

M/S KERALA IRRIGATION INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED CIN : U45203KL2000SGC014127 TRIVANDRUM BALANCE SHEET AS AT 31ST MARCH 2018			
PARTICULARS	NOTE NO.	As at 31 March, 2018 (Rs.)	As at 31 March, 2017 (Rs.)
<b>I. EQUITY AND LIABILITIES</b>			
<b>1. Shareholder's Funds</b>			
a. Share Capital	1	100,000,000	100,000,000
b. Reserves and Surplus	2	(26,652,822)	(22,975,253)
<b>2. Non-Current Liabilities</b>			
a. Deferred Tax Liabilities (Net)	3	-	-
<b>4. Current Liabilities</b>			
a. Short Term Borrowings		-	-
b. Trade Payables	4	7,946,200	16,942,783
c. Other Current Liabilities	5	195,017,966	244,521,301
d. Short Term Provisions	6	236,984	-
<b>Total</b>		<b>276,548,328</b>	<b>338,488,831</b>
<b>II. ASSETS</b>			
<b>1. Non-current assets</b>			
a. Fixed Assets	7	72,894,713	86,410,721
b. Non-Current Investments		30,290,398	-
c. Long Term Loans & Advances	8	1,175,750	1,176,750
<b>2. Current Assets</b>			
b. Inventories	9	4,812,865	8,089,328
c. Trade Receivables	10	3,003,536	1,691,334
d. Cash and Cash Equivalents	11	89,920,738	181,378,436
e. Short Term Loans & Advances	12	23,303,227	94,203
f. Other Current Assets	13	51,147,101	59,648,059
<b>Total</b>		<b>276,548,328</b>	<b>338,488,831</b>

The notes 1 to 22 form an integral part of the Financial Statements.

For and on behalf of the board

As per our report of even date attached

Pranabjyoti Nath IAS  
Managing Director (DIN: 08209490)

Prasanth M  
Director (DIN: 07825129)

Date : 19/11/2022  
Place : Trivandrum

For RANJIT KARTHIKEYAN ASSOC  
Chartered Accountant

B. Chandrasekharan Nair B.Com., FCA  
(Membership No. 019922)  
Partner  
FRN : 006705S

UDIN: 22019922BEGPPX8A19

**M/S KERALA IRRIGATION INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED**  
CIN : U45203KL2000SGC014127  
TRIVANDRUM

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

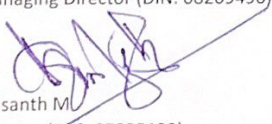
PARTICULARS	NOTE NO.	For the year ended 31 March, 2018 (Rs.)	For the year ended 31 March, 2017 (Rs.)
I. Revenue from operations	14	52,639,919	36,260,822
II. Other Income	15	8,838,743	4,067,173
III. Total Revenue		<b>61,478,662</b>	<b>40,327,995</b>
IV. Expenses:			
Cost of materials consumed	16	26,360,425	16,495,703
Changes in inventories of finished goods	17	453,584	(458,341)
Employee benefit expenses	18	3,831,206	3,744,425
Depreciation and amortization expense	7	14,352,324	16,189,853
Other expenses	19	20,354,006	21,932,817
<b>Total Expenses</b>		<b>65,351,545</b>	<b>57,904,457</b>
V. Profit before exceptional and extraordinary items and Tax		(3,872,883)	(17,576,462)
VI. Exceptional Items		-	-
VII. Profit before extra ordinary items and tax		(3,872,883)	(17,576,462)
VIII. Extraordinary Items		-	-
IX. Profit before prior period items and tax		(3,872,883)	
X. Prior period Items		(195,314)	
IX. Profit before tax		(3,677,569)	(17,576,462)
X. Tax Expenses			
1. Current tax			
2. Deferred tax	3	-	(1,162,010)
XI. Profit(Loss) for the period from continuing Operations		(3,677,569)	(16,414,452)
XII. Profit/(Loss) from discontinuing operations		-	-
<b>XIII. Profit/(Loss) for the period</b>		<b>(3,677,569)</b>	<b>(16,414,452)</b>
XIV. Earning per equity share (Basic & Diluted)	20	(0.37)	(1.64)

The notes 1 to 22 form an integral part of the Financial Statements.

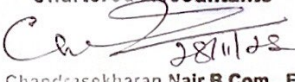
For and on behalf of the board

As per our report of even date attached

  
Pranabjyoti Nath IAS  
Managing Director (DIN: 08209490)

  
Prasanth M  
Director (DIN: 07825129)

**For RANJIT KARTHIKEYAN ASSOCIATES**  
Chartered Accountants

  
B. Chandrasekharan Nair B.Com., FCA  
Membership No. 019922  
UDIN : 22019922BEGPPX8419

Date : 19/11/2022  
Place : Trivandrum



M/S KERALA IRRIGATION INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED				
CIN : U45203KL2000SGC014127				
TRIVANDRUM				
Cash Flow Statement for the year ended 31.03.2018				
Particulars	2017-18		2016-17	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>A: Cash Flow from Operating Activities</b>				
Net Profit before tax as per Profit & Loss Statement	(3,677,569)	(3,677,569)	(17,576,462)	(17,576,462)
Adjustment:				
Add: Depreciation and Amortisation expenses	14,352,324		16,189,853	
Extraordinary Items	-	14,352,324		16,189,853
Less: Interest Income	7,472,183		(3,042,060)	
		7,472,183		(3,042,060)
Operating Profit before Working Capital changes		3,202,572		(4,428,669)
<b>Change in working Capital</b>				
(Increase)/decrease in loans and advances	(23,209,024)		3,601,442	
(Increase)/decrease in other current assets	8,500,958		5,537,712	
(Increase)/decrease in trade receivables	(1,312,203)		(1,284,820)	
(Increase)/decrease in inventories	3,276,463		(3,491,369)	
Increase/(decrease) in provisions	236,984		(791,284)	
Increase/(decrease) in trade payables	(8,996,583)		(7,212,084)	
Increase/(decrease) in other liabilities	(49,503,335)	(71,006,740)	81,726,676	78,086,273
Cash generated from operations		(67,804,168)		73,657,604
Net income taxes (paid)/refund (including deferred tax)	-	-	-	-
Net cash-flow from operating activities		-		-
<b>Cash utilised for Operations</b>		-		-
<b>Net Cash Flow from Operating Activities</b>				
<b>A</b>		(67,804,168)		73,657,604
<b>B: Cash Flow from Investing Activities</b>				
Purchase of Investments		-		-
Interest received		7,472,183		3,042,060
Increase in Fixed Deposits		(30,290,398)		-
Long term loans & advances		1,000		-
Net Purchase of fixed assets		(836,315)		(18,820,261)
Other Long Term Liabilities		-		-
<b>Net Cash Flow used in Investing Activities</b>				
<b>B</b>		(23,653,530)		(15,778,201)
<b>C: Cash Flow from Financing Activities</b>				
Net Increase (Decrease) in Other Long Term Liabilities		-		-
<b>Net Cash Flow from Financing Activities</b>				
<b>C</b>		-		-
<b>Net (Decrease) / Increase in Cash &amp; Cash Equivalents</b>		(91,457,698)		57,879,403
Opening balance of Cash & Cash Equivalents		181,378,436		123,499,033
Closing balance of Cash & Cash Equivalents		89,920,738		181,378,436

For and on behalf of the board

As per our report of even date attached

Pranabjyoti Nath IAS  
Managing Director (DIN: 08209490)

Prasanth M  
Director (DIN: 02825129)

Date : 19/11/2022  
Place : Trivandrum

For RANJIT K. ASSOCIATES  
Chartered Accountants

B. Chandrasekhar Nair B.Com., FCA  
(Member since 1992)

UDIN : 22019922B601PPX8419

**M/S KERALA IRRIGATION INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED**  
TRIVANDRUM

Notes on Accounts for the year ended 31st March, 2018.

**1. Share Capital**

The authorised, issued, subscribed and fully paid-up share capital comprises of equity shares having a par value of Rs.10/- each as follows:

Particulars	As at March 31st, 2018		As at March 31, 2017	
	Number	Amount (In Rs.)	Number	Amount (In Rs.)
<b>Authorised</b> Equity Shares of Rs.10/- each	10,000,000	100,000,000	10,000,000	100,000,000
<b>Issued</b> Equity Shares of Rs.10/- each	10,000,000	100,000,000	10,000,000	100,000,000
<b>Subscribed &amp; fully Paid up</b> Equity Shares of Rs.10/- each	10,000,000	100,000,000	10,000,000	100,000,000

**1.1 Reconciliation of Number of Shares**

Particulars	As at March 31st, 2018		As at March 31, 2017	
	Number	Amount (In Rs.)	Number	Amount (In Rs.)
<b>Equity Shares</b>				
Shares outstanding at the	10,000,000	100,000,000	10,000,000	100,000,000
Shares Issued during the year	-	-	-	-
Shares bought back during the	-	-	-	-
Any other movement	-	-	-	-
Shares outstanding at the end of	10,000,000		10,000,000	100,000,000

**1.2 Rights, preferences and restrictions attached to shares**

**Equity Shares**

The Company has one class of equity shares having a par value of Rs. 10/- each. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

**1.3 Details of shareholders having more than 5% shareholding. #**

Particulars	As at March 31st, 2018		As at March 31, 2017	
	No. of Shares	% of Holding	No. of Shares	% of Holding
<b>Equity Shares</b>				
Hon'ble Governor of Kerala	9,999,993	99.9999%	9,999,993	99.9999%

# Share holding details taken as per records maintained by the company.





## 2. Reserves & Surplus

Particulars	As at March 31st, 2018 (Rs.)	As at March 31st, 2017 (Rs.)
<b>Surplus in Profit and loss account</b>		
Opening balance	(22,975,253)	(6,560,801)
(+) Net Profit/(Net Loss) For the current year	(3,677,569)	(16,414,452)
Closing Balance	(26,652,822)	(22,975,253)
<b>Total</b>	<b>(26,652,822)</b>	<b>(22,975,253)</b>

## 3. Deferred Taxes

Particulars	As at March 31st, 2018 (Rs.)	As at March 31st, 2017 (Rs.)
<b>a. Deferred Tax Liability</b>		
Timing Difference on Account of Depreciation as per books and Income Tax:		
WDV of Fixed Assets as per Companies Act	72,894,713	85,982,099
WDV of Fixed Assets as per Income Tax Act, 1961	74,944,037	86,727,891
Difference	(2,049,324)	(745,792)
WDV as per IT is on the higher side and hence no DTA recognised	-	-
<b>b. Deferred Tax Asset</b>		
Timing Difference on Account of project Development expenses and project		
Balance of Project development and Project overhead Expenses o/s as per	-	-
Balance of Project development and Project overhead Expenses o/s as per IT	-	-
Difference	-	-
Income Tax @30.9%	-	-
<b>Opening Deferred Tax Liability</b>		1,162,010
Current Year Reversal of DTL		(1,162,010)
<b>Net Deferred Tax Liability</b>	-	-

## 4. Trade Payables

Particulars	As at March 31st, 2018 (Rs.)	As at March 31st, 2017 (Rs.)
Sundry Creditors for services rendered 1	7,946,200	16,942,783
<b>Total</b>	<b>7,946,200</b>	<b>16,942,783</b>



5. Other Current Liabilities

Particulars		As at March 31st, 2018 (Rs.)	As at March 31st, 2017 (Rs.)
Projects	2	143,989,106	193,034,953
Retention Money	3	28,920,952	27,352,714
Security Deposits Received	4	10,503,900	10,584,951
Earnest Money Deposit	5	3,161,939	3,560,538
Advance received from debtors	6	267,455	-
Amount Received from Tourism Department		-	4,275,000
Loans and Advances			
<b>Statutory Liabilities</b>			
TDS	7	418,857	239,168
EPF		209,830	40,986
ESI		21,557	10,805
GST		3,032,756	-
Worker's Welfare Fund		812,076	531,191
Service Tax		914,575	1,348,366
VAT		1,293,156	2,785,215
<b>Expenses Payable</b>			
Water Bottling Plant Expenses Payable		310,189	284,384
Other Expenses Payable	8	1,161,618	473,030
<b>Total</b>		<b>195,017,966</b>	<b>244,521,301</b>

6. Short-term Provisions

Particulars	As at March 31st, 2018 (Rs.)	As at March 31st, 2017 (Rs.)
Provision for Bonus to Staff	236,984	-
<b>Total</b>	<b>236,984</b>	<b>-</b>





7. Fixed Assets									
PARTICULARS	As at 1 April 2017	GROSS CARRYING AMOUNT			DEPRECIATION / AMORTISATION			NET CARRYING AMOUNT	
		Additions/ Adjustments during the Year	Deductions/ Adjustments during the Year	As at 31 March 2018	Accumulated Depreciation/ Amortisation as at 1 April 2017	Depreciation/ Amortisation for the year	Deductions/ Adjustments during the Year	As at 31 March 2018	As at 31 March 2017
<b>A. TANGIBLE ASSETS</b>									
<b>Assets - Office</b>									
Computer & Accessories	1,065,594	9,780	-	1,075,374	790,623	164,242		954,865	120,509
Office Equipments	81,429	14,900	-	96,329	64,227	12,556		76,783	19,546
Electrical Equipments	38,400	-	-	38,400	24,018	3,819	-	27,837	10,563
Furniture & Fixtures	761,558	31,210	-	792,768	412,381	94,898		507,279	285,489
Survey Equipments	1,859,626	6,000	-	1,865,626	890,707	177,306		1,068,013	797,613
<b>Assets - Water Bottling Plant - Mahankara</b>									
Transformer	2,061,904		-	2,061,904	299,912	127,158		427,070	1,634,834
Factory & Admin. Buildings	30,018,917		-	30,018,917	4,976,952	2,380,549		7,357,501	22,661,416
Plant & Machinery	71,937,154	71,766	-	72,008,920	20,580,362	9,315,799		29,896,161	42,112,759
Furniture & Fixtures	1,591,037	14,000	-	1,605,037	699,761	233,217		932,978	672,059
Electrical Installation & Equipments	3,821,866	1,525	-	3,823,391	1,546,875	589,889		2,136,764	1,686,627
Fire Protection System	1,015,630		-	1,015,630	472,707	140,750		613,457	402,173
Surveillance System & Equipments	347,943		-	347,943	161,944	48,219		210,163	137,780
Electric Forklift & Electric Stacker	1,146,310		-	1,146,310	677,152	163,788		840,940	305,370
Pallets	829,149		-	829,149	489,797	118,471		608,268	220,881
Borewell and Pumping System	191,299		-	191,299	136,438	24,848		161,286	30,013
Computer & Accessories	247,289	29,146	-	276,435	215,093	25,890		240,983	35,452
Well for Water Plant	1,026,671		-	1,026,671	583,966	201,843		785,809	240,862
Tools & Equipments - Plant	86,790		-	86,790	33,147	13,930		47,077	39,713
Factory Equipments	120,583		-	120,583	41,295	23,054		64,349	56,234
Land Development	428,622		-	428,622					428,622
<b>Sub Total A</b>	<b>118,677,771</b>	<b>178,327</b>	<b>-</b>	<b>118,856,098</b>	<b>33,097,357</b>	<b>13,860,226</b>	<b>-</b>	<b>46,957,583</b>	<b>71,898,515</b>
<b>B. INTANGIBLE ASSETS</b>									
Software - At Office	797,784	21,600		819,384	437,116	161,226	119,013	479,329	340,055
Application Software - At Plant	1,640,456			1,640,456	1,170,816	328,091	481,375	1,017,532	622,924
Software - At Plant	36,000	36,000		36,000		2,781		2,781	33,219
<b>Sub Total B</b>	<b>2,438,240</b>	<b>57,600</b>	<b>-</b>	<b>2,495,840</b>	<b>1,607,932</b>	<b>492,098</b>	<b>600,388</b>	<b>1,499,642</b>	<b>996,198</b>
<b>GRAND TOTAL (A+B)</b>	<b>121,116,011</b>	<b>235,927</b>	<b>-</b>	<b>121,351,938</b>	<b>34,705,289</b>	<b>14,352,324</b>	<b>600,388</b>	<b>48,457,225</b>	<b>72,894,713</b>
<b>Previous Year</b>	<b>102,295,750</b>	<b>22,511,341</b>	<b>3,691,080</b>	<b>121,116,011</b>	<b>18,515,437</b>	<b>16,189,853</b>	<b>-</b>	<b>34,705,287</b>	<b>86,410,721</b>
									<b>83,780,313</b>

Notes:

- Handheld portable computer with original cost of Rs.8,925 & WDV of Rs.2,514 as on 01.04.2017, regrouped under office equipments during the previous year, has been regrouped under computer & accessories during the year
- Equipments at factory named as Office equipments in previous year has been renamed as Factory equipments during the year



Notes on Accounts for the year ended 31st March, 2018.

8. Long-term Loans & Advances

Particulars		As at March 31st, 2018 (Rs.)	As at March 31st, 2017 (Rs.)
<u>Unsecured, considered good</u> Deposits	9	1,175,750	1,176,750
<b>Total</b>		<b>1,175,750</b>	<b>1,176,750</b>

9. Inventories

Particulars		As at March 31st, 2018 (Rs.)	As at March 31st, 2017 (Rs.)
<b>Factory: Closing Stock</b>			
<u>Raw Materials</u>			
Pet Preforms		2,577,772	5,069,934
Wrapping Materials		934,650	1,404,613
Label		750,014	315,422
Bottle Caps		268,490	555,200
Additive & Cleaning Solution		13,362	15,548
Ink & Adhesive		133,520	139,970
		<b>4,677,808</b>	<b>7,500,687</b>
<u>Finished Goods</u>		135,057	588,641
<b>Total</b>		<b>4,812,865</b>	<b>8,089,328</b>

10. Trade Receivables

Particulars		As at March 31st, 2018 (Rs.)	As at March 31st, 2017 (Rs.)
<u>Unsecured, considered good</u> Trade receivables outstanding for a period less than six months from the date they are due for payment	10	3,003,536	1,691,334
Trade receivables outstanding for a period more than six months from the date they are due for payment		-	-
<b>Total</b>		<b>3,003,536</b>	<b>1,691,334</b>

11. Cash & Bank Balances

Particulars		As at March 31st, 2018 (Rs.)	As at March 31st, 2017 (Rs.)
<u>Cash &amp; Cash Equivalents</u>			
Balances with banks			
In Current Accounts	11	4,915,750	72,394,840
In Deposit Accounts - Fixed Deposits	12	84,686,170	108,908,447
Cash in hand	13	135,318	75,149
GST Cash ledger		183,500	
<b>Total</b>		<b>89,920,738</b>	<b>181,378,436</b>





12. Short-term Loans & Advances

Particulars		As at March 31st, 2018 (Rs.)	As at March 31st, 2017 (Rs.)
<u>Unsecured, considered good</u>			
Loans and advances to Related Parties		-	-
Advance To Contractors		13,404,796	-
Govt of Kerala		9,829,823	-
Others	14	68,608	94,203
<b>Total</b>		<b>23,303,227</b>	<b>94,203</b>

13. Other Current Assets

Particulars		As at March 31st, 2018 (Rs.)	As at March 31st, 2017 (Rs.)
Projects funds receivable	15	39,687,762	56,319,042
Project Implementation Expenses - KIIDC	16	3,824,516	428,788
Prepaid Expenses		87,717	54,508
Receivables from Revenue Authorities	17	5,492,826	2,845,721
Interest Accrued but not Due	18	1,985,815	-
Interest receivable on Electricity deposit		68,465	-
<b>Total</b>		<b>51,147,101</b>	<b>59,648,059</b>



Notes on Accounts for the year ended 31st March, 2017.

14. Revenue from Operations

Particulars		For the year ended March 31, 2018 (Rs.)	For the year ended March 31, 2017 (Rs.)
Income from Services - Project Management & Administration		9,640,970	9,427,071
Sales - Hilly Aqua	19	42,982,320	26,789,767
Income From DPR Preparations		16,629	43,984
<b>Total</b>		<b>52,639,919</b>	<b>36,260,822</b>

15. Other Income

Particulars		For the year ended March 31, 2018 (Rs.)	For the year ended March 31, 2017 (Rs.)
Interest on FD		7,472,183	3,042,060
Tender Fee		166,565	188,650
Freight Received		982,229	515,703
Interest on Electricity Deposit		76,072	182,012
Scrap Sales & Others		141,694	138,748
<b>Total</b>		<b>8,838,743</b>	<b>4,067,173</b>





16. Cost of materials consumed - Water Bottling Plant

Particulars		For the year ended March 31, 2018 (Rs.)	For the year ended March 31, 2017 (Rs.)
Opening stock of Raw Material		7,500,687	4,467,659
Purchase of Raw material	20	23,537,546	19,528,731
Less : Closing Stock of Raw Materials		4,677,808	7,500,687
<b>Total</b>		<b>26,360,425</b>	<b>16,495,703</b>

17. Change in Inventory of Finished Goods

Particulars		For the year ended March 31, 2018 (Rs.)	For the year ended March 31, 2017 (Rs.)
Opening stock of Finished Goods		588,641	130,300
Closing Stock of Finished Goods		135,057	588,641
<b>Total</b>		<b>453,584</b>	<b>(458,341)</b>

18. Employee Benefits

Particulars		For the year ended March 31, 2018 (Rs.)	For the year ended March 31, 2017 (Rs.)
Salaries and Wages		2,558,901	2,420,140
Managing Director's Remuneration		713,833	972,018
Bonus		105,000	-
EPF/ESI Employer's Contribution		453,472	352,267
<b>Total</b>		<b>3,831,206</b>	<b>3,744,425</b>



19. Other Expenses

Particulars		For the year ended March 31, 2018 (Rs.)	For the year ended March 31, 2017 (Rs.)
Project Expenses	21	6,592,708	3,042,060.00
Water Bottling Plant - Malankara Expenses	22	11,324,863	9,289,128
Auditor's Remuneration		200,000	10,143,170
Office Expenses	23	371,364	200,000
Interest paid to Revenue Authorities	24	140,608	341,962
Professional Charges		658,935	322,874
Rent, Rates & Taxes		387,506	534,322
Repairs and Maintenance - Machinery		21,547	545,938
Repairs and Maintenance - Building		1,681	125,122
Telephone Charges		140,084	1,525
Other Operating Expenses	25	514,710	158,464
<b>Total</b>		<b>20,354,006</b>	<b>21,932,817</b>

20. Earning Per Equity Share (Basic & Diluted)

Particulars	For the year ended March 31, 2018 (Rs.)	
A. Profit Attributable to Equity shareholders (Rs.)	(3,677,569)	(16,414,452)
B. Weighted Average Number of Equity Shares O/s at the end of Financial year		
a. Number of Shares O/s at the Beginning of the Year	10000000	10000000
b. Weighted No. of Shares O/s in case of fresh issue		
i. Fresh Issue During the Year	-	-
ii. Date of Fresh Issue and allotment	-	-
iii. Period outstanding up to 31st March 2014 (Days)	-	0
c. Weighted Average number of shares O/s for the period	10000000	10000000
Earning Per Share (Basic & Diluted)	(0.37)	(1.64)





**SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS FOR THE YEAR ENDED 31.03.2018**

21

**SIGNIFICANT ACCOUNTING POLICIES:-**

**(a) Basis of Preparation of Financial Statements:**

The Financial Statements have been prepared under the historical cost convention on a going concern basis, in accordance with the applicable Accounting Standards and the generally accepted accounting principles and the provisions of the Companies Act, 2013. The company follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis. The revenues recognised are reversed if subsequent events lead to such eventuality. The financial statements has been prepared in accordance with the Schedule III.

**(b) Fixed Assets and Depreciation:**

(1) Fixed Assets have been stated at actual cost of acquisition less accumulated depreciation and impairment losses if any. Actual cost is inclusive of freight, installation cost, taxes, direct expenses, other incidental expenses and expenses incurred to bring the fixed assets to its present location.

(2) Tangible assets are depreciated on Written down value method over the useful lives as notified in Schedule II to the Companies Act, 2013. Where ever the management believes that the useful life varies to the nature of Asset / Usage, appropriate rates as disclosed in the policies have been followed.

Depreciation in respect of additions to assets has been charged on pro rata basis with reference to the period when the assets are ready for use.

The useful life of assets are taken as follows.

Computer and Accessories	-	3 Years
Office Equipments	-	5 Years
Electrical Equipments	-	10 Years
Furniture & Fixtures	-	10 Years
GPS Equipments	-	15 Years
Transformer	-	40 Years
Factory & Admin. Buildings	-	30 Years
Plant & Machinery	-	15 Years
Electrical installation & Equipments	-	10 Years
Fire Protection System	-	10 Years
Surveillance System & Equipments	-	10 Years
Electric Forklift & Electric Stacker	-	7 Years
Pallets	-	7 Years
Borewell and Pumping System	-	5 Years
Mobile Phone	-	5 Years
Tools And Equipments	-	10 Years
Factory Equipments	-	10 Years

(3) Asset under Construction - The overhead expenses incurred on construction of fixed assets are capitalised proportionately on completion of the fixed asset and the expenses related to incomplete assets are classified as Capital Work In Progress till allocation.

**(c) Valuation of intangibles:**

The company recognises Intangible Asset at actual cost of development incurred by the company including allocable direct expenses if any and are amortized on a straight line basis over the estimated useful economic life on pro rata basis.

The useful life of assets are taken as follows.

Software - Office Use	-	5 Years
Software - Water Bottling Plant	-	5 Years



**(d) Impairment of Assets**

The carrying amount of Fixed Assets are reviewed at each balance sheet date to assess whether they are recorded in excess of their recoverable amounts, and where the carrying values exceeds the estimated recoverable amount, the assets are written down to their recoverable amount.

**(e) Valuation of Inventories**

- 1 Inventories are carried at lower of cost and net realisable value
- 2 Cost of inventories comprise of all costs of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition.
- 3 Finished stock valued at net realisable value since the cost of the same is not ascertainable

**(f) Revenue Recognition:**

- 1 Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.
- 2 All the Income with reference to the projects awarded to/undertaken by the company is recognized by reference to the stage of completion based on the arrangements/Agreements. All the Expenditure items having material bearing on the financial statements are recognized on accrual basis, to the extent ascertainable.

The project implementation fee has been derived on the following basis:

i) for partially completed works, where a specific clause exist in the agreement regarding the consultation fee, income is computed on percentage completion method based on the work completed and certified by Management as at the year end (ie, proportionate amount of estimate or agreed amount whichever is lower).

ii) for completed works where a specific clause does not exist in agreement, income is computed based on the actual executed value based on rate specified in Government order G.O (P) No 408/2007/Fin dated 07-09-2007 or G.O (P) No 311/14/Fin dated 3/07/2014.

iii) for completed works where a specific clause exist in agreement, income is computed based on the terms of agreement

iv) where percentage of completion is less than 10%, no income has been recognised.

- 3 The company recognises the DPR preparation fees based on the percentage specified in the agreement. Where no percentage is specified, the fees is calculated based on Government order No G.O (P) No 311/14/Fin dated 3/07/2014.

- 4 Interest is recognized on a time proportion/accrual basis at the applicable interest rates. Also the interest accrued and TDS deducted thereon are considered.

- 5 We are collecting the estimated freight charges at the point of sale and it is treated as income. The expenses related to transportation of bottled water is treated as expense.

**(g) Employee Benefits 0**

All employee benefits payable wholly within twelve months of rendering the service are classified as short term benefits and which are recognised in the period in which the employee renders the related service.

**(h) Provisions and Contingencies:**

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

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.





**(i) Taxation**

Tax Expense (tax saving) is the aggregate of the current year tax and deferred tax charged (credited) to the profit & loss account for the year.

**a. Current Tax**

The provision for taxation is based on assessable profits of the company as determined under the Income Tax Act, 1961

**b. Deferred Tax**

(i) Deferred tax is recognised on all timing differences between accounting income and taxable income for the year, and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

(ii) The deferred tax assets are recognised and carried forward to the extent that there is a reasonable / virtual certainty as the case may be that sufficient taxable income will be available against which such deferred tax assets can be realised.

**(i) Segment Reporting**

Operating segments have been identified on the basis of the nature of business activities from which the Company earns revenues or incurs expenses and for which discrete financial information is available. The Management monitors the operating results of its business segments for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. The Operating segments have been identified on the basis of the nature of activity.

1. Segment revenue includes sales and other income directly identifiable with/allocable to the segment including inter-segment revenue.

2. Expenses that are directly identifiable with/ or allocable to segments are considered for determining the segment result. Expenses which relate the Company as a whole and not allocable to segments are included in un-allocable expenditure.

3. Income which relates to the Company as a whole and not allocable to segments is included in Unallocables.

4. Segment assets and liabilities include those directly identifiable with the respective segments. Un-allocable assets and liabilities represent the assets and liabilities that relate to the Company as a whole and not allocable to any segment.

5. Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker.

**(k) Earning per Share:**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all diluting potential equity shares.



**22. OTHER NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2018**

**(a) Related Party Transactions**

Particulars	Name of the Person	Nature of Relation	Amount (In Rs.)
Remuneration	P Anil Kumar	Managing Director	2,71,067
Remuneration	Rema S	Managing Director	4,42,766
Remuneration	Shibu Sukumaran	Company Secretary	4,03,965

**(b) Contingent Liability & Commitments (to the extent not provided for):**

A bond of Rs.18,22,300/-was issued on 27/03/2014 to the KVAT authorities under Rule 6 for releasing the RO plant supplied by M/s. Watech RO System (I) Private limited for the Water bottling plant. The matter is yet to be settled with the VAT Authorities. An equivalent amount is retained from M/s Watech RO System (I) Private Limited which will be released after the matter is settled. Retained Amount is included under the item Retention Money in Note 5 of the financial statements.

**(c) Foreign Currency Transactions - Nil**

**(d)** The company was entrusted with the task of preparing various DPRs (Detailed Project Reports) by the State Planning Board, Government of Kerala. The balance fund outstanding after charging DPR preparation fee (Consulting fee) is shown under the head "Other Current Liabilities". Income as per the respective Government order was recognized in books as follows:

Sl. No	DPR Name	Fund received up to 2016-17	Expenses including consultancy up to 2016-17	Fund Balance as on 01-04-17	Received 2017-18	Expenses 2017-18	Income booked 2017-18
1	Agriculture Extension	5,35,000	5,15,916	19,084	-	-	-
2	Agriculture Innovations	20,00,000	19,98,714	1,286	-	-	-
3	Agro Documentary Fund	13,20,000	10,85,162	2,34,838	-	2,50,000	-
4	Hi-Tech Agriculture	4,30,000	2,03,487	2,26,513	-	2,07,860	16,629
5	Ponds – Palakkad	16,00,000	15,17,021	82,979	-	-	-
	<b>Total</b>	<b>5,885,000</b>	<b>53,20,300</b>	<b>5,64,700</b>	<b>-</b>	<b>4,57,860</b>	<b>16,629</b>

The company has charged the entire expenses incurred on account of DPR preparation and the consultancy charges due thereon; against the fund received and only the net balance is shown in the balance sheet under current liabilities.





- (e) The details of works/assignments entrusted to the company during the financial year are provided in **Annexure No: 1**. The accounting policy of the company stipulates recognition of revenue from Project Management Consultancy on the basis of proportionate percentage of completion of the subject works. However, the data regarding percentage of completion as on 31<sup>st</sup> March 2018 could not be reliably ascertained, due to lack of available records and the time gap between 31<sup>st</sup> March 2018 and time of preparation of financial statements. Taking into account the principle of prudence, the company has followed recognition of income based on the percentage of financial completion of projects for preparation of financial statements for the year ended 31<sup>st</sup> March 2018, i.e., income has been recognized in proportionate to the work bills passed as on 31<sup>st</sup> March 2018. The extent of income understated and thereby the profit understated/loss overstated on this account could not be reasonably ascertained and hence the same is not quantified.
- (f) The following EMDs /Security deposits received by the company against tenders/contracts are outstanding as on 31.03.2018.

Party	Amount (In Rs.)
M/s WaTech Ro Systems (I) Pvt Ltd	3,00,000
M/s Plenco Closures	13,180
M/s Jain Irrigation	25,000
M/s Sabi Engineering Company	11,920
M/s Rajalekshmi Packaging Pvt Ltd	50,000
M/s Neo Plast Industries	50,000
M/s Sajo Polytech	1,50,000
R V Joseph	3,05,730
Saji Mathew	7,94,714
EPC Industries	1,62,500
Sibi K Jose	6,00,000
M.Kabeer	50,000
Austin Kadamala	66,360
T.I Thomaskutty	44,765
Pee Yes Associates	38,000
Shaijal T.M	38,060
Ocean Blue Boating PvtLtd	50,000
Vettoor Constructions	50,000
TomyVallamattom	44,100
United Marketing	14,750
Chaitram	1,50,000
S Lalji	50,000
Bharath Technical	2,860
Perumalil Granites	50,000
Anchanical Constructions	50,000
<b>TOTAL</b>	<b>31,61,939</b>



Amount Received by KIIDC as Security Deposit from Contractors/Vendors	
Party	Amount (In Rs.)
EPC Industries	3,00,000
M/s.Sukrithakiransoftware technologiesPvt Ltd	48,72,000
Central Engineering Company	2,25,000
Sri.R.V.Joseph	2,00,000
GireeshPeruvana	30,000
M/s.Tanclean	1,00,000
Sibi K Jose	2,00,000
United Marketing	1,900
Vettoor Constructions	1,00,000
<b>TOTAL</b>	<b>60,28,900</b>

**Security deposit received from Hilly Aqua Distributors**

Sl No.	Name of Distributor	Amount (In Rs.)
1	ThodupuzhaTaluk Co-operative Society	5,00,000
2	Dominic John	10,00,000
3	Aravindakshan	5,00,000
4	Joseph George	2,00,000
5	Shine V John	2,00,000
6	Mathew Joseph	5,00,000
7	Cochin Scaffolding	4,00,000
8	Nawab Khan S	2,00,000
9	Mystical Rose Agencies	7,50,000
10	Chandrababu	2,00,000
<b>Total</b>		<b>44,50,000</b>

**Security deposit received from Employees – Hilly Aqua**

Sl no.	Name of Employee	Designation	Amount (In Rs.)
1	Santo George	Store Keeper	25,000
<b>Total</b>			<b>25,000</b>

- (g) Company deducts retention money at the rate prescribed as per the order 'G.O. (Ms) No. 60/12/PWD'dated20.09.2012oneachbillsSubmittedbytheprojectcontractors. This will be released after completion of the work. The contractor wise break up of retention money outstandingason31.03.2018isas given below.





Notes on Accounts for the year ended 31st March, 2018

Contractor	Amount (In Rs.)
Baburaj M Uravu	32,423
M/s Watech	37,37,221
M/s EKK & Co	52,81,563
Sibi. K. Jose	23,36,901
Royees John	10,19,249
M/s EPC Industries	25,65,454
Kabeer	29,41,839
R.V.Joseph	1,31,800
M/s Mitra Builders	10,00,000
Sabi Engineering	2,20,022
M/s.Mary Matha Constructions	41,10,507
Shaijal	10,86,258
Shaji	1,33,262
Vettoor Constructions	5,27,868
SITCO Associates	5,31,556
M/s A R Infratech	3,57,375
Biby Scaria	5,06,286
Uralungal	12,66,430
V J Raju	8,87,739
Lalji	2,47,199
<b>Total</b>	<b>2,89,20,952</b>

- (h) There are no permanent Employees/Employees eligible for gratuity as on 31.03.2018, and hence no provision for gratuity is provided in the accounts. At present the company does not have a policy for other long-term benefits to employees.
- (i) In the opinion of Board of Directors, the current assets have a value on realization in the ordinary course of business, not less than the amount, at which they are stated in the Balance Sheet as at 31.03.2018.
- (j) Inventories include Finished Goods which accounts for about 2.8% of total inventory value and the same has been valued at Net Realizable Value. Raw materials have been valued at lower of Cost or Net Realizable Value. Management estimates that the impact on profit/loss is not material in this regard.
- (k) As per the information available with the Company, the amounts outstanding to Small and Micro Enterprises as on 31.03.2018 as trade payables are as follows:

M/s Watech R O System (I) Private limited – Rs. 13,01,460

The balances of Debtors & Creditors are subject to confirmation.



- (l) In the opinion of management, there is no impairment in the value of fixed assets of the company in accordance with Accounting Standard - 28, 'Impairment of Assets'.
- (m) We have adopted SLM method for depreciation with regard to intangible asset with effect from the initial date of purchase onwards. The change have resulted in a reduction in loss to the extent of Rs. 4,94,759.
- (n) The Company's financial liabilities comprises mainly of trade payables, funds received for projects and other payables. The company's financial assets comprise mainly of cash and cash equivalents, other loans & advances, trade receivables and other receivables. The Company's activities are exposed to Market risk, credit risk and liquidity risk and are monitored by the senior management and board.
- a) Market Risk: Market risk comprises of three types of risk: Currency Risk, Interest rate Risk and Other Price Risk. As the company has no forex cash flows, borrowings and investment in instruments exposed to Other Price Risks, the exposure to market risk is nil.
- b) Credit Risk: Credit risk refers to the risk of default on its obligation by the counterparty resulting in financial loss. Trade Receivables represents amount of Trade credit extended to Hilly Aqua distributors as on balance sheet date and are backed by Security Deposits collected from them. Project Funds receivables are to be realized from government departments and hence the risk of default is very low.
- c) Liquidity Risk: The Company's principal sources of liquidity are cash and cash equivalents and cash flows that are generated from business. The Company does not have any borrowings. The Company believes that their working capital is sufficient to meet its current requirements and the cash and cash equivalent balances are adequate. Accordingly, no liquidity risk is perceived.
- (o) The Company has following business segments, which are its reportable segments. Operating segment disclosures are consistent with the information provided to and reviewed by the management.

Name of Segment	Activity
Project Management Consultancy	Implementation of various infrastructure projects of government of Kerala
Manufacturing	Manufacturing & Distribution of bottled drinking water in the brand name 'Hilly Aqua' from plant situated at Thodupuzha.

Particulars	For the year ended 31 March	
	2018	2017
<b>Revenue by Segment</b>		
Project Management Consultancy	96,57,599	94,71,055
Manufacturing	4,29,82,320	2,67,89,76





Notes on Accounts for the year ended 31st March, 2018

Other Income	88,38,743	40,67,173
<b>Total</b>	<b>6,14,78,662</b>	<b>4,03,27,995</b>
<b>Segment Profit/(Loss) before tax</b>		
Project Management Consultancy	(34,54,641)	(60,60,351)
Manufacturing	(89,16,377)	(1,50,60,410)
Unallocable expenses net off Unallocable income	84,98,135	35,44,299
<b>Total Operating profit before tax</b>	<b>(38,72,883)</b>	<b>(1,75,76,462)</b>
<b>Capital Employed</b>		
<b>Segment Assets</b>		
Project Management Consultancy	5,84,90,849	5,87,33,149
Manufacturing	8,03,13,089	9,53,82,814
Unallocable Assets	1,37,744,390	18,43,72,868
<b>Total Assets</b>	<b>27,65,48,328</b>	<b>33,84,88,831</b>
<b>Segment Liabilities</b>		
Project Management Consultancy	18,80,36,528	24,94,18,275
Manufacturing	99,47,550	1,12,81,820
Unallocable Liabilities	52,17,072	7,63,989
<b>Total Liabilities</b>	<b>20,32,01,150</b>	<b>26,14,64,084</b>
<b>Capital Employed</b>		
Project Management Consultancy	(12,95,45,679)	(19,06,85,126)
Manufacturing	7,03,65,539	8,41,00,994
Unallocable Assets net of Unallocable Liabilities	13,25,27,318	18,36,08,879
<b>Total</b>	<b>7,33,47,178</b>	<b>7,70,24,747</b>

(p) No purchase of fixed assets is charged against project income/expenses.

(q) GST on centage income are collected and remitted to government at applicable rates. GST on Sale of Hilly Aqua water bottles are collected and remitted to authorities at applicable rates. VAT on Contractors' bills are deducted at applicable rates and remitted to VAT authorities. Income Tax TDS are deducted and remitted for applicable payments at the rates prescribed by Income Tax Act. Though there have been some delays in these statutory remittances, the respective returns were filed to the authorities and the interest for such delayed payments were remitted to the concerned department/authorities. The following are the long pending statutory payments (outstanding for more than 6 months) as on 31-Mar-2018.


Due Particulars	Amount in Rs.
Income Tax TDS	3,10,817
GST	2,20,563
VAT	7,89,867
Service Tax	8,35,246
Workers Welfare Fund	8,12,076
EPF	72,028
<b>Total</b>	<b>30,40,597</b>




- (r) KIIDC Limited is a government accredited PMC for execution of public works and follows e-tender system for awarding the works allotted to it by various government departments/agencies. The e-tender portal has built in controls for collection of tender fee and remittance of the same to the bank account of KIIDC Limited. For works tendered other than through e-tender system, the tender fee is collected by way of DD
- (s) The company issues serially numbered invoices to the distributors for the sale of water bottles. However, the serial numbers are not generated out of a computer program.
- (t) For UEIP projects, the transactions were recorded in manual registers and vouchers and the book entries are recorded based on the available vouchers and bank statements.
- (u) Previous year's figures have been regrouped / re-classified wherever found necessary to comply with the Statutory / Other requirements and to make them comparable with the current year financials.

For and on behalf of the board

As per our report of even date attached

  
Pranabjyoti Nath IAS  
Managing Director (DIN: 08209490)

  
Prasanth M  
Director (DIN: 07825129)

**For RANJIT KARTHIKEYAN ASSOCIATES**  
**Chartered Accountants**

  
**B. Chandrasekharan Nair B.Com., FCA**  
(Membership No. 019922)  
Partner  
FRN : 006705S

Date : 19/11/2022

Place : Trivandrum



Annexure 1 to Note 22 (e) - Workings for Income from Project Management Consultancy (Centage) during the period 2017-18

Sl. No.	Name of Project	Name of Contractor	Actual Executed Value upto 31.03.2017	Actual Executed Value upto 31.03.2018	Actual Executed Value for 2017-18	Project Implementation Fee Rate	Project Implementation Fee up to 31-03-2018	Project Implementation Fee Booked up to 2016-17	Project Implementation Fee for 2017-18
1	WYANAD PACKAGE	M/S EPC Industries & St Marries - Micro Irrigation Mullankolly	3,545,604	3,545,604		5%	177,280	181,409	-4,129
2		Central Engineering Co. - pumps & pipeline Kurichipetta	4,883,177	5,133,177	250,000	5%	256,659	257,222	-563
3		Shajjal T.M. - Construction of Pump house, sinking well and steel tank foundation in Mullankolly Panchayath	1,625,960	1,879,327	253,367	5%	93,966	83,096	10,870
			<b>10,054,741</b>	<b>10,558,108</b>	<b>503,367</b>		<b>527,905</b>	<b>521,727</b>	<b>6,178</b>
4	Hamlet II	Shajjal T.M. - Development works to Avuvayal & Kavalam Colonies in Kanyambatta Panchayath in Wayanad	1,767,000	5,522,378	3,755,378	7%	386,566	123,690	262,876
5	Hada	K.S.Mohan, - HADA - Construction of Proposed check dam at Muttill Panchayath in Wayanad district	6,281,416	6,318,363	36,947	7%	442,285	439,699	2,586
6		Saji Mathew - Pulpally comprehensive work-Road work - Palakolly colony in Wayanad district	-	1,089,792	1,089,792	5%	54,490	30,004	24,486
7	ATSP	Saji Mathew - Pulpally comprehensive works- Interlocking pathway -All colonies	13,536,843	19,497,717	5,960,874	5%	974,886	676,842	298,044
8		R.V. Joseph - Pulpally works- Balance works in all colonies	13,338,880	14,984,551	1,645,671	5%	749,228	666,944	82,284
			<b>26,875,723</b>	<b>35,572,060</b>	<b>8,696,337</b>		<b>1,778,603</b>	<b>1,373,790</b>	<b>404,813</b>
9	Kappil	Siby K. Jose - Development Of Kappil Beach and Boat Club	12,862,532	15,020,032	2,157,500	6%	901,202	771,752	129,450



Notes on accounts for the year ended 31st March, 2018

Sl. No.	Name of Project	Name of Contractor	Actual Executed Value upto 31.03.2017	Actual Executed Value upto 31.03.2018	Actual Executed Value for 2017-18	Project Implementation Fee Rate	Project Implementation Fee up to 31-03-2018	Project Implementation Fee Booked up to 2016-17	Project Implementation Fee for 2017-18
10		Royce John - Micro Destination Thazhappu	10,192,487	12,388,427	2,195,940	7%	867,190	713,474	153,716
11		Ally K Mathew- Supply & Installation of play equipments for Aleppey backwater tourism project at Kayamkulam	-	238,750	238,750	7%	16,713	-	16,713
12		M/s MITRA Builders & Developers -House boat Terminal at Arookutty	8,817,360	14,840,113	6,022,753	7%	1,038,808	617,215	421,593
13		M/s EKK -house boat terminal at Kayamkulam	50,117,188	60,117,580	10,000,392	5%	3,005,879	2,505,859	500,020
14		M.Kabeer - Development of backwater circuits in Alapuzha - Drain, Parking area ,fountain of house boat terminal at Kayamkulam in Alapuzha district	4,161,169	9,066,271	4,905,102	5%	453,314	208,058	245,255
15		EKK& Co - Night Halting Centre Vattakkayal	35,755,967	52,815,625	17,059,658	5%	2,640,781	1,787,798	852,983
16		Sabi Engineering Company, - Electrification of Irrigation tourism, Vattakkayal project,Vattakayal,Alapuzha District	2,200,221	8,494,024	6,293,803	5%	424,701	110,011	314,690
17	Alapuzha Master Plan	Cochin Scaffolding Pvt Ltd Babu Thomas, - Development of night halting centre at Vattakayal west-Landscaping	23,384,217	26,994,133	3,609,916	5%	1,349,707	1,169,211	180,496
18		M/s United Marketing Sports - Supply & installation of play equipments for Aleppey Backwater tourism project at vattakkayal	-	205,104	205,104	5%	10,255	-	10,255
19		Mary matha Construction Boat Terminal Kanjipadam	1,410,341	2,848,580	1,438,239	8%	227,886	112,827	115,059
20		Mary matha Construction Boat Terminal Nedumudi	9,055,760	9,307,102	251,342	7%	651,497	633,903	17,594
21		Mary matha Construction Boat Terminal Pallathuruthy	3,209,735	4,980,372	1,770,638	7%	348,626	224,681	123,945
22		Mary matha Construction Boat Terminal Thaneermukkam	7,915,124	10,828,010	2,912,886	7%	757,961	554,059	203,902

