asstt. General Manager


Col. Aniruddh Wale
Director


Chandra Kumar
IAS
Managing Director




A. K. Goel
(ICAI Mem. No. 071267)
Partner
for and on behalf of
Ajay Goel & Co.
Chartered Accountants
ICAI FRA 021070

Lucknow 29 MAR 2019

1. Corporate Information

U.P. Purva Sainik Kalyan Nigam Limited is a limited company incorporated on 23.05.1989. The Company provides ex-servicemen based security and technical services to different state and central Government Departments, Public Sector Undertakings and others.

2. Significant Accounting Policies**a. Accounting Convention**

The financial statements are prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on an accrual basis. Pursuant to section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of Companies (Accounts) Rules, 2014, till the standards of accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under section 211(3C) of the Companies Act, 1956 (Companies Accounting Standards Rules, 2006, as amended) and other relevant provisions of the Companies Act, 2013.

All the assets and liabilities have been classified as current or non current as per the company's normal operating cycle and other criteria set out in schedule III to the Companies Act 2013. Based on the nature of services rendered by the Company and their realization in cash and cash equivalent, the company has ascertained its operating cycle to be 12 month for the purpose of current-non-current classification of assets and liabilities.

b. Use of Estimates

The preparation of financial statements require estimates and assumptions to be made that affect the reported amount of assets and 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 recognized in the period in which the results are known / materialized.

c. System of Accounting

The company follows mercantile system of accounting and recognises income and expenditure on an accrual basis except in case of significant uncertainties.

Financial statements are prepared under historical cost convention. These costs are not adjusted to reflect the impact of changing value in the purchasing power of money.

d. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financial activities of the company are segregated based on the available information.

e. Cash and cash equivalents (for purpose of Cash Flow Statement)

Cash comprises cash in hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

f. Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation and impairment loss, if any. Cost comprises of purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use.

g. Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, demand deposits with banks, other short-term highly liquid investment with maturities of less than 12 Months.

h. Revenue Recognition

Revenue is recognized on completion of services to the user. The amounts where quantum of accruals can not be ascertained with reasonable certainty, are accounted on acceptance basis.

Claim of arrear bills on account of wage revision etc. are accounted for as and when claimed.

Interest and other items are accounted on accrual basis, except interest on refunds from statutory authorities and those which are not reasonable certain of realization, which are recognized on cash basis.

Interest on saving bank accounts has been accounted for as and when received/credited by banks.

Gains and losses on disposal of fixed assets, whose value have not been taken in the books of accounts, are credited/debited to revenue accounts of the relevant year.

[Handwritten signatures]



l. Expenses

All expenditure are accounted for under natural heads of accounts, wherever necessary allocation of expenditure is done on functional basis.

All expenses are accounted on accrual basis, except as stated below.

- Interest on delayed payment of statutory dues are accounted on cash basis.
- Commission on Bank guarantees are charged in the accounts as and when charged/debited by banks.
- Benefits like incentive and bonus etc. extended to employees rendering services to clients and which are reimbursed to Company are accounted as and when determined and acknowledged by respective service receiver.
- Stationery, postage stamps, torch, cells and other consumable items are charged to profit & loss account as and when purchased.

j. Depreciation and Amortization

Effective 1st April, 2014, the Company depreciates its fixed assets over the useful life using Straight Line method, in the manner prescribed in Part C of Schedule II of the Companies Act 2013 as against earlier practice of depreciating at the rates prescribed in the Schedule XIV of the Companies Act, 1956.

The life of Software has been estimated as three years.

Depreciation on additions to assets or on sale/disposal of assets is calculated pro-rata from the date of such addition or up to the date of such sale/disposal as the case may be.

k. Impairment

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value being higher of value-in-use and net selling price. Value-in-use is computed at net present value of cash flow expected over the balance useful life of the assets. An impairment loss is recognized as an expense in the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been an improvement in recoverable amount.

l. Employee Benefits**Short term employees benefits**

All employees' benefits payable wholly within 12 months of rendering service are classified as short term employees benefits. Benefits such as salaries, wages and short term compensated absences etc. and the expected cost of bonus/ex-gratia are recognised in the period in which the employee renders the related services, except in case of employees rendering services to clients and reimbursed by them, which are accounted as and when determined and acknowledged by respective service receiver.

Defined Contribution Plans**Employee's Provident Fund and Family Pension :**

The Company has Defined Contribution Plan for Post-employment benefits in the form of provident fund and family pension for all eligible employees, which is administered by the Regional Provident Fund Commissioner. The company has no further obligation beyond its monthly contributions.

Defined Benefit Plans**Gratuity :**

The amount of gratuity payable to ex-service men employed for staffing and security services is calculated on the basis of guidelines issued by Director General Resettlement, New Delhi. This is accounted and paid on monthly basis and claimed from clients.

The amount of gratuity payable to other staffs of the Corporation is recognised as per provisions of the Payment of Gratuity Act, 1972 at per actuarial valuation by Life Insurance Corporation of India.

Compensated Absences :

Liability for unavailed compensated absences to ex-service men employed for security and technical services is determined every month and paid alongwith monthly salary. There is no liability on this account as at the Balance Sheet date.

Liability for compensated absences to regular staffs is provided on estimated basis of unavailed accumulated leave as at the Balance Sheet date at the current salary rate and is charged to Profit & Loss account.

Terminal Benefits:

Terminal benefits are recognized as expense during the year, in which services are terminated.

m. Prior Period items and extra ordinary items

Prior Period items and extra ordinary items are separately classified, identified and dealt with as required under Accounting Standard 5 on 'Net profit or loss for the period. Prior period items and change in Accounting policies as notified under the Companies (Accounting Standards) Rules, 2006.

[Handwritten signatures]



n. Taxation

Provision for current income tax is made in accordance with local laws. Deferred tax liabilities and assets are recognized at substantively enacted tax rates, subject to the consideration of prudence, on timing differences.

Deferred Tax assets and liabilities resulting from timing differences between book profits and tax profits are accounted for under the liability method and measured at substantively enacted rates of tax at the balance sheet date to the extent that there is reasonable virtual certainty that sufficient future taxable income will be available against which such deferred tax asset/ virtual liability can be realized.

o. Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.

p. Provisions, Contingent Liabilities and Contingent Assets

Provision is recognized when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. Disclosure for contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. No provision is recognized or disclosure for contingent liability is made when there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote. Contingent Asset is neither recognized nor disclosed in the financial statements.

Notes to accounts:-

3. SHARE CAPITAL

a. Authorised

5,00,000 (Previous year: 5,00,000) Equity Shares of Rs.100/- each

	31.03.2018	31.03.2017
	(Rupees)	(Rupees)

	50,000,000	50,000,000
--	------------	------------

b. Issued, Subscribed And Paidup

42,540 (Previous year: 42,540) Equity Shares of Rs.100/- each fully paid-up

	4,254,000	4,254,000
--	-----------	-----------

c. The Company has only one class of shares referred to as Equity Shares having a par value of Rs.100/- per share. Each shareholder is eligible for one vote per share held. The Dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity share holders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion of their shareholding.

d. Reconciliation of the shares outstanding at the beginning and at the end of the year

Equity Shares of Rs. 100/- each	No. of Shares 31.03.2018	No. of Shares 31.03.2017		
As at the beginning of the year	42,540	42,540	4,254,000	4,254,000
As at the end of the year	42,540	42,540	4,254,000	4,254,000

e. Shareholders holding more than 5% of shares in the Company

Name of Shareholder	No. of Shares 31.03.2018	No. of Shares 31.03.2017	% of holding	% of holding
Governor, Uttar Pradesh	42,540	42,540	100	100

4. RESERVES AND SURPLUS

Reserve for Corporate Social Responsibility

Balance as at the beginning of the year	11,771,712	8,056,840
Transfer from Profit and loss Account		
- Amount required to be spent for Corporate Social Responsibility	7,311,999	5,756,271
- Less: Amount expended during the year	(307,157)	(2,051,389)
	18,976,554	11,771,712

Profit & Loss Account

Balance as at the beginning of the year	2,187,879,887	1,804,588,870
Add: Profit for the year	490,846,969	387,263,882
Less: Reserve for Corporate Social Responsibility Expenses	(7,204,842)	(3,714,872)
Less: Proposed Dividend	(212,700)	(212,700)
Less: Tax on proposed dividend	(43,300)	(43,300)
	2,671,265,814	2,187,879,887
	2,690,242,368	2,199,651,399

Company has made a provision of Rs. 12,700 as dividend @ 5% of paid up capital for the current year as per order 778/44-2-2002-10/2007 dated 11 oct. 2002 of State Government.



U.P. PURVA SAINIK KALYAN NIGAM LIMITED

Notes to Financial Statements

E. LONG TERM PROVISIONS

Provision for Leave Encashment

31.03.2018
(Rupees)

31.03.2017
(Rupees)

1,036,479

963,515

1,036,479

963,515

F. OTHER CURRENT LIABILITIES

Statutory Liabilities

Expenses Payables

Water and Sewer Tax

Municipal Tax

Creditors for expenses

Income Received in advance

Trade (Security Deposit) Received

Others

209,890,384

77,070,585

491,178,982

454,610,115

-

2,620,368

-

3,069,893

1,213,439

514,767

14,600

14,300

875,157

874,097

1,094,460

497,350

704,266,422

539,577,043

G. SHORT TERM PROVISIONS

Proposed Dividend

Corporate Dividend Tax

638,100

638,100

129,900

129,900

768,000

768,000

H. FIXED ASSETS

Particulars	Gross Block		Depreciation			Net Block		
	As at 31.03.2017 Rupees	Additions (Deductions) to the year Rupees	As at 31.03.18 Rupees	As at 31.03.2017 Rupees	for the year (Deductions) Rupees	As at 31.03.18 Rupees	As at 31.03.18 Rupees	As at 31.03.17 Rupees
I. Tangible Assets								
Freehold Land	45,128,135	83,394,413	128,522,548	-	-	128,522,548	43,128,135	
Leased Land	300,000	-	300,000	-	-	300,000	300,000	
Buildings	184,010,867	-	184,010,867	10,370,501	2,908,412	18,279,513	164,730,654	167,640,266
Fleet & Machinery	25,192,451	1,368,399	26,560,850	15,587,272	2,348,094	18,760,275	8,210,093	8,596,279
		(1,180,510)			(1,85,087)			
Furniture & Fixtures	6,330,736	67,083	6,397,819	4,377,747	327,423	6,283,289	1,082,668	1,352,952
		(21,948)			(21,687)			
	258,901,932	85,479,899	344,381,831	37,945,520	5,594,926	43,333,490	300,655,665	221,018,412
		(202,456)			(205,368)			
Previous Year	246,081,003	10,714,482	258,795,531	32,545,251	6,063,437	37,945,510	221,016,412	
		(832,585)			(663,188)			
II. Intangible Assets								
Software	247,572	396,000	643,572	44,753	108,575	153,328	490,944	203,219
	247,572	396,000	643,572	44,753	108,575	153,328	490,944	203,219
Previous Year	247,572	-	347,972	-	44,753	44,753	203,219	
A. Capital Work-in-progress								
Buildings under construction	-	39,443,129	39,443,129	-	-	-	39,443,129	-
	-	39,443,129	39,443,129	-	-	-	39,443,129	-
Previous Year	-	-	-	-	-	-	-	-

a. Freehold land includes land development charges of Rs. 77,47,936

b. Cost of land includes Rs. 2,34,233, being cost of gift deed and other expenditure incurred for land at Mahanagar, Lucknow, gifted to Nigam by Mr. D. N. Sharma. This was capitalized in the financial year 2020-21.

c. Addition in free hold land includes plot of lands allotted by Development Authorities/ Areas Vikas Parishad at Allahabad, Meerut and Gorakhpur. These properties were allotted and possession was obtained by the Company before 31.03.2018, although registration was done in the financial year 2018-19. The amount paid till 31.03.2018 has been capitalized in accounts.

d. A lease hold land located at village Piparsandi, Dist. Gorakhpur was allotted to Nigam by District Administration in the year 2005-06. Since period of lease was not mentioned in Khatauni, the cost of this lease hold land is not depreciated. The cost of lease hold land will be charged to Profit and Loss Account at the time of transfer of ownership of land to lessee.

I. NON CURRENT INVESTMENT

Investment in unquoted 200 fully paid up shares of Rs. 100 each in Society

(Babu Uddeshiya Bhutpurva Sainik Sahakar Samiti, Bara, Kanpur)

Less: Provision for loss of investment

20,000

20,000

(20,000)

(20,000)

[Signature]

[Signature]



U.P. PURVA SAINIK KALYAN NIGAM LIMITED

Notes to Financial Statements

10. LONG TERM LOANS & ADVANCES

Unsecured, considered good

Advances for Capital items

Security Deposits

Earnest Money

Penalty recoverable

Loans and advances

Unsecured, considered doubtful

Insurance claims receivables

Penalty recoverable

Loans and advances

Less: Provision for Doubtful Loans and Advances

	31.03.2018 (Rupees)	31.03.2017 (Rupees)
-	-	52,364,172
32,284,020	32,284,020	30,752,565
10,600,697	10,600,697	7,278,537
77,086	77,086	91,561
120,900	120,900	209,999
632,638	632,638	632,638
1,009,891	1,009,891	972,332
483,445	483,445	483,445
(2,088,415)	(2,088,415)	(2,088,415)
43,270,282	43,270,282	99,697,134
263,250	263,250	263,250
263,250	263,250	263,250
85,222,549	85,222,549	55,624,974
110,006,875	110,006,875	106,067,883
(110,006,875)	(110,006,875)	(106,067,883)
85,222,549	85,222,549	55,624,974
984,168,129	984,168,129	867,887,246
984,168,129	984,168,129	867,887,246
1,069,410,678	1,069,410,678	924,512,220

11. OTHER NON-CURRENT ASSETS

Silver Trophy at cost

12. TRADE RECEIVABLES

Outstanding for a period exceeding 6 months from the date they were due for payment (Unsecured)

Considered good

Considered doubtful

Less: Provison for Doubtfull Debts

Other trade receivables (Unsecured)

Considered good

The debts amounting to Nil (Previous Year: Rs 85207.12) have been written off during the year.

13. CASH AND CASH EQUIVALENTS

Cash in Hand

Balances with Banks

in Current/ savings Accounts

in Fixed Deposit accounts

- Maturing within 12 months

- Others

Fixed Deposits include deposits worth Rs 4,35,51,617 (previous year: Rs 3,20,73,074) held by banks as security against guarantees and deposits worth Rs 19,02,916 (previous year: Rs 23,64,923) pledged with other organizations as security against performance.

14. SHORT TERM LOAN AND ADVANCES

- Unsecured, considered good

Advance to Employees

Prepaid expenses

Balance with Government Authorities

Others Advances

15. OTHER CURRENT ASSETS

Uniform Items in Hand

Accrued Interest on Fixed Deposits

The uniform items are issued to operational staff on cost basis and balance of such items at the end of financial year is reflected as Uniform in hand.

136,192	144,768
403,948,370	263,496,915
1,010,395,015	1,058,995,494
38,581,588	9,816,395
1,813,062,165	1,342,259,573
9,419,655	6,827,225
7,144,904	5,765,711
66,697,727	113,027,430
2,424,446	729,666
85,846,732	126,350,232
4,549,938	1,563,386
43,374,568	39,348,531
47,924,524	40,911,917

Joshi

Sharma



U.P. PURVA SAINIK KALYAN NIGAM LIMITED

Notes to Financial Statements

16. REVENUE FROM OPERATION

Income from manpower supply services
 - Security services
 - Technical services
 Income from other services

2017-18 (Rupees)	2016-17 (Rupees)
2,782,135,870	2,261,547,028
1,119,107,861	954,264,238
759,922	-
3,962,093,652	3,215,911,266

Revenue from security services includes exempt services of Rs. 60,80,354 (previous year: Rs. 29,52,19,830)

17. OTHER INCOME

Interest from Banks
 Interest from Others
 Interest on Income Tax Refund
 Profit on sale of Fixed Assets
 Liabilities/ provisions no longer required written back
 Rent
 Other Non-operating Income

96,755,813	87,987,095
2,254	4,285
9,066,400	-
2,904	9,336
5,561,113	2,574,843
2,649,158	3,696,584
31,629	67,536
114,069,268	94,319,781

18. EMPLOYEE BENEFIT EXPENSES

Operational Staff

Salary
 Bonus
 Gratuity
 Group Insurance/ Workmen Compensation
 Ex-Gratia
 Labour Welfare Fund (Refer note 19 below)
 Incentives
 Training Expenses
 Staff Welfare

3,165,572,830	2,578,479,827
134,326,851	126,124,732
70,044,638	63,501,053
9,812,249	9,027,698
2,700,000	2,950,000
5,084,127	2,043,274
82,500	175,125
141,468	74,565
685,393	7,961,000
3,388,428,855	2,790,337,264

Administrative Staff

Salary
 Gratuity paid/ Contribution to Gratuity Trust (Refer note 19 below)
 Group Insurance/ Workmen Compensation
 Employers Contribution towards EPF (Refer note 19 below)
 Staff Welfare
 Remunerations/ Allowances to Directors

73,325,625	57,968,631
844,282	4,211,731
85,758	75,806
4,038,904	4,199,531
572,339	1,400,910
1,881,420	1,883,274
80,728,319	69,729,883
3,469,157,174	2,860,066,947

- a. As per agreement evolved between Nigam and Banaras Hindu University, Varanasi, amount equivalent to 3% of service charge is paid to Chief Proctor, Banaras Hindu University, Varanasi for creating a welfare fund for welfare of security personal deployed at the university.
- b. The Corporation has paid a sum of Rs.8,44,282 (previous year: Rs.42,11,731) to Life Insurance Corporation towards contribution to U.P. Purva Sainik Kalyan Nigam Employees Gratuity Trust.
- c. Employee Benefit Expenses of Operational Staff does not include Employer's contribution towards Provident Fund, which is claimed from clients to whom their services were provided. The amount so recovered is accounted separately and paid to Government authorities.

19. DEPRECIATION AND AMORTIZATION EXPENSES

Depreciation on tangible assets
 Depreciation on intangible assets

5,584,928	6,053,437
108,575	44,753
5,693,503	6,098,190

20. OTHER EXPENSES

Operational Expenses

Hiring Charges of Vehicle
 Damages, Penalty and Compensations
 Security Maintenance
 Uniform
 Labour License Fees

10,369,392	9,830,372
873,352	1,650,166
172,425	189,319
797,346	-
10,588	12,231
12,133,013	11,682,108

[Handwritten signatures and initials]



U.P. PURVA SAINIK KALYAN NIGAM LIMITED

Notes to Financial Statements

	2017-18 (Rupees)	2016-17 (Rupees)
Administrative Expenses		
Advertisement		
Bank Charges	447,543	676,382
Electricity Charges	402,794	446,733
Rent	2,527,554	2,186,860
Insurance	2,246,471	2,000,708
Professional Fees	58,041	65,718
Vehicle Running & Maintenance	4,596,786	2,243,302
Travelling and Conveyance	1,074,894	990,969
Telephone Expenses	2,614,266	3,684,163
Legal Expenses	614,846	896,272
Office Maintenance	401,930	421,795
Printing and Stationary	2,211,713	1,795,588
Postage and Courier	1,232,214	1,184,018
Repairs and Maintenance	990,426	538,878
Entertainment	61,019	1,575,652
Business Promotion	234,537	272,322
Computer Maintenance	505,895	866,412
Generator Running and Maintenance	705,962	830,860
Rent, Rates and Taxes	261,107	204,812
Hiring Charges of Vehicle	635,127	3,544,938
Miscellaneous Expenses	191,424	190,289
Ex-servicemen welfare	422,629	685,549
Bad and Doubtful Debts & Advances	138,917	-
Interest on late deposit of Service Tax/EPF	10,127,626	15,162,655
Service Tax	164,065	897,304
Auditors Remuneration (Refer note 19 below)	732,001	20,706
Assistance to Ex-servicemen and Wards	150,800	345,440
Loss on sale of Fixed Assets	765,000	665,000
Prior Period Adjustments (net) (Refer note 19 below)	9,231	52,260
Corporate Social Responsibility Expenses	3,647,283	756,796
	307,157	2,051,395
	36,332,261	45,288,659
	50,465,274	56,970,767
a. Auditors' Remuneration is comprises of:		
Statutory Audit Fee	120,000	141,900
Tax Audit Fee	20,000	23,800
Reimbursement of expenses	10,800	11,800
	150,800	176,700
b. Prior Periods adjustments includes:		
Prior period income	104,927	698,361
Prior period expenses	4,572,210	1,317,121
	(3,647,283)	(756,796)
21. Earning per Share (EPS)		
Profit/(Loss) for the period after taxation	490,846,969	387,263,862
Weighted average number of Basic Equity Shares outstanding	42,540	42,540
Face value of per share (₹)	100	100
Basic and Diluted earning per share	11,538	9,104
22. Contingent liabilities		
Under contractual obligations for satisfactory performance of services		
a. Guarantee issued by Banks in favour of clients	43,531,617	32,673,074
b. FDR Pledged with the client as security deposit	1,902,916	2,364,923
c. Security deposit deducted by clients	30,328,297	28,838,772
Claims raised by ex-employees towards dues of salary, bonus and gratuity and awarded against the Company by labour/ other courts. The Company has preferred appeals against these orders and has not acknowledged the amount of awards as liability.	1,180,866	1,180,866








U.P. PURVA SAINIK KALYAN NIGAM LIMITED

Notes to Financial Statements

	2011-12 (Rupees)	2010-11 (Rupees)
23. Litigations:		
Claims against the Company not acknowledged as debt		
There are some pending litigation or disputes with clients and other stake holder. The claims are generally against the client (principal employer) and the Company is third party. In the opinion of management, there is no financial impact and such liabilities on this account, if any, are not ascertainable.	Nil	Nil
Impact of pending litigations on financial position in financial statements.	Nil	Nil

24. Provision for Income Tax:
Since the company is availing exemption under section 10(28BDB) of the Income Tax Act, 1961, from Assessment Year 2004-05, no provision of income tax has been made. Accordingly, AS-22 Accounting for Taxes on Income is not applicable.

25. Segment Reporting :
The Company is principally engaged in the business of rendering manpower supply services, which come under a single business segment. The Company is also not rendering any services outside India, hence geographical segment is also not applicable. Hence disclosure of segment wise reporting as per Accounting Standard "17" is not applicable.

26. Related Party Disclosures :
As per Accounting Standard 18 "Related Party Disclosure", no disclosure is required in the financial statement of state-controlled enterprises as regard to related party relationship with other state controlled enterprises and transactions with such enterprises. Details pertaining to other parties are as under:

A. Details of Related Parties:

1. Key Management Personnel (KMP)

Name	Relationship
Maj. Gen. Sanjaya Saran (Retd.)	Managing Director
Brig. Amulya Mohan (Retd.)	Director
Brig. S. N. Tiwari	Director
Mr. Pramod Kumar	Director
Mr. Chandra Shekhar Banaudha	Director

Besides above, Principal Secretary, Social Welfare, Principal Secretary, Finance and Principal Secretary, U.P. Government and Director General Resettlement, Central Command are also designated members of Board of Directors of the Company.

B. Transactions with the Related Parties

Remuneration paid

Maj. Gen. Sanjaya Saran (Retd.)	1,851,420	23,702
Brig. R.D. Singh (Retd.)		-
Mr. Sandeep Kumar Singh		(232,561)
Mr. Ram Bahadur Yadav		232,561

Entertainment allowance paid

Maj. Gen. Sanjaya Saran (Retd.)	60,000	482,710
Col. S. K. Tiwari (Retd.)		77,867

Travelling and conveyance Expenses

Maj. Gen. Sanjaya Saran (Retd.)	55,689	1,184,018
Brig. R.D. Singh (Retd.)		2,074,562
Mr. Sandeep Kumar Singh		2,056,828
Mr. Ram Bahadur Yadav		5,880
Mr. Anarendra Bahadur Singh		1,575,652

27. Disclosures in Accordance with Revised Accounting Standard 15 on "Employee benefits"

Defined Contribution Plan

The contribution to Employees Provident Fund and Employees Pension Scheme, 1995 pertaining to Administrative staff are deposited with respective authorities and charged to revenue.

Employer's Contribution to Provident Fund	1,235,231	1,284,357
Employer's Contribution to Employees' Pension Scheme, 1995	2,803,673	2,915,174
Employer's Contribution to Employees' State Insurance Scheme	Nil	Nil

The above figures do not include contributions paid in respect of field force. Please refer note "18C".

(Handwritten signatures)



28. There are no Micro, Small and Medium Enterprises, to whom the Company owes dues (Previous year: Rs. Nil), which are outstanding for more than 45 days as at 31st March, 2018. This information, as required to be disclosed under the Micro, Small and Medium Enterprises Development Act 2006, has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied by the Auditors.

29. Impairment Loss

The assets of the company include assets such as the building, EDP equipment's, furniture fixture, electronic equipment etc. and characteristics of these assets are such that they do not generate separate cash inflows independently, hence recoverable amount of an individual assets can not determined unless management decides to dispose off the assets.

There was no impairment loss on Fixed Assets on the basis of review carried out by the management in accordance with Accounting Standard '28' as at 31st March, 2018

30. Corporate Social Responsibility

The Company has formed a Corporate Social Responsibility Committee and also formed a CSR Policy in accordance with Schedule VII of the Companies Act, 2013. In compliance of CSR scheme decided by the CSR committee, the Company is in process of identifying the areas and schemes for implementation

- Gross amount required to be spent by the Company during the year on CSR Activities	7,511,990	5,763,271
- Cumulative amount required to be spent by the Company on CSR Activities	19,283,711	13,823,111
- Amount spent during the year on CSR Activities	307,157	2,051,399

31. Though not confirmed by respective parties and hence not reconciled, the balance in debtors, creditors, loans and advances, security deposit accounts are in the opinion of the management are true and correct and realizable payable as the case may be to the extent shown in the ordinary course of business. Minor adjustments, if any, which may be necessitated, shall be made as and when confirmations are received.

32. Figures have been rounded off to the nearest rupee. This may have given rise to minor discrepancies between total and the constituent figures, which may be ignored

33. The Company has regrouped and reclassified the figures of previous year to make comparable with figures in the current year


A. K. Srivastava
Accounts Officer


J. C. Singh (Retd.)
Asst. General Manager

For and on behalf of the Board

G. Anand
Director


Cheong Kung
AS
Managing Director


Partner
for and on behalf of
Ajay Goyal & Co
Chartered Accountants
CIN: 1942012012

Udumla 29 MAR 2019