

**ANDAMAN & NICOBAR ISLANDS INTEGRATED
DEVELOPMENT CORPORATION LTD.**

REPORT OF THE BOARD DIRECTORS TO THE MEMBERS

The Board of Directors has pleasure in presenting the Thirty Third Annual Report and the audited statement of accounts for the year ended 31st March, 2021. The turnover of the Corporation during the year is ₹ 303.60 Crores against ₹ 403.05 Crores in the previous year as IMFL Shops and resorts were closed for few months during the year due to restrictions imposed by the government in Covid-19 Pandemic. Profit before tax of the Corporation has decreased to ₹ 26.41 Crores from ₹ 46.10 Crores.

FINANCIAL RESULTS

The highlights of the performance and the financial results for the financial year 2020-2021 are given below:

(₹ in lakh)		
KEY RESULT	2020-21	2019-20
Total Turnover	30360.64	40305.26
Profit before Tax	2641.01	4610.33
Profit after Tax	1930.08	3377.08

Appropriations

(₹ in lakhs)		
Particulars	2020-21	2019-20
Dividend	579.02	1013.28
Tax on Dividend	119.01	208.28
Transfer to Reserves	1232.04	2156.03

The License fee, Excise duty, VAT paid by the Corporation are as under:

(₹ in lakhs)		
Year	2020-21	2019-20
License Fees	182.41	194.88
Excise Duty	10237.50	11238.56
VAT	1790.41	3041.89
Grand Total	12210.32	14475.33



OPERATIONS:

(i) IMFL Division

Performance of IMFL Division for last two years (₹ in lakh)

Particulars	2020-21	2019-20
Revenue from operation (Turnover)	17419.33	22513.84
Other Income	186.97	162.48
Total Revenue	17606.30	22676.32
Cost of material consumed	13483.75	17772.64
Remuneration to Employees	295.03	270.10
Administrative, Operation, selling & Distribution Overhead	145.75	153.41
Depreciation	0.49	0.47
Total Expenditure	13925.02	18196.62
Operating Profit	3681.28	4479.70

Sales and profitability of the division is decreased due to closure of retail shops during lockdown in Covid-19 Pandemic.

(ii) POL Division

The Corporation is operating seven IOC retail outlets and four consumer outlets in various parts of the Islands.

Performance of POL Division for last two years (₹ in lakh)

Particulars	2020-21	2019-20
Revenue from operation (Turnover)	10374.91	13413.47
Other Income	38.37	83.09
Total Revenue	10413.28	13496.56
Cost of material consumed	9747.50	12750.97
Remuneration to Employees	257.13	245.34
Administrative, Operation, selling & Distribution Overhead	117.43	110.84
Depreciation	29.21	29.12
Total Expenditure	10151.27	13136.27
Operating Profit	262.01	360.29

The division sold 154.23 lakh ltrs. POL products during the year as against the sale of 220.54 lakh ltrs., during the previous year. The overall sales decreased because of restrictions on movement of public during the year in Covid-19 pandemic.



(iii) **Steel Division**

The Corporation functions as the nodal agency for procurement and distribution of Iron & Steel to various Government Departments. Due to reduced availability of raw materials for construction industry in A&N Islands and stop of construction work during lockdown in Covid-19 pandemic there is a substantial reduction in sales during the year, accordingly the profit margin of the division has affected. The details of sales for the F.Y 2020-21 are as follows:

(in MT)

Year	2020-21	2019-20
Govt. departments	416	720
Private customers	1142	2077
Total Sales	1558	2797

Performance of Steel division for last two years (₹ in.lakh)

Particulars	2020-21	2019-20
Revenue from operation (Turnover)	790.11	1337.63
Other Income	(3.97)	10.56
Total Revenue	786.14	1348.19
Cost of material consumed	731.18	1272.45
Remuneration to Employees	24.99	17.49
Administrative, Operation, selling & Distribution Overhead	8.73	11.21
Depreciation	2.08	2.41
Total Expenditure	766.98	1303.56
Operating Profit	19.16	44.63

(iv) **Tourism Division**

The Corporation is engaged in operation of Megapode Resort, Dolphin Resort and Hornbill Nest.

Details of occupancy during last two years (in %)

Unit	2020-21	2019-20
Megapode resort	28.44	75.72
Dolphin resort	26.53	55.31
Horn Bill Nest	14.85	52.51



Performance of Tourism Division for last two years (₹ in lakh)

Particulars	2020-21	2019-20
Revenue from operation (Turnover)	384.61	1503.90
Other Income	9.25	18.16
Total Revenue	393.86	1522.06
Cost of material consumed	33.43	50.17
Remuneration to Employees	406.40	404.53
Administrative, Operation, selling & Distribution Overhead	510.72	871.83
Depreciation	53.85	59.32
Total Expenditure	1004.40	1385.85
Operating Profit / (Loss)	(610.54)	136.21

The Occupancy and Profitability of the division has been decreased due to impact of COVID-19 restrictions during the year.

(v) Milk Division

The Corporation is engaged in production and marketing of milk and milk products. Performance of Milk division for last three years is as follows:

Performance of Milk Division for last two years (₹ in lakh)

Particulars	2020-21	2019-20
Revenue from operation (Turnover)	1033.20	1083.81
Other Income	0.00	
Total Revenue	1033.20	1083.81
Cost of material consumed	783.49	791.14
Remuneration to Employees	104.62	120.15
Administrative, Operation, selling & Distribution Overhead	138.68	195.10
Depreciation	21.77	22.53
Total Expenditure	1048.56	1128.92
Operating (Loss)	(15.36)	(45.11)



(vi) **Credit & Finance and Projects Division**

The Corporation has been designated as a Financial Institution by Government of India. The C&F Division has provided financial assistance to industrial concerns for setting up technically and financially viable projects in the Andaman & Nicobar Islands. The scale of operation of the division has remained low due to easy availability of credit from commercial banks. The Corporation is providing vehicles on hire to A&N Administration. Further the income of division includes lease rent received from leasing of land for tourism projects.

Performance of the division for last two years (₹ in lakh)

Particulars	2020-21	2019-20
Revenue from operation (Turnover)	339.93	405.52
Other Income	0.00	2.37
Total Revenue	339.93	407.89
Cost of material consumed	0.03	0.74
Remuneration to Employees	27.18	32.96
Administrative, Operation, selling & Distribution Overhead	18.80	19.28
Depreciation	10.82	28.41
Total Expenditure	56.83	81.39
Operating Profit	283.10	326.50

(vii) **Air Ticketing Division**

The Corporation is an approved IATA Air Ticketing Agency and offering package tours to various parts of the islands

Performance of Air ticketing division for last two years (₹ in lakh)

Particulars	2020-21	2019-20
Revenue from operation (Turnover)	2.70	28.89
Other Income	0.05	
Total Revenue	2.75	28.89
Cost of material consumed	0.00	
Remuneration to Employees	11.72	11.16
Administrative, Operation, selling & Distribution Overhead	1.98	16.80
Depreciation	0.15	0.26
Total Expenditure	13.85	28.22
Operating Profit / (Loss)	(11.10)	0.67



The Profitability of the division has effected mainly due non function of Airlines during lockdown in Covid-19 pandemic.

(Viii) Corporate Office

The Corporate office act as monitoring body for all the Division of the Corporation and monitor all Division. Interest earned on fixed deposit is shown as income of corporate office. Corporate expenditure is being distributed among the operational division based on its turnover.

Performance of Corporate Office for last two years (₹ in lakh)

Particulars	2020-21	2019-20
Revenue from operation (Turnover)*	15.86	18.20
Other Income	481.35	569.23
Total Revenue	497.21	587.43
Cost of material consumed	0.22	0.72
Remuneration to Employees	1003.43	1061.63
Administrative, Operation, selling & Distribution Overhead	427.09	163.32
Depreciation	34.00	54.32
Total Expenditure	1464.74	1279.99
Operating (Loss)	(967.53)	(692.56)

(*income from cold storage)

FUTURE OUTLOOK

Development of Tourism Projects

The Corporation has been appointed as Project Management Agency for implementation of PPP projects in A&N Islands as per the decisions of Island Development Agency (IDA). In the first phase, it is proposed to set up Eco-tourism resort in Long Island, Aves Island, Smith Island and Shaheed Dweep on PPP mode. PPPAC and SFC, Govt. of India accorded in – principle approval for the projects and accordingly RFQ has been floated.

In the next phase, 11 new sites have been identified for holistic development at Kalipur beach, Ramnagar beach, Karmatang beach, Amkunj beach, Raman Bagicha beach, Goodwill Estate, Wright Myo



Creek, North Bay, Flat Bay Island, Merk Bay, Chidiyatapu/Rangachang. NITI Aayog has appointed M/s AECOM India Pvt. Ltd. as Technical Consultant for preparation of Master Plan for holistic development. AECOM is in the process of preparation of the draft Master Plan based on which identified projects shall be implemented on PPP mode. These projects are expected to boost the tourism of these Islands and bring about paradigm shift in the profile in the hospitality industry in A&N Islands.

Sustainable development of Great Nicobar

NITI Aayog has prepared a vision document for sustainable development of Great Nicobar. A & N Administration has appointed ANIIDCO as project proponent for implementation of the projects. NITI Aayog has also appointed M/s AECOM India Pvt. Ltd., consultant. AECOM is in process of preparation of Master Plan and Environment Impact Assessment (EIA) report. ANIIDCO is in the process of obtaining various Environmental, CRZ, and Forest Clearance.

PPP Projects as a part of 75 years of India's Independence

It has been proposed to identify 75 new sites/ projects to be developed on PPP as part of 75 years of India's Independence. Accordingly, new Land Lease Policy is being formulated for undertaking of the projects.

Commissioning of new Petroleum Outlets

The Corporation is in the process to open five new POL Outlets at Baratang Island, Kadamtala, Billiground, Ferrargunj and Car Nicobar.

The A&N Administration has already allotted land to the Corporation for setting up Petrol Pump at Baratang. Opening of POL Outlets at Baratang & Kadamtala is in advance stage and will be started soon.

BOARD MEETING:

The Board of Directors duly met three times respectively on 26th June, 2020, 13th November, 2020 and 28th December, 2020, in respect of which meetings, proper notices were given and the proceeding were properly recorded.



EXTRACTS OF ANNUAL RETURN

The extracts of the Annual Return as provided under sub-section 3 of Section 92 of the Companies Act, 2013 is enclosed as **Annexure I** of this report.

CSR INITIATIVE

The Corporation is committed to contribute for social causes out of the profits generated. During the year 2020-21, ANIIDCO has played a crucial role in Andaman and Nicobar Islands in its continued fight against COVID-19 and incurred ₹ 118.95 lakhs which includes setting up the Community Kitchen and supplying cooked food packets to COVID-19 patients and frontline warriors.

The brief outline of the Corporate Social Responsibility (CSR) Policy of the Company and the initiatives undertaken by the Company on CSR activities during the year are set out in **Annexure II** of this report in the format prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014. The policy is available on the website of the Company.

RELATED PARTY TRANSACTION

The company has not entered into contracts or arrangements with related parties falling within the provisions of Section 188 of the Act.

LOAN AND INVESTMENT BY COMPANY

The company has not made any investment, loans or advances or given guarantees or provided securities to other bodies corporate.

SUBSIDIARY COMPANY

The Company has one subsidiary company as on March 31, 2021. There are no associate companies within the meaning of Section 2(6) of the Companies Act, 2013 ("Act"). There has been no material change in the nature of the business of the subsidiaries. Pursuant to provisions of Section 129(3) of the Act, a statement containing salient features of the financial statements of the Company's subsidiaries in Form AOC-1 is attached to the financial statements of the Company. Pursuant to the provisions of section 136 of the Act, the financial statements of the Company, consolidated financial statements along with relevant documents will be sent to all members and to be laid in its Annual General Meeting.



DIRECTORS RESPONSIBILITY STATEMENT

In terms of provisions of section 134(3)(C) of the Companies Act, 2013 your Directors confirm as under:

Your Board of Directors confirms:

- that in the preparation of the annual accounts, the applicable accounting standards have been followed, along with proper explanation relating to material departures (if any);
- that they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- that they have taken proper and sufficient care for the maintenance of adequate accounting records, in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and irregularities ; and
- That they have prepared the annual accounts on a going concern basis.
- that they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating efficiency.

Explanation to the qualified opinion mentioned in the Auditors Report :

Explanation to the qualified opinion mentioned in the Auditor's Report is enclosed at **Annexure III**.

Quality Up-gradation

The management of your Corporation shall leave no stone unturned to upgrade the quality of service and products that are being offered by your Corporation. All workers and senior level management personnel are encouraged to strive for excellence and take measures for quality up gradation.



Auditors

The Auditors M/s Roy Ghosh & Associates, Chartered Accountants, the statutory Auditor of your company, retire at the ensuing Annual General Meeting and also appointed Statutory Auditor for the financial year 2021-22 by the Comptroller and Auditor General of India.

Internal control system and their adequacy

ANIIDCO has ventured into multifaceted business from trading activities to tourism, Liquor, POL, Steel, Air Ticketing, Credit and Finance, development of tourism projects through private sector participation.

A system has been put in place to ensure adequate Internal Audit System. Accordingly, your Corporation has engaged M/s M/s D. Garodia & Co, Chartered Accountants, Port Blair, who has conducted the Internal Audit of our Corporation for the financial year 2020-21 and also has been appointed as Internal Auditor for the financial year 2021-22.

Further, for better Inventory Management all the godown of the Corporation has been linked with head office. Efforts are being directed to put information technology to bring in online Management Information System.

Human Resources

The Corporation owes its success to its people and strongly believes that competent employees alone can help in creating a cutting edge organization and in this behalf a lot of efforts are put in hiring professionals from mainland and nurturing talent within.

We are placing a strong emphasis on building a culture that focuses on performance, building trust, and openness in the organization. We are confident that all these initiatives put together will help ANIIDCO family of around 250 employees in building a new era in the development of this place. To motivate our employees, Corporation has implemented a performance linked incentive scheme based on the report of XLRI, Jamshedpur.

Acceptance of Public Deposit

During the year under review, the Corporation has not accepted or renewed any fixed deposits from the public.



Changes in Directors

The following Directors are changed during the period from the last report:

1. Shri Chetan B. Sanghi, IAS ceased as Chairman and Shri Jitendra Narain, IAS appointed as Chairman w.e.f. 05.04.2021.
2. Shri Abhishek Dev, IAS ceased as Managing Director and Shri Kulanand Joshi, IAS appointed as Managing Director w.e.f. 05/04/2021.
3. Shri Vijay Kumar, IAS and Shri Surendra Prahladka appointed as Director, w.e.f. 01.02.2021
4. Dr. Pooja Joshi, IAS appointed as Director w.e.f. 01.02.2021 however, ceased as Director w.e.f. 02.10.2021.
5. Shri Yash Chaudhary, IAS appointed as Executive Director w.e.f. 08/02/2021 however ceased as Executive Director, w.e.f. 5.4.2021.
6. Shri K.R. Meena, IAS ceased as Director w.e.f. 05/04/2021.
7. Shri Sharan Kumar Nanda, Shri Ajay Goel and Shri Anstice Justine ceased as Director, w.e.f. 1.11.2020.
8. Shri P. Subramanyam, IFS, Shri Sanjay Kumar Jha, IAS, Shri Suneel Anchipaka, IAS and Shri Kishore Kshirsagar Lakshman, IAS appointed as Director w.e.f. 02.10.2021.
9. Shri Suneel Anchipaka, IAS, Smti. Angel Bhati Chauhan, IAS and Ms. Veditha Reddy, IAS appointed as Executive Director w.e.f. 08/10/2021 and Smti. Anjali Sehwat, IAS ceased as Executive Director w.e.f. 08/10/2021.

The Board places on record its deep appreciation and thanks for the services rendered by Shri Chetan B. Sanghi, IAS, Shri K.R. Meena, IAS, Shri Abhishek Dev, IAS, Dr. Pooja Joshi, IAS, Smti. Anjali Sehwat, IAS, Shri Yash Chaudhary, IAS, Shri Sharan Kumar Nanda, Shri Ajay Goel and Shri Anstice Justine, during their tenure.

Conservation of Energy

The company is engaged in diverse activities and except for processing and packing of milk; it is not involved in any activity that would consume bulk energy. Hence, the energy consumption for the products of the company is negligible. However, your company has made suitable arrangements and it is conscious of the need for conservation of energy wherever possible.



Technological Absorption

Your Corporation has no collaboration arrangement with any foreign organization. All technological inputs are developed in house with the efforts to upgrade the quality of the products.

Foreign Exchange

Foreign Exchange Earning and outgo during the year 2020-21

Earning : Foreign exchange received during the year - Nil

Outgo : During the year - ₹35,522/-

Acknowledgments

Your directors would like to place on record their appreciation of the whole hearted support extended by the business associates, customers, bankers, shareholders, auditors and all those associated with the company during the year under review.

Your Directors also wish to extend sincere thanks to the Ministry of Home Affairs, Ministry of Corporate Affairs and the Ministry of Micro Small and Medium Enterprises. Your Directors sincerely wish to thank the Hon'ble Lt. Governor in particular and the A&N Administration in general for the continued guidance and support extended throughout the year.

For and on behalf of the Board of Directors

Port Blair

Dated: 26/11/21


(Director)


(Managing Director)



Form No.MGT-9

EXTRACT OF ANNUAL RETURN
As on the financial year ended on 31.03.2021

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- i) CIN:- **U74999AN1998SGC000028**
 ii) Registration Date :- **28.06.1988**
 iii) Name of the Company:- **Andaman and Nicobar Islands Integrated Development Corporation Limited**
 iv) Category / Sub-Category of the Company:- **Government Company**
 v) Address of the Registered office and contact details :- **Vikas Bhawan,
 Port Blair
 Post Box No. 180
 A&N Islands-744101
 Ph: 03192 246028**
 vi) Whether listed company : **No**
 vii) Name, Address and Contact details of Registrar and Transfer Agent, if any – **N. A.**

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/service	% to total turnover of the company
1.	Trading of goods & Manufacturing	46308, 47300, 10501etc.	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

S. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1.	Andaman Fisheries Limited (AFL)	U05001AN1991SGC000035	Subsidiary	100	2(87)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

The President of India : **85%**
 The Lt. Governor, A&N Islands : **15%**



V. Shareholding of Directors and Key managerial Personnel:

Sl.No.		Shareholding at the beginning of the year (1.4.,20)	Cumulative shareholding during the year		
			% of total shares of the company	No. of shares	% of total shares of the company
1.	Shri Kulanand Joshi	1	0	0	0
	At the end of the year (31/03/2021)	0	0	0	0
2.	Shri Abhishek Dev	0	0	0	0
	At the end of the year (31/03/2021)	1	0	0	0
3.	Dr. Pooja Joshi	1	0	0	0
	At the end of the year (31/03/2021)	0	0	0	0
4.	Shri Sunil Kr. Singh	0			
	At the end of the year (31/03/2021)	1			

VI. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment - **Nil**

VII. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

- A. Remuneration to Managing Director, whole-time Directors and /or Manager: ₹ 25,000/-
- B. Remuneration (sitting fee) to other directors : ₹ 85,000 /-
- C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/ WTD : **NIL**

VIII. PENALTIES /PUNISHMENT/COMPOUNDING OF OFFENCES : NIL



ANNUAL REPORT ON CSR ACTIVITIES

1. **A brief outline of the Company's CSR policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes:**

The Corporate Social Responsibility (CSR) policy of ANIIDCO is hosted in the website of the Company. The CSR activities undertaken will be within the broad frame work of Schedule VII of the Companies Act, 2013. The CSR projects/programmes or activities will be undertaken only in A&N Islands. The Corporation will spend minimum 2% and maximum 3% of its average net profit made during the three preceding financial years. Further, CSR activities will be undertaken through a registered trust or a registered society or a Company established by the company or its holding or subsidiary or associate company under section 8 of the Act or through such Company/ Society/ Autonomous Body/ Government Departments.

During the financial year 2020-21, the Corporation has undertaken CSR activities for preventive Health Care and sanitation (Covid 19 fund) etc.

2. **The composition of the CSR Committee:**

The CSR Committee was constituted with three directors during the financial year 2020-21. Following were the Committee Members as on 31.03.2021 :

- (i) Managing Director, Chairman
- (ii) Shri Sunil Kumar Singh, IAS
- (iii) Smti. Anjali Sehrawat, IAS

3. **Average net profit of the company for last three financial years for the purpose of computation of CSR.**

₹ 40,06,73,302/-



4. **Prescribed CSR Expenditure (two per cent of the amount as in item 3 above) :**

₹ 80,13,466/-

5. **Details of CSR spent during the financial year :**

- a) **Total amount to be spent for the financial year 2020-21 : ₹1,18,95,087/-.**
- b) **Amount unspent: Nil**
- c) **Manner in which the amount spent during the financial year: Statement Attached.**

6. **In case the company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.**

Not Applicable

7. **A responsibility statement of the CSR committee that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and policy of the company.**

We hereby declare that implementation and monitoring of the CSR policy are in compliance with CSR objectives and policy of the company.



(Kulanand Joshi, IAS)

Chairman

Corporate Social Responsibility Committee

Port Blair

Dated : 26/11/21



5 (C) Manner in which the amount spent during the financial year 2020-21

Sl. No.	CSR Project or Activity identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	Amount Outlay (budget) project or programs wise (₹)	Amount spent on the projects or programs subheads: (1) Direct Expenditure (2) Overheads (₹)	Cumulative Expenditure up to the reporting period (₹)	Amount Spent: Direct or through implementing agency
1.	Support/fund towards arrangement of Foods for COVID 19 affected people and Covid 19 Warriors and transportation of medical equipment	COVID 19	Andaman and Nicobar Islands	1,17,87,287/-	1,17,87,287/-	1,17,87,287/-	Direct and through implementing agency (Circuit House, South Point, SAI Hostel and DRC, Delhi)
2.	Financial Assistance for procurement of	Promotion of Health providing safe drinking water	Andaman and Nicobar Islands	1,07,800/-	1,07,800/-	1,07,800/-	Through implementing agency (Social Welfare Department, A&N Administration)
	Total			1,18,95,087/-	1,18,95,087/-	1,18,95,087/-	



Explanation to the qualified opinion mention in the auditor's report

1. We have not claimed GST input credit on telephone bills since majority of bill pertain to IMFL and POL which are not coming under the GST preview.
2. Due to Covid -19 conduction of Internal Audit has been delayed. The Internal audit for fourth quarter was conducted and the report submission is pending.
3. Inquiry is initiated against the concerned employee who defaulted cash for Rs. 1,80,326/- .
4. The Corporation is receiving payments from A&N Administration for credit sales. The details of payments made by departments are not communicated in time. The Corporation has also sent balance confirmation for the same and only few departments have responded. The suspense account reconciliation is under process at department and Division level.
5. All the works on "deposit" basis are capitalised on completion of the project and submission of Utilisation certificate from implementing agency. The amount of Rs. 2,12,08,175/- is deposit made for capital works for which Utilisation certificate is to be received from APWD.





INDEPENDENT AUDITORS' REPORT

To the members of

Andaman & Nicobar Islands Integrated Development Corporation Limited

I. Qualified Opinion

We have audited the accompanying Standalone financial statements of **Andaman & Nicobar Islands Integrated Development Corporation Limited** (the "Company") which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give a true and fair view of in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31st, 2021 and Profit, changes in equity and its cash flows for the year ended on that date.

II. Basis for Qualification Opinion

1.1 *Company has not claimed the amount of Goods & Service Taxes paid for Rs. 3,86,921/- as Input Credit on telephone charges paid to Telephone Authority during the year. As a result Company has incurred Loss to that extent.*

1.2 *Internal Audit Report for the Fourth Quarter ended 31st March, 2021 has not been completed till now.*

1.3 *One employee of the Company has shown shortage of Stock of POL for Rs. 1,80,326/- during the year under audit.*

1.4 *A large amount of Rs.90,95,907/- is appearing in Suspense Account(Credit) representing amount received from unidentified parties. As a result the Trade Receivables are not reconciled to the extent of Rs.90,95,907/-.*



1.5 Company has not capitalised Rs. 2,12,08,175/- out of total advances given to Contractors as per Note-17 and Depreciation has not been provided on above addition resulting in overvaluation of advances and under valuation of fixed assets and over showing of Net profit of the company.

2.0 We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence, we have obtained, is sufficient and appropriate to provide a basis for our opinion on the Standard Financial Statements.

Our further observations are as under:

- (i) Refer Note 11: Long Term Loans & Advances: The Company is having Non-current security Deposit(SD) Receivables for Rs. 46.30 lacs. Such SDs should be considered as Financial Asset which has been defined under Accounting Standard 30(Financial Instruments: Recognition and Measurement) and are required to be measured at cost less impairment loss. The Company has not carried out any impairment test for such financial instruments. In absence of necessary supporting documents, the recoverable value of such financial instruments cannot be ascertained.
- (ii) Refer to Note: 17: Short term loans & advances, Rs. 212.08 Lacs appearing in Advance for Civil Works for a long period of time includes balances pending adjustment in capital work in progress or capitalisation as the case may be. Pending adjustments, the consequential impact on the assets and profitability is not ascertainable.
- (iii) Refer Note 24(a): Provision for Gratuity expenses to the extent of Rs.92.77 lacs as demanded by Life Insurance Corporation vide Letter No. P&GS/352377/402004175 dated 01.06.2020 has been provided in the accounts. However proper disclosure required under As-15(Revised 2005) has not been made.
- (iv) In credit and finance department, Income Recognition, Asset classification is not maintained borrower wise in the Accounting system. Instead, consolidated journal entries are passed at the yearend based on the register maintained. The standard practice of identifying the



existence and the value of security is not periodically reviewed in order to ascertain the required provision to be made as per RBI norms.

- (v) The existing system of balance confirmation in respect of deposits, advances, trade receivables and trade payables are not available. As such, possible impact, if any, on profitability could not be ascertained.
- (vi) Refer Note No. 4(a): the Company received an amount in earlier years from the Directorate of Industries, A & N Administration, for providing guarantee against industrial loan in lieu of collateral security. Interest income generated from the said fund after deduction of TDS has been credited to the fund. Thus, the interest income to the extent of TDS of Rs.14,221/- has not been credited to the fund and retained by the company. The same practice was followed in earlier year and no record was maintained for the same.
- (vii) Refer Note 4(b): the balance of other Grants-in-aid(s) received from time to time from A & N Administration amounting to Rs. 135.63 Lacs was unadjusted and appearing in Balance Sheet due to pending post facto approval. The same was reported in the last financial year.
- (viii) Physical verification of Fixed Assets excepting Building Block at various units/location was not conducted by the Company and recorded as per assets found in that unit/location and no variation/deviation has been reported for verification part.
- (ix) An amount of Rs.90,95,907/- is appearing in Suspense Account (Credit) representing amount received from unidentified parties. As a result the Trade Receivables are not reconciled to the extent of Rs.90,95,107/-.
- (x) An amount of Rs. 71,24,566/- and Rs. 65,65,242/- towards WDV of cold storage/ice plant at Diglipur and Havlock respectively is appearing in the books of accounts. Both this cold storage has stopped operation long time back and no impairment analysis of these assets has been undertaken. But the company conducted valuation by Engineer of said Cold Storage/ Ice plant at Diglipur and Swaraj dweep and as per valuation report no impairment loss found in both the plants.
- (xi) Refer No. No. 13(b): the company provided loan to Andaman Fisheries Limited, Subsidiary Company, long back and for which 100% provision has been made as bad and doubtful debt in 2002-03. But the said subsidiary company has charged in their Profit and Loss Account as Interest expenses for Rs. 4.88 Crs during the year. However, the company has not booked the Interest accrued as Income due to application of Non Performing Asset.



III. Management's Responsibility for the Standalone Financial Statements

The company's Board of Director 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 gives a true and fair view of the financial position, financial performance and cash flow of the company in accordance with the accounting policies generally accepted in India, including the Accounting Standards prescribed under section 133 of the act read with Rule 7 of Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting record in accordance with the provision of the act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, 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.

In preparing the standalone financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters to going concern basis of accounting unless management either intends to liquidate the company or to cease operation, or has no realistic alternative but to do so. The Board of Directors are responsible for overseeing the Company's financial reporting process.

IV. Auditor's Responsibility for the Audit of the standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As a part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:



- Identify and assess the risks of material mis-statement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks , and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the over ride of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section-143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the entity has adequate internal financial controls system in place and the operating effectiveness of such controls refer to our separate Report in "Annexure C".
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting in preparation of financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to event so conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained upto the date of our auditors' report. However, future event so conditions may cause to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of such entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial information of such entities.

We believe that the audit evidence obtained by sufficient and appropriate to provide a basis of our audit opinion on the financial statements. We communicate with those charged with governance of the Company and such other entities included in the financial statement so of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

I. Emphasis of Matter

We draw attention to the following though our opinion is not qualified in respect of these matters:-

GST charged on Telephone Bill has not been claimed as Input Credit which is allowable as per law.



II. Report on Other Legal and Regulatory Requirements:

1. As required by Section 143 (3) of the Act, we report that:
 - a. We have sought and, except for the possible effects of Qualified Opinion paragraph above maintained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. Except for the possible effects of the matter described in the paragraph above, in our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. Except for the possible effects of the matter described in the Basis of Qualified Opinion paragraph above, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. Except for the possible effects of the matter described in the Basis of Qualified Opinion paragraph above, in our opinion, the aforesaid financial statements comply with the Accounting Standard prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. The matter described in the Basis for Qualified Opinion and Qualified Opinion Paragraph above, in our opinion, may have an adverse effect on the functioning of the company.
 - f. Being a Government Company, pursuant to the Notification No. GSR 463 (E) dated 5th June, 2015 issued by the Ministry of Corporate Affairs, Government of India, provisions of sub-section(2) of Section 164 of the Companies Act, 2013 are not applicable to the Company.
 - g. The adverse remarks relating to the internal financial control over financial reporting of the company and the operating effectiveness of such control refer to our separate report in **Annexure-'C'**.
 - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:-
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements -Refer to Note 28(i)(a) &(b) and 28(v) to the financial statements.;
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts;



- iii. The Company has no amounts which are required to be transferred to the Investor Education and Protection Fund as per the provision of the Act.
2. As required by the Companies (Auditor's Report) Order, 2016 (the "Order") issued by the Central Government in terms of section 143(11) of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
3. As per directions of the Comptroller and Auditor General of India in terms of section 143(5) of the Act, we give in "**Annexure B**" report on the directions called for.

For Roy Ghosh & Associates
(Chartered Accountants)
FRN:320094E



Manojit Ghosh
Partner
M. No. 055022

UDIN: 21055022AAAACM7015

Place: Kolkata,
Date: 26.11.2021



ANDAMAN & NICOBAR ISLAND INTEGRATED DEVELOPMENT CORPORATION
LIMITED

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements'
section of our report of even date)

1.

(a) The Company has generally maintained proper records showing full particulars including quantitative details and situation of fixed assets.

(b) There is a regular programme of physical verification of fixed assets. In our opinion, programme of physical verification as informed is reasonable having regard to the size of the company and nature of the assets. However reconciliation of the records of physical verification and book records are not done excepting Building Block.

(c) There is a regular programme of physical verification of inventory at reasonable interval by the management and no such material discrepancy has been found during such physical verification.

(d) According to the information and explanations given to us, we report that, the title deeds and License/Allotment Order certificate issued by the concerned authority under A & N Islands, Land Revenue and Land Reforms Regulation, 1966 of all the immovable properties of land and building which are freehold, are held in the name of the company.

2. The company has not granted loan secured/unsecured to any person covered in the Register maintained u/s 189 of the Companies Act, 2013, hence sub-clause 3(iii) (a), 3(iii)(b) & 3(iii) (c) are not applicable.
3. The company has not granted any loan or given any guarantee and security covered under Section 185 and 186 of the Companies Act, 2013.
4. According to the information and explanations given to us, the company has not accepted deposits, from public covered under sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under.
5. To the best of our knowledge and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, in respect of the services rendered by the company.



6. According to the information and explanations given to us, in respect of statutory dues:
- (a) According to records and information furnished to us, except the following income tax and Provident Fund dues which are not deposited on account of any dispute the company has no disputed dues sales tax or service tax or duty of customs or duty of excise or value added tax, GST, deposited following dues of income tax on account of disputes except the following:

Name of the statute	Nature of Dues	Amount(Rs)	Period	Forum where dispute is pending
Provident Fund	Provident Fund	21,29,568	2001-04	High Court
Provident Fund	Provident Fund	22,60,043	2005-09	PF Tribunal, New Delhi
Income Tax Act,1961	Income Tax	1,30,72,327	2007-08	CIT(Appeal)-XI
Income Tax Act,1961	Income Tax	9,56,860	2011-12	Rectification filed u/s 154 for wrong adjustment of Advance Tax
Income Tax Act,1961	Income Tax	56,26,138	2012-13	CIT(Appeal)-I
Income Tax Act,1961	Income Tax	20,77,920	2013-14	CIT(Appeal)-I
TDS/TCS return	Income Tax	62,720	2009-2020	-

7. In our opinion and according to the information and explanations given to us, the company has not defaulted in the repayment of loans or borrowings to banks and dues to the debenture holders.
8. The company has not raised moneys by way of initial public offer, further public offer (including debt instrument). According to the information and explanations given to us, the Company has not taken any term loan.
9. To the best of our knowledge and according to the information and explanations given to us, one fraud relating to Stock shortage was committed by one employee of the company of Rs.1,80,326/- during the year under review.
10. As per notification No. GSR 463(E) dated 5th June,2015 issued by the Ministry of Corporate Affairs, Government of India, Section 197 is not applicable to the Government Companies. Accordingly, provisions of clause 3(xi) of the Order are not applicable to the Company.
11. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Companies act, 2013, where applicable, for all transactions with the related parties and the details of the



related party transactions has been disclosed in the financial statement as required by the applicable accounting standard.

12. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, provisions of clause 3(xiv) of the Order are not applicable to the Company.
13. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transaction with its directors or persons connected with him and hence provision of section 192 of the Act are not applicable.
14. According to the information and explanation given to us, the company has no registration under Non Banking Financial Corporation u/s 45-iA of Reserve Bank of India Act, 1934.
15. The Company is not a Nidhi Company and hence reporting of the Order is not applicable.

For Roy Ghosh & Associates
(Chartered Accountants)
FRN:320094E



Manojit Ghosh
Partner
M. No. 055022

UDIN: 21055022AAAACM7015

Place: Kolkata,
Date: 26.11.2021



ANDAMAN & NICOBAR ISLAND INTEGRATED DEVELOPMENT CORPORATION
LIMITED

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 3 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Sl. No.	Issue	Response
I		
	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated	All the accounting transactions are done through IT software package developed by Tally Solution Private Limited. No accounting transactions are done outside the IT system. So the implication of processing transactions cannot be determined.
II		
	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated	No Loan has been restructured during the year.
III		
	Whether funds received/receivable for specific schemes from central/ state agencies were properly Accounted for / utilized as per its term and conditions? List the cases of deviation.	No such cases found

For Roy Ghosh & Associates
(Chartered Accountants)
FRN:320094E



Manojit Ghosh
Partner
M. No. 055022

UDIN:21055022AAAACM7015

Place: Kolkata,
Date: 26.11.2021



Independent Auditor's Report of even date on the Internal Financial Control of Andaman and Nicobar Islands Integrated Development Corporation Ltd. (Annexure "C")

We have audited the internal financial controls over financial reporting of **Andaman and Nicobar Islands Integrated Development Corporation Ltd.** as of 31st March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial control 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 in its business, including adherence to Company's policies, the safeguarding of its assets, 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We have conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note required that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial control 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 judgment,



including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Qualified opinion

According to the information and explanations given to us and based on our audit, the following material weakness has been identified in the operating effectiveness of the Company's internal financial controls with reference to standalone financial statements as at March 31, 2021

- (i) *Physical verification of Fixed Assets excepting Building Block at various units/location was not conducted by the Company and recorded as per assets found in that unit/location. and no variation/deviation has been reported for verification part.*
- (ii) *Refer Note 11: Long Term Loans & Advances: The Company is having Non-current security Deposit (SD) Receivables for Rs. 46.30 lacs. Such SDs should be considered as Financial Asset which has been defined under Accounting Standard 30 (Financial Instruments: Recognition And Measurement) and are required to be measured at cost less impairment loss. The Company has not carried out any impairment test for such financial instruments. In absence of necessary supporting documents, the recoverable value of such financial instruments cannot be ascertained.*
- (iii) *An amount of Rs.90,95,907/- is appearing in Suspense Account (Credit) representing amount received from unidentified parties. As a result the Trade Receivables are not reconciled to the extent of Rs.90,95,907/-.*
- (iv) *Internal Audit is not commensurate with the size and nature of the business of the Company. Moreover Internal Audit Report for the quarter ended 31st March, 2021 was not available to us.*
- (v) *Company has not claimed the amount of Goods & Service Taxes paid for Rs. 3,86,921/- as Input Credit on telephone charges paid to Telephone Authority during the year. As a result Company has incurred Loss to that extent.*
- (vi) *One employee of the Company has shown shortage of Stock of POL for Rs. 1,80,326/- during the year under audit.*
- (vii) *Company has not capitalised Rs. 2,12,08,175/- out of total advances given to Contractors as per Note-17 and Depreciation has not been provided on above addition resulting in overvaluation of advances and under valuation of fixed assets and over showing of Net profit of the company.*



A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the Company's annual or interim financial statements may not be prevented or detected on a timely basis.

In our opinion, except for the possible effects of the material weakness described in the Basis for Qualified Opinion paragraph above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as of March 31, 2021, 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 ICAI.

Meaning of Internal Controls over Financial Reporting

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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 internal 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 may 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 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.

We have considered the material weakness identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the standalone financial statements of the Company for the year ended March 31, 2021



and the material weakness has affected our opinion on the standalone financial statements of the Company and we have accordingly issued a modified report on the standalone financial statements.

For Roy Ghosh & Associates
(Chartered Accountants)

FRN:320094E



CA Manojit Ghosh
Partner

M. No. 055022

UDIN: 21055022AAAACM7015

Place: Kolkata,
Date: 26.11.2021





INDEPENDENT AUDITORS' REPORT

To the members of

Andaman & Nicobar Islands Integrated Development Corporation Limited

I. Qualified Opinion

We have audited the accompanying Consolidated financial statements of **Andaman & Nicobar Islands Integrated Development Corporation Limited** ("the Holding Company") which comprises the Consolidated Balance Sheet as at March 31, 2021, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'the Consolidated Financial Statement'.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the Basis for Qualified Opinion section of our report, the aforesaid Consolidated financial statements give the information required by the Companies Act, 2013 (the Act) in the matter so required and give a true and fair view of in conformity with the accounting Standards presented under section 133 of the Act read with other accounting principles generally accepted in India, of the state of affairs of the holding Company as at March 31st, 2021 and Profit, for the year ended on that date.

II. Basis for Qualification Opinion

1.1 *Company has not claimed the amount of Goods & Service Taxes paid for Rs. 3,86,921/- as Input Credit on telephone charges paid to Telephone Authority during the year. As a result Company has incurred Loss to that extent.*

1.2 *Internal Audit Report for the Fourth Quarter ended 31st March, 2021 has not been completed till now.*

1.3 *One employee of the Company has shown shortage of Stock of POL for Rs. 1,80,326/- during the year under audit.*

1.4 *A large amount of Rs.90,95,907/- is appearing in Suspense Account(Credit) representing amount received from unidentified parties. As a result the Trade Receivables are not reconciled to the extent of Rs.90,95,907/-.*



1.5 *Company has not capitalised Rs. 2,12,08,175/- out of total advances given to Contractors as per Note-17 and Depreciation has not been provided on above addition resulting in overvaluation of advances and under valuation of fixed assets and over showing of Net profit of the company.*

2.0 We conducted our audit of the Consolidated Financial Statements in accordance with the standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence, we have obtained, is sufficient and appropriate to provide a basis for our opinion on the Consolidated Standard Financial Statements.

Our further observations are as under:

- (i) As per explanations given to us majority shares of the subsidiary have been acquired by the Holding Company on 22nd April, 1996 and the balance was acquired as on 19th August, 2004. However, the cost of control for the purposes of acquisition has not been calculated by the Holding Company on that date. Instead, the holding company has calculated by the Holding Company on that date. Instead the Holding Company has calculated the goodwill arising from such acquisition based on date available as on 1st April, 2013. Hence the actual goodwill arising out of such acquisition has not been calculated on the date of transfer. It is not possible to quantify the impact of such time gap in valuation of profitability and state of affairs of the Company. Impairment, if any, of the goodwill has not been measured and any impact on profitability could not be ascertained.
- (ii) The Accounting Policy of Subsidiary Company differs from that of the Holding company in depreciation accounting as WDV method is followed by the Subsidiary company and Straight Line method is followed by the Holding Company. As required by the para 20 and 21 of the Accounting Standard 21, appropriate adjustment in depreciation due to different accounting policies have not been made while preparing the Consolidated Financial Accounts. The net impact is under charging of depreciation of Rs. 1.92 Lacs respectively.



- (iii) Refer Note 11: Long Term Loans & Advances: The Company is having Non-current security Deposit(SD) Receivables for Rs. 46.30 lacs. Such SDs should be considered as Financial Asset which has been defined under Accounting Standard 30(Financial Instruments: Recognition and Measurement) and are required to be measured at cost less impairment loss. The Company has not carried out any impairment test for such financial instruments. In absence of necessary supporting documents, the recoverable value of such financial instruments cannot be ascertained.
- (iv) Refer to Note: 17: Short term loans & advances, Rs. 212.08 Lacs appearing in Advance for Civil Works for a long period of time includes balances pending adjustment in capital work in progress or capitalisation as the case may be. Pending adjustments, the consequential impact on the assets and profitability is not ascertainable.
- (v) Refer Note 24(a): Provision for Gratuity expenses to the extent of Rs.92.77 lacs as demanded by Life Insurance Corporation vide Letter No. P&GS/352377/402004175 dated 01.06.2020 has been provided in the accounts. However proper disclosure required under AS-15(Revised 2005) has not been made.
- (vi) In credit and finance department, Income Recognition, Asset classification is not maintained borrower wise in the Accounting system. Instead, consolidated journal entries are passed at the yearend based on the register maintained. The standard practice of identifying the existence and the value of security is not periodically reviewed inorder to ascertain the required provision to be made as per RBI norms.
- (vii) The existing system of balance confirmation in respect of deposits, advances, trade receivables and trade payables are not available. As such, possible impact, if any, on profitability could not be ascertained.
- (viii) Refer Note No. 4(a): the Company received an amount in earlier years from the Directorate of Industries, A & N Administration, for providing guarantee against industrial loan in lieu of collateral security. Interest income generated from the said fund after deduction of TDS has been credited to the fund. Thus, the interest income to the extent of TDS of Rs.14,221/- has not been credited to the fund and retained by the company. The same practice was followed in earlier year and no record was maintained for the same.
- (ix) Refer Note 4(b): the balance of other Grants-in-aid(s) received from time to time from A & N Administration amounting to Rs. 135.63 Lacs was unadjusted and appearing in Balance Sheet due to pending post facto approval. The same was reported in the last financial year.



- (x) Physical verification of Fixed Assets excepting Building Block at various units/location was not conducted by the Company and recorded as per assets found in that unit/location. and no variation/deviation has been reported for verification part.
- (xi) An amount of Rs.90,95,907/- is appearing in Suspense Account(Credit) representing amount received from unidentified parties. As a result the Trade Receivables are not reconciled to the extent of Rs.90,95,107/-.
- (xii) An amount of Rs. 71,24,566/- and Rs. 65,65,242/- towards WDV of cold storage/ice plant at Diglipur and Havelock respectively is appearing in the books of accounts. Both this cold storage has stopped operation long time back and no impairment analysis of these assets has been under taken. But the company conducted valuation by Engineer of said Cold Storage/ Ice plant at Diglipur and Swaraj Dweep and as per valuation report no impairment loss found in both the plants.
- (xiii) Refer No. No. 13(b):the company provided loan to Andaman Fisheries Limited, Subsidiary Company, long back and for which 100% provision has been made as bad and doubtful debt in 2002-03. But the said subsidiary company has charged in their Profit and Loss Account as Interest expenses for Rs. 4.88 Crs during the year. However, the company has not booked the Interest accrued as Income due to application of Non Performing Asset.

III. Other Matters

We did not audit the Financial Statements of the Subsidiary Company viz Andaman Fisheries Limited. Total Assets of Rs.29,50,233.82 and total loss of Rs. 4,90,82,833/- of Andaman Fisheries Limited as on 31.03.2021 have been considered in Consolidated Financial Statements. Our opinion on the Consolidated Financial Statements, and our report on other Legal and Regulatory Requirements below, is not modified in this respect.

The financial statements of the Company for the year ended 31st march,2021 were audited by another auditor who expressed an unmodified opinion on those statement on 27.10.2021.

IV. Management's Responsibility for the Standalone Financial Statements



The company's Board of Director is responsible for the matters stated in section 134(5) of the Companies Act 2013 (the "Act") with respect to the preparation of these Consolidated financial statements that gives a true and fair view of the financial position, financial performance and cash flow of the company in accordance with the accounting policies generally accepted in India, including the Accounting Standards prescribed under section 133 of the act read with Rule 7 of Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting record in accordance with the provision of the act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters to going concern basis of accounting unless management either intends to liquidate the company or to cease operation, or has no realistic alternative but to do so. The Board of Directors are responsible for overseeing the Company's consolidated financial reporting process.

V. Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of user taken on the basis of these Consolidated financial statements.

As a part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism thorough out the audit. We also:



- Identify and assess the risks of material mis-statement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks , and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section-143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the entity has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting in preparation of financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to event so conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained upto the date of our auditors' report. However, future event so conditions may cause to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of such entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial information of such entities.

We believe that the audit evidence obtained by sufficient and appropriate to provide a basis of our audit opinion on the financial statements. We communicate with those charged with governance of the Company and such other entities included in the financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

VI. Emphasis of Matter

We draw attention to the following though our opinion is not qualified in respect of these matters:-

GST charged on Telephone Bill has not been claimed as Input Credit which is allowable as per law.



VII. Report on Other Legal and Regulatory Requirements:

As required by Section 143 (3) of the Act, we report that:

- a. We have sought and, except for the possible effects of Qualified Opinion paragraph above maintained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b. Except for the possible effects of the matter described in the paragraph above, in our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. Except for the possible effects of the matter described in the Basis of Qualified Opinion paragraph above, the Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. Except for the possible effects of the matter described in the Basis of Qualified Opinion paragraph above, in our opinion, the aforesaid financial statements comply with the Accounting Standard prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. The matter described in the Basis for Qualified Opinion and Qualified Opinion Paragraph above, in our opinion, may have an adverse effect on the functioning of the company.
- f. Being a Government Company, pursuant to the Notification No. GSR 463 (E) dated 5th June, 2015 issued by the Ministry of Corporate Affairs, Government of India, provisions of sub-section (2) of Section 164 of the Companies Act, 2013 are not applicable to the Company.
- g. The adverse remarks relating to the internal financial control over financial reporting of the company and the operating effectiveness of such control refer to our separate report in Annexure-'A'.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:-
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer to Note 28(i)(a) & (b) and 28(v) to the consolidated financial statements.;



- ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts;
- iii. The Company has no case of transferring any amount to the Investor Education and Protection Fund as per the provision of the Act.

For Roy Ghosh & Associates
(Chartered Accountants)
FRN:320094E



Manojit Ghosh
Partner
M. No. 055022

UDIN: 21055022AAAACN5684

Place: Kolkata,
Date: 26.11.2021



Independent Auditor's Report of even date on the Internal Financial Control of Andaman and Nicobar Islands Integrated Development Corporation Ltd. (Annexure "A")

We have audited the internal financial controls over financial reporting of **Andaman and Nicobar Islands Integrated Development Corporation Ltd.** as of 31st March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial control 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 in its business, including adherence to Company's policies, the safeguarding of its assets, 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We have conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note required that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial control 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Qualified opinion

According to the information and explanations given to us and based on our audit, the following material weakness has been identified in the operating effectiveness of the Company's internal financial controls with reference to standalone financial statements as at March 31, 2021

- (i) *Physical verification of Fixed Assets excepting Building Block at various units/location was not conducted by the Company and recorded as per assets found in that unit/location. and no variation/deviation has been reported for verification part.*
- (ii) *Refer Note 11: Long Term Loans & Advances: The Company is having Non-current security Deposit (SD) Receivables for Rs. 46.30 lacs. Such SDs should be considered as Financial Asset which has been defined under Accounting Standard 30 (Financial Instruments: Recognition And Measurement) and are required to be measured at cost less impairment loss. The Company has not carried out any impairment test for such financial instruments. In absence of necessary supporting documents, the recoverable value of such financial instruments cannot be ascertained.*
- (iii) *An amount of Rs.90,95,907/- is appearing in Suspense Account (Credit) representing amount received from unidentified parties. As a result the Trade Receivables are not reconciled to the extent of Rs.90,95,907/-.*
- (iv) *Internal Audit is not commensurate with the size and nature of the business of the Company. Moreover internal Audit Report for the quarter ended 31st March, 2021 was not available to us.*
- (v) *Company has not claimed the amount of Goods & Service Taxes paid for Rs. 3,86,921/- as Input Credit on telephone charges paid to Telephone Authority during the year. As a result Company has incurred Loss to that extent.*
- (vi) *One employee of the Company has shown shortage of Stock of POL for Rs. 1,80,326/- during the year under audit.*
- (vii) *Company has not capitalised Rs. 2,12,08,175/- out of total advances given to Contractors as per Note-17 and Depreciation has not been provided on above addition resulting in overvaluation of advances and under valuation of fixed assets and over showing of Net profit of the company.*



A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the Company's annual or interim financial statements may not be prevented or detected on a timely basis.

In our opinion, except for the possible effects of the material weakness described in the Basis for Qualified Opinion paragraph above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as of March 31, 2021, 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 ICAI.

Meaning of Internal Controls over Financial Reporting

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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 internal 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 may 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 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.

We have considered the material weakness identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the standalone financial statements of the Company for the year ended March 31, 2021



and the material weakness has affected our opinion on the standalone financial statements of the Company and we have accordingly issued a modified report on the standalone financial statements.

For Roy Ghosh & Associates
(Chartered Accountants)

FRN:320094E



CA Manojit Ghosh
Partner

M. No. 055022

UDIN: 21055022AAAACN5684

Place: Kolkata,
Date: 26.11.2021



ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED
(A Government Undertaking)

BALANCE SHEET AS AT 31st March 2021

(₹ in Lakh)

	Note No.	As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
<u>EQUITY AND LIABILITIES</u>			
<u>Shareholders' fund</u>			
Share capital	2	1,097.01	1,097.01
Reserves & surplus	3	18,138.31	16,906.27
<u>Non-current liabilities</u>			
Other long term liabilities	4	199.40	199.29
Long term provisions	5	1,045.21	951.89
<u>Current Liabilities</u>			
Trade payables	6	3,531.12	2,298.33
Other current liabilities	7	1,741.19	1,677.13
Short term provisions	8	11,291.00	11,150.74
TOTAL		37,043.24	34,280.96
<u>ASSETS</u>			
<u>Non-current Assets</u>			
Fixed assets			
- Tangible	9	1,838.28	1,834.91
- Intangible		4.44	8.11
- Capital work-in-progress		59.67	21.39
Non current investments	10	6.00	6.00
Long term loans & advances	11	257.48	325.32
Deferred tax assets (Net)	12	307.29	276.54
<u>Other Non-current Assets</u>			
Term loan by C&F division	13	45.18	42.23
<u>Current Assets</u>			
Inventories	14	7,818.26	5,348.02
Trade receivables	15	1,135.18	1,077.53
Cash & cash equivalents	16	13,301.44	11,412.07
Short term loans & advances	17	12,215.66	11,351.50
Other current assets	18	54.36	2,577.34
TOTAL		37,043.24	34,280.96

Significant Accounting Policies & Notes on Accounts 1 to 28

The Accounting Policies and Notes referred to above form an integral part of the financial statements.

The figures shown in the notes are ₹ in lakhs.

For M/s Roy Ghosh & Associates
Chartered Accountants
FRN - 320094E

(Manojit Ghosh)
Partner
Membership No. 055022

Place:
Date: 26.11.21



(Chief Financial Officer i/c)

(Company Secretary)

(Director)

(Managing Director)



ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED
(A Government Undertaking)

STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED 31st March 2021

(₹ in Lakh)

	Note No.	As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
Revenue:			
Revenue from operations	19	30,360.64	40,305.26
Other income	20	712.02	845.90
Total Revenue		31,072.66	41,151.17
Expenses:			
Cost of materials consumed	21	793.91	798.12
Purchases of Stock-in-Trade	22	26,452.36	31,477.18
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	23	(2,456.00)	380.43
Employee benefit expenses	24	2,129.32	2,162.96
Finance cost	25	-	-
Depreciation and amortization Exp.	9	152.37	196.85
Operation and other expenses	26	1,359.68	1,524.77
Total Expenses		28,431.64	36,540.81
Profit Before exceptional and extraordinary items and tax		2,641.02	4,610.35
Exceptional items - Provision written back		0.04	61.10
Profit Before extraordinary items and tax		2,641.06	4,671.46
Less: Provision for Current Tax		741.75	1,210.10
Less: Provision for Deferred Tax made			84.26
Add: Provision for Deferred Tax made / written back		30.77	-
Balance available for appropriation		1,930.08	3,377.10
Earning per equity share:- Basic & diluted	27	176	308

Significant Accounting Policies & Notes on Accounts 1 to 28

The Accounting Policies and Notes referred to above form an integral part of the financial statements.

The figures shown in the notes are ₹ in lakhs.

For M/s Roy Ghosh & Associates
Chartered Accountants
FRN - 320094E

(Manojit Ghosh)

Partner

Membership No. 055022

Place:

Date: 26.11.21



(Chief Financial Officer i/c)

(Director)

(Company Secretary)

(Managing Director)



**ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED**
(A Government Undertaking)

(₹ In Lakhs)

CASH FLOW FOR THE PERIOD ENDED 31st March 2021

Particulars	For the year ended 31.03.2021 (₹)	For the year ended 31.03.2020 (₹)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
<u>Net profit before tax and extraordinary items</u>	2,641.02	4,610.35
Adjustments for :		
Depreciation	152.37	196.85
Finance Cost	-	-
Interest on Fixed Deposit	(482.77)	(568.02)
Provision for Bad & Doubtful Debt etc.	31.37	-
Loss on sale of Fixed Assets (Net)	-	-
Bad debts written off	-	-
Provision written back	0.04	61.10
Lease Rent Income	(301.47)	(286.83)
Operating profit before working capital changes	2,040.56	4,013.46
Adjustment for :		
Decrease /(Increase) in Inventories	(2,470.23)	229.25
Decrease /(Increase) in Trade Receivables	(89.02)	152.08
Decrease /(Increase) in Accrued Interest	48.59	44.45
Decrease /(Increase) in Current Loans & Advances	(864.16)	(1,881.29)
Increase/(Decrease) in Other Current Liabilities	64.17	(225.09)
Increase/(Decrease) in Trade Payables	1,232.80	763.57
Decrease/(Increase) in other Current Assets	2,474.39	(2,432.78)
Increase/(Decrease) in Short Term Provisions	(601.49)	100.77
Decrease/(Increase) in Term Loan from C&F Division	(2.95)	3.91
Payment of Tax	-	-
NET CASH FROM OPERATING ACTIVITIES - (A)	1,832.66	768.33
B. CASH FLOW FROM INVESTING ACTIVITIES		
Lease Rent Income	301.47	286.83
Increase/(Decrease) in Long Term Provision	93.32	134.74
Decrease/(Increase) in Long Term Loans & Advances	67.84	26.78
Addition to Fixed Assets (net)	(155.10)	(201.83)
Change in Capital Work-in-Progress	(38.27)	(21.39)
Interest on Fixed Deposit	482.77	568.02
Sale of Fixed Assets after adjustment of Profit / Loss	2.54	3.49
NET CASH FROM INVESTING ACTIVITIES - (B)	754.57	796.64
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Proposed Dividend	(579.02)	(1,013.28)
Tax on Proposed Dividend	(119.02)	(208.28)
Finance Cost	-	-
NET CASH FROM FINANCING ACTIVITIES - (C)	(698.04)	(1,221.56)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	1,889.36	343.40
Cash and Cash Equivalents at the beginning of the year	11,412.07	11,068.17
Cash and Cash Equivalents at the end of the year	13,301.44	11,411.57
	1,889.36	343.40



Notes to the Cash Flow Statements for the period ended 31.03.2021

- 1. The above Cash Flow statement has been prepared under the indirect method set out in AS-3 issued by the Institute of Chartered Accountants of India.
- 2. Figures in brackets indicate cash outgo.
- regrouped and recast wherever necessary
- period classification.
- 4. Cash and Cash Equivalents comprises of :-

	Amount (₹)	Amount (₹)
Cash and cash equivalents	2,831.78	3,462.92
Other Bank balances	10,469.66	7,949.16
TOTAL	13,301.44	11,412.07

- 5. Short term deposit include amount pledged for issuing bank guarantee and / or overdraft are as follows :

Particulars	Guaranteed Amount (₹) in lakh	Value of Deposit (₹) in Lakh
i) Pledge against BG for Air Ticket sales with IATA and TATA SIA Airlines Ltd	18.20	18.20

As on 31st March 2021 utilisation of such overdraft accounts is Nil.

- 6. Short Term deposit with Indian Bank, Port Blair Branch include an amount of ₹ 23.63 Lakh toward "Credit Guarantee Fund" (PY ₹ 22.27 Lakhs).

This is the cash flow statement referred in our report of even date.

For M/s Roy Ghosh & Associates
Chartered Accountants
FRN - 320094E

(Manojit Ghosh)
Partner
Membership No. 055022
Place:
Date: 26-11-21



(Chief Financial Officer i/c)

(Director)

(Company Secretary)

(Managing Director)



NOTE 1:-Summary of significant accounting policies and explanatory information

1. Background and nature of operations:

Andaman & Nicobar Islands Integrated Development Corporation Ltd. ("the Company") is engaged in the business of trading, tourism, industrial financing and production of milk and milk products etc.

2. Basis of Accounting:

The financial statements have been prepared under historical cost convention in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply in all material respects with the mandatory Accounting Standards ("AS") specified under Sec 133 of the Companies Act 2013 ("the Act"), read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) and the relevant provisions of the Act and pronouncements of the Institute of Chartered Accountants of India ('ICAI'). The financial statements have been prepared on accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

All assets and liabilities have been classified as current or non-current as per Company's normal operating cycle and other criteria set out in the Schedule III of the Act. Based on the nature of work, the Company has ascertained its operating cycle as up to twelve months for the purpose of current and non-current classification of assets and liabilities.

3. Use of Estimates:

The preparation of accounts requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and disclosure of contingent liabilities at the date of financial statement, the reported amount of revenues and expenses during the reporting period. Although these estimates are based upon management's best knowledge of current event and actions, actual results could differ from those estimates. Difference between the actual results and estimates are recognized prospectively in the period in which the results are known/ materialized.

4. Fixed Assets:

All fixed assets are stated at cost less accumulated depreciation and impairment loss if any. The cost of an asset comprises its purchase price plus any directly attributable cost of bringing the asset to the present location and working condition for its intended use. Subsequent expenditures, if any, related to an item of fixed assets are added to its book value only if they increase the future benefits from existing asset beyond its previously assessed standard of performance.

5. Intangible Assets:

Intangible Assets comprises Computer Software which are stated at cost and are amortized over a period of 3 years.

6. Depreciation / Amortization:

In respect of fixed assets (other than freehold land and capital work-in-progress) acquired during the year, depreciation / amortization is charged on straight line basis so as to write off the cost of the assets over the useful life as per schedule II of the Companies Act, 2013. Written down value of the assets acquired prior to April 1, 2014 are being depreciated over their remaining useful life as prescribed in Schedule II of the Companies Act, 2013.



In respect of addition to fixed assets, depreciation is provided from the date of addition on pro-rata basis. In respect of fixed assets sold or discarded, depreciation is provided up to the date prior to the date of sale/discard on pro-rata basis. Depreciation on assets whose actual cost doesn't exceeds Rs 5000/- has been provided 100%

7. Impairment of Assets:

In accordance with Accounting Standard 28 the carrying amount of assets is reviewed at each Balance Sheet date. If there is any indication of impairment based on internal and external factor, an impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price or value in use. In assessing value the estimated future cash flows are discounted to its present value at reasonable discounted rate. For the purpose of assessing impairment, assets are grouped at the levels, for identification of cash generating units. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists then the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

8. Expenditure during Construction:

In the case of new industrial units and substantial expansion of existing units, all pre-operating expenditure incurred up to the date of installation is capitalized and added pro-rata to the cost of fixed assets.

9. Investments :

Long term Investments are stated at cost. Provision for diminution in the value of each long term investment is made to recognize a decline, other than that of temporary nature and shown separately.

10. Inventories :

Inventories are valued at lower of historical cost and estimated net realizable value. Historical cost is arrived at by adding purchase cost and any other cost incurred to bring the inventory to its respective location and condition.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

Cost of inventories is computed on a FIFO basis.

11. Revenue Recognition:

Sale of Goods

Sales are recognized when significant risk and rewards of ownership of the goods have passed to the buyer which coincides with the delivery. Sales are generally recorded net of trade discounts excepting the sales in Megapode Resort and Milk & Milk products, which are booked in gross value.

Revenue from Services

Revenue from services rendered is recognized as and when the service is performed and it is reasonable to expect ultimate collection.

Interest & Commission income is recognized on accrual basis.

Dividend from investments is recognized when the right to receive the payment is established.



Selling prices are determined as per formula approved by A&N Administration in respect of Steel & IMFL products. The petroleum products are sold at the selling price fixed by IOC Ltd. In case of Milk, other goods and services the selling prices are determined by the company.

12. Foreign Currency Transactions:

i. Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency prevailing at the date of the transaction or that approximates the actual rate at the date of the transaction.

ii. Conversion

Exchange Differences

Foreign currency assets and liabilities as on the Balance Sheet date are revalued in the accounts on the basis of exchange rates prevailing at the close of the period and exchange loss/gain arising there from, is adjusted to the cost of fixed assets or charged to the Profit & Loss Account, as the case may be.

13. Employee Benefits:

- a) Provident Fund is a defined contribution scheme and contributions during the year are charged to Statement of Profit & Loss.
- b) Deposit Linked Insurance is recognized as contributed to Regional PF Office.
- c) Provision for Leave Encashment is made for value of unutilized leave due to employees at the end of the year on actuarial basis.
- d) Gratuity liability is defined benefit obligations and provided on the basis of actuarial valuation made till Financial year 2015-16 by way of contribution to the Gratuity Fund to a Group Gratuity policy with Life Insurance Corporation of India. From 2016-17, the same has been made on the basis of actual payment made to LIC.
- e) Provision for performance related incentives are made as per the "Performance Related Incentive Scheme" of the Company.
- f) Provision for LTC/AFSP has been provided for all the employees based on their dependent family members, entitlement for their particular grade pay, unutilized LTC benefit due to employees at the end of the year, on actuarial basis.

14. Government Grants and Subsidies:

Grants and subsidies from the government are recognized when there is reasonable assurance that the grant/subsidy will be received and all attaching conditions will be complied with.

When the grant or subsidy relates to an expense item, these are deducted from related expense, which is intended to compensate. Where the grants or subsidy relates to an asset, its value is deducted in arriving at the carrying amount of the related asset.

15. Taxation:

The tax expense comprises of current taxes and deferred taxes. Current tax is the amount of income tax determined to be payable in respect of taxable income for a period as per the provisions of the Income Tax Act, 1961 ("IT Act"). The Company accounts for tax credit in respect of Minimum Alternate Tax ("MAT") in situations where the MAT payable is higher than tax payable under normal provisions of the IT Act. The credit so



availed is adjusted in future years when the tax under provisions is higher than MAT payable to the extent of the difference.

Deferred tax is recognized, subject to consideration of prudence, in respect of deferred tax asset(s) on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period and is measured using tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax asset(s) are reviewed at each Balance Sheet date to re-assess realization, considering the reasonable virtual certainty of each such realization.

16. Sales Tax / Value Added Tax:

Sales Tax, Value Added Tax paid is charged to Statement of Profit and Loss.

17. Prior-period Adjustments:

Any error or omission in disclosing income & expenditure pertaining to prior period are ratified/adjusted in the current year and the net effect has been disclosed separately in the Statement of Profit & Loss.

18. Provisions, Contingent Liabilities and Contingent Assets:

A provision is recognized when there is a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which reliable estimate can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood on outflow of resources is remote, no provision or disclosure is made. Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs. Provision for Bad and doubtful debts have been made in accounts for receivable laying more than three years.

19. Dividend and Tax Thereon:

Annual dividend proposed by directors is provided in accounts, subject to the approval of members at the Annual General Meeting. Provision for Dividend Distribution Tax is made separately.

20. Earnings per Share:

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

21. Cash Flow Statement:

Cash flows are reported using indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, financing and investing activities of the company are segregated. Cash and cash



equivalents in the balance sheet comprise cash at bank, cash / cheque(s) in hand and short-term deposit to be matured in less than 12 months period.

22. Segment Reporting Policies as per AS - 17

(i) Identification of Segments:

Primary Segment

Business Segment:

The company's operating businesses are organized and managed separately according to the nature of products, with each segment representing a strategic business unit that offers different products and services in different markets.

Secondary segment

Geographical segment:

The company does not have Geographical segment.

(ii) Allocation of common Costs:

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total sales of the Company.

(iii) Unallocated Items:

The corporate and other segment include general corporate income and expense items, which are not allocated to any business segment.

23. Previous Year Figures:

Figures of the previous year has been re-grouped and re-arranged wherever necessary to make them comparable with current year figures.

24. Rounding Off:

Figures in Rupees given in the financial statements are rounded off to nearest rupees thousand. Quantitative figures are rounded to the nearest unit wherever required.



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NOTES TO FINANCIAL STATEMENT FOR THE PERIOD ENDED 31st March 2021

	As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE : 2		
<u>Share Capital</u>		
<u>Authorised</u>		
50,00,000 Equity shares of ₹100/- each	5,000.00	5,000.00
<u>Issued, Subscribed and Paid up</u>		
10,97,006 (Previous year 10,97,006)		
Equity Shares of ₹ 100 each, (of which		
17,546 shares issued other than cash)		
	1,097.01	1,097.01
TOTAL	1,097.01	1,097.01

Note 2(a) Reconciliation of the number of equity shares and amount outstanding at the beginning and at the end of the reporting period:

Balance at the commencement of the year	1,097.01	1,097.01
Shares issued during the year	-	-
Shares brought back during the year	-	-
Balance at the end of the year	1,097.01	1,097.01

Note 2(b) Details of Shareholders holding shares more than 5% share in the company.

Sl No.	Name of the Shareholder	% of holding	No of equity shares
1	The President of India	85	9,33,348
2	The Lt. Governor, A&N Islands	15	1,63,656

Details of Shareholders for previous year remain same.

Note 2(c) Board vide it's agenda No.23.09 held on 22.01.1993 issued 17,546 equity shares of ₹100/- each , in favour of Lt. Governor

A&N Islands, in lieu of milk powder amounting to ₹17,54,664 received in kind from Animal Husbandry Department of A&N Administration.

NOTE : 3 **Reserves & Surplus**

a) General reserves :

At the commencement of the year	16,906.25	14,750.74
Add: Transfer from surplus	1,232.04	2,155.51
At the end of the year	18,138.29	16,906.25

b) Surplus in statement of profit and loss:

At the commencement of the year	0.02	0.01
Add: Profit for the year	1,930.08	3,377.08
<u>Less: Appropriations:</u>		
Proposed Dividend (@ 30% of Distributable profit) ref. to Note 28(iv)	579.02	1,013.28
Tax on dividend	119.02	208.28
Transfer to general reserve	1,232.04	2,155.51
At the end of the year	0.01	0.02
	18,138.31	16,906.27



		As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE : 4	<u>Other long term liabilities</u>		
<u>Credit guarantee fund:</u>	4(a)		
Opening balance		23.64	
Addition during the year		1.28	
Total fund		24.92	
Less: Utilised during the year		-	24.92
<u>Grant-in-Aid from A & N Admn.</u>	4(b)	175.65	23.64
Add: Received during the year		-	
Less: Utilised during the year		1.17	175.65
TOTAL		199.40	199.29

Note 4(a): Credit Guarantee Fund: The Company received an amount in earlier years from the Directorate of Industries, A&N Administration, for providing guarantee against industrial loans in lieu of collateral security, opening balance of which is ₹ 23.64 lakh. Interest income generated from the said fund after deduction of TDS has been credited to the fund and any amount utilised as per the terms of the scheme has been deducted from such fund. The liability guaranteed against such fund as on 31/03/2021 is ₹ 39.00 lakh.

Note 4(b): The unadjusted balance due to pending of post facto approval of competent authority (₹135.63 Lakhs), the Grant in aid received (₹190 Lakhs) in FY 2016-17 which has already approval of competent authority are as under:-

Year	Particulars	Purpose	Amount (in lakh)
1994-95	Order no 467 dt 21.03.1995 received from Accounts Officer IP&T	Towards tourism development of A&N Islands	₹ 65.63/-
1995-96	Order no 837 dt 29.03.1996 received from Accounts Officer IP&T	Towards tourism development of A&N Islands	₹ 70.00/-
2016-17	Order No, Nil dated Nil received from Directorate of AH	For expansion of milk collection	₹38.85/-
Total Grant-in-Aid from A & N Admn.			₹174.48/-

NOTE : 5	<u>Long term provisions</u>		
Provision for leave encashment		893.66	842.35
Provision for Gratuity		90.88	97.65
Provision for LTC/AFSP		60.58	11.77
Provision against standard assets		0.09	0.12
TOTAL		1,045.21	951.89

		As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE : 6	<u>Trade payable</u>		
Trade payable			
i) Outstanding dues to Micro, Small and Medium enterprises (6a)		-	-
ii) Other trade payables		3,531.12	2,298.33
TOTAL		3,531.12	2,298.33

Note 6(a): The Company identify the Micro, Small and Medium enterprises under the Micro, Small and Medium Enterprises Development Act 2006. On the basis of information available with the company and confirmation received, as at the year end an amount of ₹. Nil. (previous year : ₹. Nil/-) is due with such enterprises.



		As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE : 7	<u>Other current liabilities</u>		
Received in advance			
Other payables			
Deposit payable to :			
Others	128.99	128.99	29.35
Advance from customers		23.99	18.72
Liquor license fees payable to DC	20.05		
Outstanding liabilities for expenses	190.54		
EMD/Security deposits from suppliers	53.06		
Interest on buy back of AFL shares	5.39		
TDS payable	29.14		
Interest free composite loan recovery	7 (a) 2.61		
Tiny Loan Scheme	-		
Others	42.99	343.78	331.43
Deposit payable to Director of Fisheries	7 (b) 10.00	10.00	10.00
Advance from sundry debtors		1,234.44	1,279.09
Duties & taxes		-	8.55
TOTAL		1,741.19	1,677.13

Note 7(a) : The Company has been implementing "Interest Free Composite Loan Scheme" of the Director of Industries, A&N Administration. Amount recovered from borrower during the financial year under this scheme need to be refunded to Director of Industries, A&N Administration.

Note 7(b) The Company has received fund from Director of Fisheries during the period 1989-90 to 1996-97 of which ₹ 10 lakh remain un-utilized. The above amount is presently lying in the current account maintained with SBI- Port Blair.

NOTES : 8	<u>Short term provisions</u>		
Provision for performance related scheme		67.30	165.01
Provision for leave encashment		38.93	16.19
Provision for LTC/AFSP	8(a)	21.24	25.45
Provision for GST on Liquidity Damage		-	-
Others			
Provision for Income tax :			
- for AY 2008-09	341.61		
- for AY 2009-10	359.40		
- for AY 2010-11	315.95		
- for AY 2011-12	376.38		
- for AY 2013-14	563.59		
- for AY 2014-15	726.28		
- for AY 2015-16	705.60		
- for AY 2016-17	1140.51		
- for AY 2017-18	1477.61		
- for AY 2018-19	921.21		
- for AY 2019-20	1584.30		
- for AY 2020-21	1210.10		
- for AY 2021-22	741.75	10,464.28	9,722.53
Proposed dividend (30% of distributable profit)	28(iv)	579.02	1,013.28
Provision for DDT current year		119.02	208.28
Provision for Loss of Stock		1.20	-
TOTAL		11,291.00	11,150.75

Note 8 (a) : LTC/AFSP provision has been made as per actuarial valuation as specified in AS-15 issued by the Institute of Chartered Accountants of India.

Note 8 (b) : TDS as per books of accounts is considered for calculation of Income Tax Provision i.e. 71.93 lakh.



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NOTE 9

SL No.	Particulars of the Assets	Gross Block				Depreciation				Net Block	
		Original Cost as on 1.4.2020	Addition during the year	Adjustment during the year	as at 31.03.2021	Accumulated Depreciation as on 1.4.2020	Provided	Adjusted/ Transfer	Total as at 31.03.2021	As at 31.03.2021	As at 31.03.2020
A.	TANGIBLE ASSETS	1	2	4	5	6	7	8	9	10	11
1	LAND	61.48			61.48	-			-	61.48	61.48
2	BUILDING	1,727.15	76.92	1.74	1,802.34	456.53	71.64		528.17	1,274.17	1,270.62
3	POL TANK AT KATCHAL, KAMORTA, TERESSA	0.00			0.00	-			-	0.00	0.00
4	PLANT & MACHINERY	657.64	10.53		668.18	333.17	39.12		372.29	295.89	324.47
5	SHIPS & VESSELS	0.00			0.00	-			-	0.00	0.00
6	FURNITURE & FIXTURE	202.06	14.50		216.56	150.17	10.65		160.82	55.74	51.89
7	VEHICLE	773.46	37.30	0.74	810.02	704.07	13.41		717.49	92.54	69.39
8	OFFICE EQUIPMENT	16.66	1.88	0.06	18.48	15.08	0.54		15.62	2.86	1.59
9	ELECTRICAL INSTALLATION AND EQUIPMENT	114.92	9.57		124.50	83.34	6.34		89.69	34.81	31.58
10	COMPUTER	159.53	4.40		163.93	136.13	7.00		143.13	20.80	23.40
11	CROCKERY	19.92			19.92	19.92			19.92	-	-
12	LINEN	21.25			21.25	21.25			21.25	0.00	0.07
	TOTAL TANGIBLE ASSETS	3,755.08	155.10	2.54	3,906.65	1,919.67	148.70	-	2,068.36	1,838.28	1,834.41
B.	INTANGIBLE ASSETS										
	SOFTWARE	38.67		-	38.67	30.56	3.67	-	34.23	4.44	8.11
					-					-	
C.	CAPITAL-WORK IN PROGRESS	21.39	38.27	-	59.67		-	-		59.67	21.39
	TOTAL ASSETS (A+B+C)	3,815.15	193.37	2.54	4,004.99	1,950.23	152.37	-	2,102.59	1,902.39	1,863.92
	PREVIOUS YEAR	3,594.42	223.22	3.49	3,814.15	1,753.38	196.85	-	1,950.23	1,863.92	1,841.04

Note 9(i) : The Company took over the Milk Plant from Animal Husbandry Department of A&N Administration along with buildings, plant & machineries and other assets of milk production unit, at free of cost in the year 1991-92. These fixed assets are not included in the block of fixed assets shown in accounts. Further assets purchased out of Grant in aid during the year for "setting up of milk supply chain from Diglipur to Port Blair" via order no. 2135 dt. 29/10/2012 of Directorate of animal husbandry, A&N Administration is shown at nominal value of ₹1 each as per AS-12 issued by The Institute of Chartered Accountants of India.

Note 9(ii) : The corporation has constructed petrol pump at Katchal, Kamorta and Teressa for an amount of ₹ 552.10 lakh. The cost of such asset is recoverable from Indian Oil Corporation Ltd. under factoring of capital cost over a period of 10 years starting from 01.04.2014. Hence the entire assets has been shown at a nominal value of ₹1 each and remaining amount is shown as receivable from IOC Ltd under the head "Long Term loans & advances" ₹. 326.28 lakh (ref. to Note 11) and "Current Loans & Advances", ₹. 68 lakh/- (ref. to Note 17). No depreciation has been charged on the said assets.

Note 9(iii) : Value of land comprises three lands amounting ₹ 9.16 lakh, which is leased-out for 60yrs period to develop tourism projects. Detail of such lease is given in note 17(a).

Note 9(iv) : Physical verification of assets is being carried out by the officials of the company twice a year.

Note 9(v) : The corporation has 54.03 ha. of land, out of which 5.93 ha. of land shown at Nil value.

Note 9(vi) : The company has taken over some Assets on lease rent basis from the Andaman & Nicobar Administration with following terms:

a) Hornbill Nest : lease rent ₹ 0.20 lakh p.m alongwith profit sharing 20% after tax. The lease is valid upto 07/09/2029

b) Water sport Equipments : Profit sharing 20% after tax. The lease is valid upto 31/05/2031

c) Dolphin Resorts : lease rent of ₹ 2.25 lakh p.m alongwith profit sharing 30%. after tax. The lease is valid upto 2024.

Lease rent paid in advance and share of profit are paid on completion of accounts for the year.



NOTE 10 : Non current investment

(valued at cost unless stated otherwise)

Investments in equity instrument (unquoted) fully paid-up

	As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
(i) In Andaman Fisheries Ltd. (a subsidiary company) 9,67,000 Equity Shares @ ₹10 each, (33000 equity shares@ ₹10/ each pending transfer)	69.65	
Less : Provision for loss on investment in AFL	69.65	-
(ii) In Lakshadweep Shilpi Aquaculture Ltd. 4,00,000 equity shares of ₹10 each fully paid at cost	40.00	
Less : Provision for loss on Lakshadweep Shilpi Aquaculture Ltd.	40.00	-
(iii) WEBCON Consulting (India) Ltd. 30,000 Equity Share @ ₹10 each along with premium of ₹.10 per share, carried at cost.	6.00	6.00
TOTAL	6.00	6.00

Note 10 (i) : The Company holds 10,00,000 equity shares of M/s Andaman Fisheries Ltd @ ₹ 10/- each fully paid-up, out of which 33,000 equity shares of ₹ 10/- each acquired from MPEDA has been disputed and pending transfer. MPEDA has claimed interest @ 15% on pending transfer under Equity Participation Scheme, which is disputed by the company. However the company, in it's 13th Board meeting agreed to pay simple interest applicable for term loan of any financial institution, after deducting any dividend received by MPEDA from such investment. The amount of such interest is ₹ 5.39 lakh (Gross amount ₹ 8.69 lakh) as on 10th June'01 for which a provision has been made in the earlier period. Further the M/s Andaman Fisheries Ltd. is a loss making company and has negative Net Worth, hence 100% provision has been made and disclosed in Note 5.

Note 10(ii) : The Company has invested ₹ 40 lakh in the Equity Shares (unquoted) of Lakshadweep Shilpi Aquaculture Ltd. by subscribing to 4,00,000 numbers of fully paid Equity Shares of ₹ 10/- each during 1992. The said company has not been able to commence its production since it's formation in 1992 and is highly indebted to Financial Institutions, no income has been received so far on such investments. Hence 100% provision has already been made in the earlier years on such investment and disclosed in Note 5.

NOTE 11: Long term loans & advances*Secured, considered good*

Computer advance to employees	2.28	3.18
Conveyance advance to employees	0.17	0.24
House building advance to employees	3.97	5.18

Unsecured, considered good

Security deposit	46.30	43.30
Other advance to Govt agency		
Indian Oil Corporation (capital factoring)	11 (a) 204.74	273.42

Unsecured, considered doubtful

Staff Advance	1.31	
Less: Provision	1.31	-
Deposit receivable (Unsecured, considered doubtful)	0.62	
Less: Provision	0.62	-

TOTAL**257.48 325.32**

Note 11(a) : Refer Note 9(ii) & 17 (i)

NOTE 12: Deferred tax assets (Net)

a. Deferred tax liabilities	-	-
Depreciation and amortisation	9.56	9.35
Provision for doubtful debts and advances	437.65	400.21
Total	447.20	409.56
b. Deferred tax assets		
Depreciation and amortisation	139.91	133.02
Provision for doubtful debts and advances	-	-
Total	139.91	133.02
Net deferred tax liabilities/(Assets)	307.29	276.54

Deferred tax has been calculated as per the Accounting Standard 22 issued by the Institute of Chartered Accountants of India.



		As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE 13: Term loan by C&F division (secured)			
(a) Term loan (considered good)	38.42		
Term loan (considered doubtful)	13.56		
Less: Provision for sub standard assets	6.80	45.18	42.18
(b) Loan to related party			
Loan to AFL (considered doubtful)	132.00		
Less: Provision made	132.00	-	-
TOTAL		45.18	42.18

Note 13(a) The Companies "Credit & Finance" division has provided Term Loan from Corporations' available surplus fund called "General Scheme" and it has carried forward gross opening balance ₹ 177.59 lakh. Total sum of ₹ 16.21 lakh (Previous year ₹22.84) was sanctioned towards loan under above scheme during the year. However the company recovered ₹ 17.80 lakh, (Previous year ₹ 51.18 lakh) including interest. A provision was made on standard assets during the year amounting to ₹ 0.04 Lakh (Previous year Provision made ₹ 0.31 Lakh) and provision written back on sub-standard assets during the year is ₹ 2.80 Lakh, (previous year provision written back was ₹ 6.49 Lakh).

Note 13(b) : Term loan sanctioned to Andaman Fisheries Ltd, a subsidiary of the Corporation, in the earlier years, amounting to `132 Lakh /-, has been shown as loan to "Related Party" in books of account. The company treated the said term loan up to 2002-03, as bad debt and made provision for entire amount. Since then, no interest is being calculated and provided. However subsidiary company M/s AFL has charges interest of ₹.4.88 crore (Previous year ₹4.25 crore) in their books of accounts.

NOTE 14 : Inventories

Raw material

Raw milk	141.82		
Stock of provisions at hotel	183.19	325.01	312.15

Finished goods

Constituted milk	1.66		
Paneer	0.30		
Curd	0.58		
Khuva	-		
Skimmed Milk	-		
Butter milk	-		
Cow milk	6.19		
Sweet lassie	-	8.73	4.65
Stock in trade			
Petroleum products	392.79		
Add: Goods-in-transit	118.33		
Steel	271.33		
Add: Goods-in-transit			
IMFL products	5,121.64		
Add: Goods-in-transit	1,540.88		
Souvenir, maps & biometric device	0.46	7,445.43	4,993.50
Stores & spares - Milk plant		39.60	37.72
TOTAL		7,818.26	5,348.02

Note: Inventories valued at lower of historical cost or estimated net realizable value.

NOTE 15 : Trade receivables (unsecured)

Considered good			
(i) Over six months from due date of payment	403.83		
(ii) Below six months from due date of payment	731.35	1,135.18	1,077.53
Doubtful			
(i) Over six months from due date of payment	114.46		
(ii) Below six months from due date of payment	-		
Less: Provision for Bad and Doubtful debts	114.46	-	-
TOTAL		1,135.18	1,077.53



	As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE 16 : Cash and cash equivalents		
<u>Balances with scheduled banks</u>		
(a) Current accounts		
Indian Bank, Port Blair	398.14	290.18
Indian Bank, Chennai	3.30	5.79
State Bank of India, Port Blair	494.45	783.37
HDFC Bank Port Blair	238.25	278.44
Canara Bank, Secretariat	273.62	140.92
Canara Bank, Shaheed Dweep POL	64.26	68.75
Canara Bank, Campbell Bay	0.63	96.76
State Bank of India, Hut bay	16.58	6.31
State Bank of India, Rangat	0.78	0.07
State Bank of India, Mayabunder	0.10	5.96
State Bank of India, Diglipur	70.17	3.00
State Bank of India, Billiground	-	-
State Bank of India, Bambooflat	-	-
State Bank of India, Swaraj Dweep	135.71	17.61
State Bank of India, RK Pur, L/Andaman	0.04	0.04
State Bank of India, Kamorta	1.58	135.71
State Bank of India (IMFL J/Ghat)	0.56	0.55
State Bank of India, IMFL MOHANPURA	2.81	2.72
State Bank of India, (Haddo)	13.33	3.22
State Bank of India, (Delanipur)	2.86	1.04
State Bank of India, (IMFL SELF SERVICE)	30.56	9.78
ICICI Bank	241.01	172.37
Axis Bank	761.41	1,374.94
	2,750.16	3,397.51
<u>Balances with non-scheduled banks</u>		
Current accounts		
A&N State Co-Operative Bank Ltd. Andaman	49.46	26.86
	49.46	26.86
<u>Cheque in hand</u>		
<u>Cash in hand</u>		
At Head office	3.93	8.75
Postal stamps in hand	0.02	0.01
D.D. in transit	-	-
Cash at shops	28.22	29.79
	32.16	38.55
	2,831.78	3,462.92
(b) Other Bank balances		
with upto 12 months maturity		
Syndicate Bank, Port Blair	-	-
Allahabad Bank	190.00	2,130.00
Canara Bank	3,741.00	200.00
Indian Bank, Port Blair	866.46	1,377.99
Union Bank of India	2,344.00	1,115.00
Punjab National Bank	190.00	2,201.88
Vijaya Bank Ltd.	-	-
State Bank of India, Port Blair	131.95	701.95
Bank of India	995.00	-
ICICI Bank	837.50	-
Axis Bank	1,000.00	-
Add: Interest accrue thereon	173.74	222.33
	10,469.66	7,949.16
Total cash and cash equivalents	13,301.44	11,412.07

Note 16(a) : Short term deposit include amount pledged for issuing bank guarantee and/or overdraft as follows:

Particulars	Guaranteed Amount (₹)	Value of Deposit (₹)
1) i) Pledge against BG for Air Ticket sales with IATA and TATA Sia Airlines Ltd	18.20	18.20

As on 31st March 2021 utilisation of such overdraft accounts is Nil.

Note 16(b) Short Term deposit with Indian Bank, Port Blair Branch include an amount of ₹ 23.63 Lakh toward "Credit Guarantee Fund" (PY ₹ 22.27 Lakhs)



		As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE 17: Short term loans & advances			
Secured, considered good			
House building advance to employees		1.31	1.31
Computer advance to employees		1.35	1.09
Conveyance advance to employees		0.00	0.04
Unsecured, considered good			
Advance for civil work		449.46	212.08
Claim receivable from IOC		59.82	90.39
Other advances to employees		8.26	8.93
Niti Aayog Project		183.75	151.92
Indian Oil Corporation (capital factoring)	17 (i)	75.12	68.00
Pre-paid expenses		2.74	6.92
Input IGST		51.34	24.95
Input CGST/UTGST		57.93	59.08
Advance payment of Income Tax (including TDS)			
- for AY 2008-09	341.61		
- for AY 2009-10	385.73		
- for AY 2010-11	414.26		
- for AY 2011-12	470.82		
- for AY 2012-13	10.03		
- for AY 2013-14	591.39		
- for AY 2014-15	777.53		
- for AY 2015-16	727.38		
- for AY 2016-17	954.72		
- for AY 2017-18	1,506.86		
- for AY 2018-19	1,114.71		
- for AY 2019-20	1,506.58		
- for AY 2020-21	1,289.54		
- for AY 2021-22	635.54	10,726.70	10,088.91
Advance payment of dividend tax	83.98		
Add: During the year	0.00	83.98	83.98
Deposit /advances with Govt. and others		1.65	1.65
Advance to suppliers and contractors		512.21	550.49
Other Advances		0.05	1.77
Unsecured, considered doubtful (Unsecured, considered good unless otherwise stated.)			
Cash shortage to be recovered	10.18		
Less: Provision	10.18	0.00	0.00
Other Advances	4.34		
Less: Provision for dad debt	4.34	0.00	0.00
Deposit /advances with Govt. and others	11.55		
Less: Provision	11.55	0.00	0.00
Advance to suppliers and contractors	4.86		
Less: Provision for loss of advances	4.86	0.00	0.00
Lease Rent receivable [note 17a]	107.99	0.00	0.00
Less: Provision for lease rent	107.99	0.00	0.00
Provident fund deposit [note 17b]	43.90		
Less: Provision	43.90	0.00	0.00
Loans and advances of related parties [note 17c]			
Unsecured loan to AFL	33.00		
Add: Interest accrued up to 2002-03	8.23		
Less: Provision	41.23	0.00	0.00
Receivable from AFL	15.74		
Less: Provision	15.74	0.00	0.00
Interest free unsecured loan to AFL	165.00		
Less Recovered during the year	0.00		
Less: Provision	165.00	0.00	0.00
TOTAL		12,215.66	11,351.50

Note 17 (a) : The Company had leased out 03 (three) commercial land for tourism projects. The land at Swaraj Dweep has been leased out to The Indian Hotels Comp Ltd, for 60yrs from 7th Dec'09 at an annual lease rent of ₹2.25 Cr p.a. The other two lands at Long Island and Shaheed Dweep were leased out to M/s. Long Island Nature Hotel & Resort (P) Ltd and M/s. Soma Andaman Resort P Ltd., but were terminated due to default.

Note 17 (b) Under an order passed by the Assistant Provident Fund Commissioner, Port Blair, under section 7A of the Employees Provident Fund and Misc. Provision Act, 1952, a sum of ₹21.30 lakh for the period from 2001-2004 was attached and taken away by the said Commissioner. The Company has moved to the Hon'ble High Court, Port Blair for recovery of such amount and Hon'ble High Court in its order dated 4th Feb 2013, has directed EPF authority to re-assess the amount. In another order passed by the Assistant Provident Fund Commissioner, Port Blair, under section 7Q & 14B of the Employees Provident Fund and Misc. Provision Act, 1952, a sum of ₹22.60 lakh for the period from 2005-2009 was attached and taken away by the said Commissioner. The company has filed a petition with EPF Appellate tribunal, New Delhi.

Note 17(c): Interest free unsecured loan sanctioned in earlier period to Andaman Fisheries Ltd, which is a 100% subsidiary of the Corporation, opening balance of such loan was ₹165 lakh. 100% provision has been made on such amount.

NOTE 18: Other Current Assets

(i) Advance to supplier (unsecured, considered good)	54.36	2,577.34
<u>Unsecured, considered doubtful</u>		
(ii) Due from Income Tax authority AY 07-08	1.54	
Less: Provision	1.54	
TOTAL	54.36	2,577.34



Note 19 : Revenue from operations

Particulars	Gross Sale			
	As at 31.03.2021 (₹)	%	As at 31.03.2020 (₹)	%
Sale of Products (A)				
i) Manufactured goods				
Dairy milk	882.34		893.00	
Curd	130.13		167.70	
Other milk products	20.07		22.94	
	1,032.54	0.03	1,083.64	0.03
ii) Traded goods				
IMFL	17,419.06		22,512.03	
POL	10,285.57		13,309.97	
Iron and Steel	790.09		1,337.62	
Vegetable				
Others				
	28,494.72	0.94	37,159.61	0.92
Sub-total (A)	29,527.26		38,243.26	
Sale of Services (B)				
Tourism	383.02		1,564.19	
<i>Others</i>				
Commission of air ticketing	2.70		10.24	
Interest on term loan	4.77		5.00	
Lease rent of Industrial Estate	0.24			
Lease rent of Land	247.50		247.50	
Lease rent of Quarry	3.57		3.33	
Lease rent for Water Sports	50.40		36.00	
Ice Plant/ Cold storage	15.78		18.18	
Hire charges/car rental	32.77		67.38	
Other Income	92.63		110.19	
Sub-total (B)	833.38	0.03	2,062.01	0.05
Grand Total D = (A+B)	30,360.64	1.00	40,305.26	1.00

Note (a) : Details required to be given under broad heads for purchase of traded goods and sales /services should be determined based on the nature of each business and other facts and circumstances. Normally 10% of total value of purchase of traded goods and sales/service are respectively, considered as an acceptable threshold for determination of broad heads. Any other threshold can also be considered taking into account the concept of materiality and presentation of true and fair view of the financial statements.

Note (b) : The sale of Ice Plant/ Cold storage include sale of Ice block only.



		As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
Note 20 : Other income			
<i>i) Interest income:</i>			
Interest on fixed deposits		482.77	568.02
Interest on capital investment (IOC)		26.00	31.83
Interest on loan to employees		0.28	0.32
<i>ii) Dividend income:</i>			
Lease rent interest & penalty	20(a)	-	0.04
<i>iii) Others:</i>			
Rent of Travel Desk		1.77	11.01
Cash discount		72.40	71.14
Profit on sales of Assets		(1.56)	3.16
Discount received		0.01	0.59
Shortage/other recovery :			
IMFL, Iron Steel & POL	102.13		
Liquidity Damage	16.38		
Transportation charges	4.52		
Staff meal	5.97	129.00	157.39
Cancellation charges		1.36	2.41
TOTAL		712.02	845.90

Note (a) : The corporation has received arbitration award in favour of the corporation in the matter of Ocean Blue Boating (Pvt.) Ltd. On 21 June 2018 as per the award the corporation is yet to receive ₹ 51.33 lakh towards lease rental including penal interest.

Note 21 : Cost of materials consumed

Raw milk & Whole Milk Powder	763.35	753.02
Provisions for Catering Division	30.55	45.10
TOTAL	793.91	798.12

Note 22 : Purchases of Stock-in-Trade

IMFL	3,442.04	4,430.47
Add: Goods-in-transit	1,540.88	629.45
Petroleum products	9,569.53	12,820.79
Add: Goods-in-transit	118.33	70.95
Steel	681.27	1,181.35
Add: Goods-in-transit		
Add: Procurement cost		
Carriage inwards	680.40	911.22
License fees	182.41	194.88
Duty on import permit fees / excise duty	10,237.50	11,238.06
TOTAL	26,452.36	31,477.18

Note 23: Changes in inventories of finished goods, work-in-progress and Stock-in-Trade

<i>Inventories (at close)</i>			
Finished goods	8.73		
Stock in trade	7,445.43	7,454.16	4,998.16
<i>Inventories (at commencement)</i>			
Finished goods	4.65		
Stock in trade	4,993.50	4,998.16	5,378.59
TOTAL		(2,456.00)	380.43



As at
31.03.2021 (₹) As at
31.03.2020 (₹)

Note 24: Employee benefit expenses

Salary		1,663.30	1,615.21
Contribution to P.F., Pension Fund &		148.53	145.20
Gratuity	24(a)	91.67	71.44
Performance related incentive		69.00	165.00
Training expenditure		-	0.88
Staff Welfare		0.35	0.48
Rent of employees accommodation		3.00	2.90
LTC provision	24(b)	63.73	1.72
Provision for leave encashment	24(c)	89.75	160.13
TOTAL		2,129.32	2,162.96

Note 24(a) : Gratuity

Actuarial Assumptions

Particulars	2020-21	2019-20
Rate of discount	7.25% P.A.	7.50% P.A.
Inflation Rate	6.25% P.A.	6.00% P.A.
Mortality	IALM (2006-08)	IALM (2006-08)
Actuarial Liability	₹ 92.77 Lakh	₹ 84.10 Lakh

Note 24(b) : Leave Travel Concession Liability as per AS-15

Leave Travel Concession liability

Particulars	2020-21	2019-20
Number of employees	249	252

Actuarial Assumptions

Rate of discount	6.70% P.A.	7.55% P.A.
Inflation Rate	6.00% P.A.	6.00% P.A.
Mortality	IALM (2006-08) Ultimate	IALM (2006-08) Ultimate
Actuarial Liability	₹ 81.82 lakh	₹ 37.22 lakh

Actuarial valuation of LTC has been done by the company and provision has been made based on such actuarial valuation. The accumulated provision at the beginning of the year was ₹ 37.22 lakh Against the said provision amount of ₹ 19.13 lakh has been utilised during the year and provision made during the year is an amount of ₹ 63.73 Lakh and closing figure at the end of the year is ₹ 81.82 lakh as per valuation report.

Note 24(c) : Leave encashment benefit

Leave encashment liability

Particulars	2020-21	2019-20
Number of employees	252	252
Total monthly salary	₹ 97.13 Lakh	₹ 95.86 Lakh
Total encashable leave	49812.5	46173
Normal retirement age	60 years	60 years

Actuarial Assumptions

Discounting rate	6.7% P.A.	6.7% P.A.
Rate of increase in Salary	10.00% P.A.	10.00% P.A.
Withdrawal rate	2.00% P.A.	2.00% P.A.
Mortality	IALM 2006-08 ultimate	IALM 2006-08 ultimate
Actuarial discounted value of leave	₹ 932.59 lakhs	₹ 858.54 lakhs

Actuarial valuation done by the company and provision has been made based on such actuarial valuation. The accumulated provision at the beginning of the year was ₹858.54/- lakhs , Against the said provision amount of ₹ 15.70 (PY Nil) has been utilised during the year and provision made during the year is an amount of ₹ 89.75/- lakhs and closing figure at the end of the year is ₹ 858.54/- lakhs as per valuation report.



Note 25: Finance Cost

Interest on overdraft

TOTAL**Note 26 Operation and other expenses****Note: 26(A) Operation, selling & distribution expenses**Consumption of Stores & SparesPower & Fuel

Electricity

Fuel charges

Rent

Office rent

Rent

Repair & Maintenance

Repair & maintenance of computer

Repairs & maintenance of vehicles

Repairs & maintenance of buildings

Repairs & maintenance of furniture

Repairs & maintenance of machinery

Insurance

Rates & Taxes

Water charges

Stores handling expenses

Trade discount on room tariff

Sanitation

Horticulture expenses

Wharfage expenses

Vehicle hire charges tourism

Crockery's hire charges

Uniform & liveries

Package tour expenses

Outsourcing manpower

Business promotion / hospitality

Bank charges

Watch and ward

CSR expenses

Hindi week expenses

Registration / Membership fee

Miscellaneous

Refreshment expenditure

TOTALAs at
31.03.2021 (₹)As at
31.03.2020 (₹)

	-	-
	-	-
	100.35	272.85
	72.47	128.63
	64.31	80.60
	1.40	1.31
	82.01	129.66
	24.30	36.29
	6.35	8.38
	89.49	81.80
	0.66	0.94
	48.12	51.51
	13.33	9.65
	37.93	12.27
	6.58	56.28
	8.07	14.84
	7.07	108.71
	29.90	25.25
	7.03	11.92
	0.19	0.12
	50.29	21.28
	0.13	0.41
	-	1.78
	-	15.56
	344.82	309.01
	1.80	5.02
	11.19	18.13
	71.54	36.11
	118.95	7.59
	0.06	0.10
	1.10	0.50
	1.70	1.26
	2.65	3.19
	1,203.78	1,450.94

ParticularsAs at
31.03.2021 (₹)As at
31.03.2020 (₹)**Note: 26(B) Administrative expenses**

Director sitting fees

Board meeting expenses

Printing & stationary

Postage & telegram

Telephone/telex/fax

Books & periodicals

Tenders publishing expenditure

Legal expenses

Professional charges

Travelling expenses

	1.10	1.60
	-	0.01
	16.99	18.12
	0.74	0.91
	25.36	25.33
	3.36	4.40
	18.68	21.63
	-	2.26
	30.70	19.00
	13.28	34.58
	110.21	127.84



Note: 26(C) Other expenses**Provision**

Provision for bad and doubtful debts	27.37	0.00
Provision for Loss of Stock	1.20	0.00
Contingent provision against standard assets	2.80	0.00
	31.37	0.00

Auditor's Remuneration (including Service Tax)

- for Statutory audit	2.00	
- Tax audit	0.50	
- others service	0.30	
- reimbursement of audit related expense	1.17	3.97
Internal audit expenses	1.65	1.65
Total of C	36.99	5.25

Note: 26(D) Prior period Adjustment

Depreciation on POL Havelock Building		
GST on Liquidty Damage	-	(0.68)
Transportation Charges	2.25	
Depreciation on POL Neil Building	-	1.64
Grant in Aid	-	(25.32)
Provisions for Performance Related Incentive		
Professional charges	(0.36)	
Repair and Maintenance	2.33	0.67
Rent of Building	4.48	0.11
2% Share of Revenue from Taj	-	(35.67)
Total	8.70	(59.26)
Total Operation and other expenses (A+B+C+D)	1,359.68	1,524.77

Note: 27 Earning per share

Amount available for equity shareholders (₹)	1,930.08	2,808.04
Weighted average number of equity shares	11	11
Earning per share basic and diluted (₹)	176	256
Face value per equity share (₹)	100	100



Note 28(i) Contingent Liabilities:

- a) The following cases pending with the Income Tax Department for which the company has gone for appeal/rectification.

A.Y.	Order dt	Amount Claimed	Appeal No / Date	Amount agreed and provided	Contingent Liability
2007-08	27/02/2015	₹1,96,03,051/-	893 dt 04.05.2018	₹ 65,30724/-	₹1,30,72,327/-
2011-12	28/03/2014	₹ 3,84,40,185/-	894 dt 04.05.2018	₹ 3,76,37,985/-	₹ 9,56,860/-
2013-14	13/01/2016	₹5,87,03,998/-	1008 dt 15.05.2018	₹ 5,49,40,507/-	₹ 20,77,920/-
2014-15	31/12/2019	₹82360656/-	30.01.2020	₹7,21,45796/-	₹1,02,14,860/-
2009-10 and 2019-20	TDS/TCS return	62,720/-	TDS/TCS quarterly return correction	---	₹ 62,720/-
Total					₹ 2,63,84,687/-

b) Details of Court Cases pending as on 31.03.2021

Case No.	Pending with	Plaintiff& Defendant	Financial Implication Assets/(Liability)
Money Suit No of 2010	Court of Civil Judge(Senior Division)	ANIIDCO Ltd. -vs- Sanjay Anand, Ex.JA	₹9,24,406/-
Money Suit No. of 2011	Court of Civil Judge(Senior Division)	ANIIDCO - Vs- Self Help Group.	₹2,05,996/-
Appeal No.15(15)	EPF Appellate Tribunal, New Delhi	Regional Provident Fund Commissioner Vs ANIIDCO	(₹ 22,60,043/-)
WP No.059 of 2020	High Court	Shri G.P. Mani & Ors. Vs GM, ANIIDCO	Not ascertainable
2284 of 2019	Supreme Court	LINHRPL V/s ANIIDCO Hon'ble Division Bench dismissed the petition of M/s LINRPL. Now M/s LINRPL filed appeal before the Supreme Court.	₹ 5,47,46,091/-
WP No.267	High Court	GM, ANIIDCO - Vs- Y John	Not ascertainable
MAT 010/2020	High Court	GM, ANIIDCO - Vs- R. Alangaram	Not ascertainable
WP No of 2020	High Court	Shri S. Shanmuganathan - Vs- ANIIDCO	Not ascertainable
WP No of 2020	High Court	Ms. Sarun Niza - Vs - ANIIDCO	Not ascertainable



c)The Marine Products Export Development Authority (MPEDA) originally invested in M/s Andaman Fisheries Limited, 33,000 nos of equity shares of ₹10/- each amounting to ₹ 3,30,000/-, as assistance to the said company in promoting its business in deep sea fishing, export oriented production of value added marine products and aquaculture products, and in case of failure, the company must take back all the share invested by MPEDA. The company was asked to take back the shares, as promised to MPEDA. The above Authority (MPEDA) also filed a suit against this company demanding total repayment of ₹ 3,30,000/- with interest therein @ 18% per annum since 15th of May, 1992. The Hon'ble High Court at Earnakulam appointed an Arbitrator to go into details and to make final decision on both the parties. As promoter of M/s Andaman Fisheries Ltd, this Company purchased back the above shares of ₹3,30,000/- on 19/08/2004 pending transfer formalities to be completed and this amount has been shown by this company as further investment in Andaman Fisheries Ltd. The company has make a provision for interest for an amount of ₹ 5,38,994/- included in current liability.

Note 28(ii) Capital Commitment:

Estimated amount of contracts remaining to be executed on capital account ₹ 4,49,45,897/- (Previous Year ₹2,12,08,175/-) and amount paid for Capital Expenses shown in CWIP is ₹ 59,66,665/- (Previous Year ₹ 21,39,400).

Note 28(iii) Guarantee issued by Company:

Company has furnished a Bank guarantee for ₹15,20,000/- to IATA and ₹ 3,00,000/- to AIR VISTARA for its Ticketing Division. The Company has given credit guarantee amounting to ₹11,47,307/- in respect of loans granted by our Credit & Finance Division which is secured by Credit Guarantee Fund.

Note 28(iv) Dividend:

As per guidelines circulated vide office Memorandum No.5/2/2016-Policy dated 27.05.2016 from Government of India, Ministry of Finance, The Corporation declare a minimum dividend of @ 30% of the PAT or 5% of net-worth whichever is higher subject to the maximum dividend permitted under the extant legal provision.

Note 28(v) Advance Tax

An unadjusted amount of ₹1,04,64,28,156/- has been shown as "Provision for Income tax" under "Short term provisions" as against "Advance payment of Income Tax" of ₹1,07,26,185/- under "Short term loans and advances". The assessment up to AY 2015-16 is over u/s 143, however the Corporation is unable to adjust the same against "Advance Income Tax" as because the corporation has disputed the amount and gone for appeal / rectification. Further in few cases Corporation has got appeal order in its' favor but the tax effect on the same has not been given by the assessing officer, causing pending adjustment. Detail of all cases given hereunder year-wise :



Assessment Year	Order date U/s 143(3)	Demand Amount	Appeal authority	Appeal ordered dated	Remarks
2008-09	30/12/2010	67,21,703/-	CIT (A)-XI	No. 482 Dt. 07/05/2015	Ordered deletion of expense to the extent of ₹1,51,12,300/- amount refundable has not yet ascertained
2009-10	30/12/2011	1,40,958/-	CIT (A)-I	No. 1047 Dt. 27/01/2014	Ordered deletion of expense to the extent of ₹89,58,073/- amount refundable has not yet ascertained
2010-11	23/03/2013	3,630/-	CIT (A)-I	No. 623 Dt. 06/03/2015	Ordered deletion of expense to the extent of ₹2,08,92,808/- amount refundable has not yet ascertained

Note 28(vi) Subsidiary Company:

The Andaman Fisheries Ltd. became a subsidiary company with effect from 19.8.2004 and a statement u/s 129(3) and audited accounts for the year ended 31.3.2021 are enclosed.

A Term Loan sanctioned to Andaman Fisheries Ltd in the earlier years, amounting to ₹132,00,000/- has been shown as "Loan to Related Party" under "Term Loan from C&F Division". The Company treated the said Term Loan including interest upto 2002-03 as bad debt and made provision in full for same. Since then, no interest is being calculated and provided.

Interest Free Loan was sanctioned to Andaman Fisheries Ltd during the year was ₹ Nil and the outstanding balance as on 31st March'21 amounting to ₹1,65,00,000/-, (previous year ₹1,65,00,000/-). In earlier years the company provided an interest bearing unsecured loan of ₹ 33,00,000 on which accrued interest accumulated was ₹ 823,334/- upto Financial year 2002-03. 100% provision had been made on such loan interest bearing unsecured loan.

Note 28(vii) Applicable Disclosure Requirements for Financial Institutions (Credit & Finance Division):

- a.Net Non-Performing Assets : ₹ 16228720/- (PY ₹ 1,47,41,560/-)
- b.Net Loans & Advances : ₹18398032/- (PY ₹ 1,78,18,661/-)
- c.Percentage of net NPA to net Loans & Advances: 88.21% (PY 82.73 %)



- d.Amount of net NPA under the prescribed asset classification categories:
- Sub-standard: ₹.1672326/-(PY ₹.9,85,203 /-)
 - Doubtful: ₹ 1356394 /- (PY ₹ 5,56,357/-)
 - Loss Assets : ₹ 1,32,00,000/-(PY ₹1,32,00,000)
- e.Amount of Provision made during the year towards NPA : ₹17,18,0,182 /- (PY ₹1,69,00,323/-)

Note 28(viii) Remuneration to Auditors:

Remuneration to Auditors consists of:

(a) as auditor : audit fees	₹.2,36,000/- (PY ₹ 2,12,400/-)
(b) taxation matters: tax audit fees	₹. 59,000/- (PY ₹.53,100/-)
(c) company law matters	₹. Nil (PY ₹ Nil)
(d) management services	₹. Nil (PY ₹ Nil)
(e) cost audit fees	₹. Nil (PY ₹ Nil/-)
(f) other Services	₹. 35400/- (PY ₹ 29,500/-)
(g) reimbursement of Expenses	₹.116590/- (PY ₹ 60,151 /-)
(h) Total	₹.4,46,990/- (PY 3,55,151/-)

Note 28(ix) Managerial Remuneration:

- Remuneration(sitting fee) to Managing Director, whole-time Directors and /or Manager: ₹ 25,000/-
- Remuneration (sitting fee) to other directors : ₹ 85,000/-
- Travelling expenditure incurred for Managing Director during the year ₹ 1,17,220/-(previous year ₹ 68,354/-). Remuneration has been paid to Managing Director for ₹ 3,28,413/- (previous year ₹3,05,726/-).

Note 28(x) Related party disclosure as per AS - 18:

A) Related Parties and their relationship:

- Subsidiaries (direct holding): Andaman Fisheries Limited
- Fellow Subsidiaries: NIL
- Associates: NIL
- Key Managerial Personnel: Appointment of KMP has not been formalized as Rule 8 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 is not applicable to the Corporation.

B) Transaction with related parties for the year ended March 31, 2021

	Subsidiaries	Key Management Personnel and their relatives
Brand equity contribution	Nil	Nil
Purchase of fixed assets	Nil	Nil
Loans and advances repaid	Nil	Nil
Revenue Income	Nil	Nil
Revenue expenses	Nil	Nil



Provision/(write back of provision) for doubtful receivables, advances	Nil	Nil
Guarantees given	Nil	Nil
Remuneration	Nil	Nil

C)Related Party Disclosure:

	AFL (Subsidiary Company)	
	2020-21	2019-20
Trade receivables, Unbilled revenue, Loans and advances, Other assets (net)	Nil	Nil
Trade payables, Income received in advance, Advances from customers, Other liabilities	Nil	Nil
Guarantees	Nil	Nil
Investment in debentures/mutual funds/bonds	Nil	Nil

D)Disclosure of material transactions with related parties

Rent income	Nil	Nil
Other income	Nil	Nil
Purchase of goods, services and facilities (including reimbursement)	Nil	Nil
Rent expense	Nil	Nil
Provision / (Write back of provision) for doubtful receivables, advances	Nil	Nil
Bad debts written off	Nil	Nil
Advances written off	Nil	Nil
Dividend paid on equity shares	Nil	Nil
Guarantees given during the year	Nil	Nil
Remuneration to Key Managerial Personnel	Nil	Nil

Statement U/s 129(3) of Company Act, 2013 of M/s Andaman Fisheries Ltd is attached in **Annexure – A**.

Note 28(xi) Business with Micro, Small and Medium Enterprises

Transaction made with Micro and Small Enterprise, be defined as Micro and Small Enterprise under Micro, Small and Medium Enterprise Development Act, 2006, has been paid within 90 days.

Note 28(xii) Segmental Reporting:

Division-wise Segmental report is given in **Annexure – B**.



ANDAMAN NICOBAR ISLANDS INTEGRATED DEVELOPMENT CORPORATION LTD

(ANIIDCO)

(A Government Undertaking)

Statement pursuant to first proviso to sub-section (3) of section 129 of the Companies Act 2013, read with rule 5 of Companies (Accounts) Rule, 2014 in the prescribed Form AOC-1 relating to subsidiary company

Part “A”: Subsidiaries

1. SL No.	: 1
2. Name of the Subsidiary Company	: Andaman Fisheries Limited
3. Reporting period for the subsidiary concern, if different from the holding company's reporting period	: Reporting Period is same
4. Reporting currency and Exchange rate as On the last date of the relevant Financial Year in the case of foreign subsidiary	: Not Applicable
5. Share Capital	: ₹ 1,00,00,000
6. Reserves & Surplus	: (₹ 41,56,45,800.62)
7. Total Assets	: ₹ 29,50,233.82
8. Total Liabilities	: ₹ 40,85,96,034.44
9. Investments	: ₹ NIL
10. Turnover	: ₹ NIL
11. Profit before taxation	: (₹ 4,90,82,833.00)
12. Provision for taxation	: ₹ Nil
13. Profit after taxation	: (₹ 4,90,82,833.00)
14. Proposed Dividend	: ₹ Nil
15. % of Shareholding	: 100%

(Chief Financial Officer i/c)



(Company Secretary)

(Director)

(Managing Director)



ANNEXURE -B

ANDAMAN AND NICOBAR ISLANDS INTEGRATED DEVELOPMENT CORPORATION LIMITED (ANIIDCO)
SEGMENTAL PROFIT & LOSS STATEMENT (DIVISION WISE) FOR THE PERIOD FROM APRIL 2020 TO MARCH 2021

(₹ In Lakhs)

Heads of account	IMFL	POL	Iron & Steel	TSM	MILK	C&F/NP	AIR TICKET	Corporate Office	Total
Income									
Sales	17,419.33	10,374.91	790.11	384.61	1,033.20	339.93	2.70	15.86	30,360.64
Other Income	186.97	38.37	(3.97)	9.25	-	-	0.05	481.35	712.02
Closing stock	6,662.53	511.12	271.33	183.65	190.15	-	-	-	7,818.77
Total Income	24,268.82	10,924.40	1,057.47	577.51	1,223.34	339.93	2.75	497.21	38,891.43
Expenditure	-	-	-	-	-	-	-	-	-
Opening Balance	4,226.73	508.01	258.18	178.15	176.96	-	-	-	5,348.03
Purchase	4,982.92	9,687.86	681.27	36.18	770.59	-	-	-	16,158.82
Direct Expenses	10,936.61	62.74	63.04	2.75	26.08	0.03	-	0.22	11,091.47
Gross Profit	4,122.56	665.79	54.97	360.43	249.71	339.90	2.75	497.00	6,293.11
Administrative Overheads	77.47	95.83	7.57	308.38	82.56	18.63	1.91	320.81	913.16
Operation, Selling & Distribution	68.28	21.60	1.16	202.34	56.12	0.18	0.08	66.23	416.00
Remuneration to Employees	295.03	257.13	24.99	406.40	104.62	27.18	11.72	1,003.43	2,130.49
Depreciation	0.49	29.21	2.08	53.85	21.77	10.82	0.15	34.00	152.37
Total Expenditure	20,587.54	10,662.38	1,038.30	1,188.05	1,238.70	56.83	13.86	1,424.67	36,210.34
Profit before Corporate overhead	3,681.28	262.01	19.16	(610.54)	(15.36)	283.10	(11.10)	-	3,608.55
Previous Year	4,479.70	360.29	44.63	136.21	(45.11)	326.50	0.67	-	5,302.87
Less: Corp.Overheads	817.83	487.10	37.10	18.06	48.51	15.96	0.13	-	1,424.67
Profit after Adjustment	2,863.45	(225.08)	(17.93)	(628.60)	(63.87)	267.14	(11.23)	-	2,183.88
Previous Year	3,731.58	(85.43)	0.18	86.23	(81.13)	313.02	(0.29)	-	3,964.16
Add: Interest on FD and other income									497.21
Adjustment for Prov, Loss of Assets, write-off									40.07
Total profit before tax									2,641.02

Chief Financial Officer i/c

Company Secretary



Director

Managing Director

ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED
(A Government Undertaking)

CONSOLIDATED BALANCE SHEET AS AT 31st MARCH 2021

	Note No.	As at 31.03.2021 (₹)	(₹ in Lakh) As at 31.03.2020 (₹)
<u>EQUITY AND LIABILITIES</u>			
<u>Shareholders' fund</u>			
Share capital	2	1,097.01	1,097.01
Reserves & surplus	3	18,302.26	17,071.40
<u>Non-current liabilities</u>			
Other long term liabilities	4	199.40	199.29
Long term provisions	5	1,045.21	951.89
<u>Current Liabilities</u>			
Trade payables	6	3,558.67	2,325.88
Other current liabilities	7	1,743.44	1,679.84
Short term provisions	8	11,296.71	11,156.18
TOTAL		37,242.70	34,481.49
<u>ASSETS</u>			
<u>Non-current Assets</u>			
Fixed assets			
- Tangible	9	1,859.82	1,858.05
- Intangible		4.44	8.11
- Capital work-in-progress		59.67	21.39
Non current investments	10	6.00	6.00
Long term loans & advances	11	257.48	325.32
Deferred tax assets (Net)	12	307.29	276.54
<u>Other Non-current Assets</u>			
Term loan by C&F division	13	45.18	42.23
Goodwill (on consolidation)		169.45	169.45
<u>Current Assets</u>			
Inventories	14	7,818.76	5,348.02
Trade receivables	15	1,135.18	1,077.53
Cash & cash equivalents	16	13,309.41	11,420.33
Short term loans & advances	17	12,215.66	11,351.50
Other current assets	18	54.36	2,577.34
TOTAL		37,242.70	34,481.49

Significant Accounting Policies & Notes on Accounts 1 to 28

The Accounting Policies and Notes referred to above form an integral part of the financial statements.

The figures shown in the notes are ₹ in lakhs.

For M/s Roy Ghosh & Associates
Chartered Accountants
FRN - 320094E

(Manojit Ghosh)
Partner
Membership No. 055022

Place:
Date: 26.11.21



(Chief Financial Officer i/c)

(Director)

(Company Secretary)

(Managing Director)



ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED
(A Government Undertaking)

CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED 31st MARCH 2021

		(₹ in Lakh)	
	Note No.	As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
Revenue:			
Revenue from operations	19	30,360.64	40,305.26
Other income	20	712.02	845.90
Total Revenue		31,072.65	41,151.16
Expenses:			
Cost of materials consumed	21	793.91	798.12
Purchases of Stock-in-Trade	22	26,452.36	31,477.68
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	23	- 2,456.00	380.44
Employee benefit expenses	24	2,129.32	2,162.96
Finance cost	25	-	-
Depreciation and amortization Exp.	9	153.97	198.45
Operation and other expenses	26	1,360.26	1,525.37
Total Expenses		28,432.82	36,543.02
Profit Before exceptional and extraordinary items and tax		2,639.84	4,608.14
Exceptional items - Provision written back		0.04	61.10
Profit Before extraordinary items and tax		2,639.87	4,669.24
Less: Provision for Current Tax		741.75	1,210.10
Less: Provision for Deferred Tax made			84.26
Add: Provision for Deferred Tax made / written back		30.77	-
Balance available for appropriation		1,928.90	3,374.89
Earning per equity share:- Basic & diluted	27	176	308

Significant Accounting Policies & Notes on Accounts 1 to 28

The Accounting Policies and Notes referred to above form an integral part of the financial statements.

The figures shown in the notes are ₹ in lakhs.

For M/s Roy Ghosh & Associates
Chartered Accountants
FRN - 320094E

(Manojit Ghosh)
Partner
Membership No. 055022
Place:
Date: 26-11-21



(Chief Financial Officer i/c)

(Director)

(Company Secretary)

(Managing Director)

**ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED**
(A Government Undertaking)

(₹ in Lakh)

CONSOLIDATED CASH FLOW FOR THE PERIOD ENDED 31st March 2021

Particulars	For the year ended 31.03.2021 (₹)	For the year ended 31.03.2020 (₹)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
<i>Net profit before tax and extraordinary items</i>	2,639.84	4,608.14
Adjustments for :		
Depreciation	153.97	198.45
Finance Cost	-	-
Interest on Fixed Deposit	(482.77)	(568.02)
Provision for Bad & Doubtful Debt etc.	31.37	-
Loss on sale of Fixed Assets (Net)	-	-
Bad debts written off	-	-
Provision written back	0.04	61.10
Lease Rent Income	(301.47)	(286.83)
Operating profit before working capital changes	2,040.97	4,012.85
Adjustment for :		
Decrease/(Increase) in Inventories	(2,470.73)	229.25
Decrease/(Increase) in Trade Receivables	(89.02)	152.08
Decrease/(Increase) in Accrued Interest	48.59	44.45
Decrease/(Increase) in Current Loans & Advances	(864.16)	(1,881.29)
Increase/(Decrease) in Other Current Liabilities	63.60	(166.45)
Increase/(Decrease) in Trade Payables	1,232.79	763.57
Decrease/(Increase) in other Current Assets	2,474.39	(2,432.78)
Increase/(Decrease) in Short Term Provisions	(601.21)	100.77
Decrease/(Increase) in Term Loan from C&F Division	(2.95)	3.91
Payment of Tax	-	-
NET CASH FROM OPERATING ACTIVITIES - (A)	1,832.26	826.36
B. CASH FLOW FROM INVESTING ACTIVITIES		
Lease Rent Income	301.47	286.83
Increase/(Decrease) in Long Term Provision	93.32	134.74
Decrease/(Increase) in Long Term Loans & Advances	67.84	26.78
Addition to Fixed Assets (net)	(155.10)	(201.83)
Change in Capital Work-in-Progress	(38.27)	(21.39)
Interest on Fixed Deposit	482.77	568.02
Sale of Fixed Assets after adjustment of Profit / Loss	2.54	3.49
NET CASH FROM INVESTING ACTIVITIES - (B)	754.56	796.64
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Proposed Dividend	(579.02)	(1,013.28)
Increase/(Decrease) in Other Non-current Liabilities	0.11	(58.64)
Tax on Proposed Dividend	(119.02)	(208.28)
Finance Cost	-	-
NET CASH FROM FINANCING ACTIVITIES - (C)	(697.84)	(1,280.21)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	1,888.99	342.79
Cash and Cash Equivalents at the beginning of the year	11,420.33	11,068.17
Cash and Cash Equivalents at the end of the year	13,309.42	11,412.07
	1,888.99	342.79



Notes to the Cash Flow Statements for the period ended 31.03.2021

1. The above Cash Flow statement has been prepared under the indirect method set out in AS-3 issued by the Institute of Chartered Accountants of India.
2. Figures in brackets indicate cash outgo.
- regrouped and recast wherever necessary
- period classification.
4. Cash and Cash Equivalents comprises of :-

	Amount (₹)	Amount (₹)
Balances with Scheduled Banks	2,758.13	3,405.77
Short Term Deposit with Scheduled Banks	10,469.66	7,949.16
Balances with Non-Scheduled Banks	49.46	26.86
Cheque in hand	-	-
Cash in hand	32.16	38.55
TOTAL	13,309.42	11,420.33

5. Short term deposit include amount pledged for issuing bank guarantee and / or overdraft are as follows :

Particulars	Guaranteed Amount (₹) in lakh	Value of Deposit (₹) in Lakh
i) Pledge against BG for Air Ticket sales with IATA	18.20	18.20

As on 31st March 2021 utilisation of such overdraft accounts is Nil.

6. Short Term deposit with Indian Bank, Port Blair Branch include an amount of ₹ 23.63 Lakh toward "Credit Guarantee Fund" (PY ₹ 22.27 Lakhs).

This is the cash flow statement referred in our report of even date.

For M/s Roy Ghosh & Associates
Chartered Accountants
FRN - 320094E

(Manojit Ghosh)
Partner
Membership No. 055022
Place:
Date: 26.11.21



(Chief Financial Officer i/e)

[Signature]
(Director)

[Signature]
(Company Secretary)
[Signature]
(Managing Director)



NOTE 1:-Summary of significant accounting policies and explanatory information

A. Basis of Preparation

The Corporation is holding the Shares of M/s Andaman Fisheries Ltd. from the date of its incorporation (1992) and became a majority share holder from 19th August 2004. Subsequently M/s Andaman Fisheries Ltd. became a 100% subsidiary company w.e.f 26th June 2007 and Consolidated Financial Statement has been prepared from the FY 2013-14. The Company holds 10,00,000 equity shares, of M/s Andaman Fisheries Ltd @ ₹10 each fully paid-up, which is 100% of paid-up capital. Out of such shares 33,000 equity shares of ₹10 each acquired from MPEDA has been disputed and pending transfer.

B. Principles of Consolidation

CFS has been prepared based on various assumptions noted below:-

- i. The financial statements of the subsidiary company (AFL) have been restated for aliening the same with the financial statement of the Parent (ANIIDCO) Company.
- ii. Cost of control has been calculated based on cost to the parent of its investment in a subsidiary as on 1st April 2013 inspite of the actual date of 19th August 2004 (i.e., majority share holding), on which investment in subsidiary was made. Since Subsidiary Company was having negative net worth as on the date of acquisition (assumed to be 01.04.2013 and the carrying amount of investment in subsidiary is different from its cost (₹ Nil) in parent company, the carrying amount is treated as difference and such amount is treated as Goodwill in CFS in the Financial Year 2014-15.
- iii. As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions except depreciation and other events in similar circumstances and presented in the same manner as the company's separate financial statements.
- iv. Loan from Credit and Finance division of ANIIDCO to the subsidiary has been treated as "Loss Assets" under State Finance Corporation Act and no interest charged thereon and 100% provision has been made for the same in Parent company's book. Further full provision has been made for any loan to subsidiary along with Interest in the book of parent company. The data related to such loans and interest there on are aliened and adjusted with General Reserve only for the purpose of consolidation.
- v. The financial statement of the company and its subsidiary company are combined on a line-by-line basis by adding together the book value of like items of assets, liabilities, income and expenses, after fully eliminating intercompany transactions in accordance with the accounting standard 21- "Consolidated Financial Statements".
- vi. The audited consolidated financial statements have been prepared for the first time during the Financial Year 2014-15.

C. Other Significant Accounting Policies

These are set out under "Significant Accounting Policies" as given in the Company's separate financial statements.



ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED
(A Government Undertaking)

NOTES TO FINANCIAL STATEMENT FOR THE PERIOD ENDED 31st March 2021

Particulars	As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE : 2		
<u>Share Capital</u>		
<u>Authorised</u>		
50,00,000 Equity shares of ₹100/- each	5,000.00	5,000.00
<u>Issued, Subscribed and Paid up</u>		
10,97,006 (Previous year 10,97,006)		
Equity Shares of ₹ 100 each, (of which		
17,546 shares issued other than cash)	1,097.01	1,097.01
TOTAL	1,097.01	1,097.01

Note 2(a) Reconciliation of the number of equity shares and amount outstanding at the beginning and at the end of the reporting period:

Balance at the commencement of the year	1,097.01	1,097.01
Shares issued during the year	-	-
Shares brought back during the year	-	-
Balance at the end of the year	1,097.01	1,097.01

Note 2(b) Details of Shareholders holding shares more than 5% share in the company.

Sl No.	Name of the Shareholder	% of holding	No of equity shares
1	The President of India	85	9,33,348
2	The Lt. Governor, A&N Islands	15	1,63,656

Details of Shareholders for previous year remain same.

Note 2(c) Board vide it's agenda No.23.09 held on 22.01.1993 issued 17,546 equity shares of ₹100/- each, in favour of Lt. Governor

A&N Islands, in lieu of milk powder amounting to ₹17,54,664 received in kind from Animal Husbandry Department of A&N Administration.

NOTE : 3 Reserves & Surplus

a) General reserves :

At the commencement of the year	17,071.39	14,918.06
Add: Transfer from surplus	1,230.37	2,153.33
At the end of the year	18,301.76	17,071.39

b) Surplus in statement of profit and loss:

At the commencement of the year	0.01	0.01
Add: Profit for the year	1,928.90	3,374.89
<u>Less: Appropriations:</u>		
Proposed Dividend (@ 30% of Distributable profit) ref. to Note 28(iv)	579.02	1,013.28
Tax on dividend	119.02	208.28
Transfer to general reserve	1,230.37	2,153.33
At the end of the year	0.49	0.01
	18,302.26	17,071.40



		As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE : 4	<u>Other long term liabilities</u>		
<u>Credit guarantee fund:</u>	4(a)		
Opening balance		23.64	
Addition during the year		1.28	
Total fund		24.92	
Less: Utilised during the year		-	24.92
Grant-in-Aid from A & N Admn.	4(b)	175.65	23.64
Add: Received during the year		-	
Less: Utilised during the year		1.17	175.65
TOTAL		199.40	199.29

Note 4(a): Credit Guarantee Fund: The Company received an amount in earlier years from the Directorate of Industries, A&N Administration, for providing guarantee against industrial loans in lieu of collateral security, opening balance of which is ₹ 23.64 lakh. Interest income generated from the said fund after deduction of TDS has been credited to the fund and any amount utilised as per the terms of the scheme has been deducted from such fund. The liability guaranteed against such fund as on 31/03/2021 is ₹ 39.00 lakh.

Note 4(b): The unadjusted balance due to pending of post facto approval of competent authority (₹135.63 Lakhs), the Grant in aid received (₹190 Lakhs) in FY 2016-17 which has already approval of competent authority are as under:-

Year	Particulars	Purpose	Amount (in lakh)
1994-95	Order no 467 dt 21.03.1995 received from Accounts Officer IP&T	Towards tourism development of A&N Islands	₹ 65.63/-
1995-96	Order no 837 dt 29.03.1996 received from Accounts Officer IP&T	Towards tourism development of A&N Islands	₹ 70.00/-
2016-17	Order No. Nil dated Nil received from Directorate of AH	For expansion of milk collection	₹38.85/-
Total Grant-in-Aid from A & N Admn.			₹174.48/-

NOTE : 5	<u>Long term provisions</u>		
Provision for leave encashment		893.66	842.35
Provision for Gratuity		90.88	97.65
Provision for LTC/AFSP		60.58	11.77
Provision against standard assets		0.09	0.12
TOTAL		1,045.21	951.89

As at
31.03.2021 (₹)

As at
31.03.2020 (₹)

NOTE : 6	<u>Trade payable</u>		
Trade payable			
i) Outstanding dues to Micro, Small and Medium enterprises (6a)		-	-
ii) Other trade payables		3,558.67	2,325.88
TOTAL		3,558.67	2,325.88

Note 6(a): The Company identify the Micro, Small and Medium enterprises under the Micro, Small and Medium Enterprises Development Act 2006. On the basis of information available with the company and confirmation received, as at the year end an amount of ₹. Nil. (previous year : ₹. Nil/-) is due with such enterprises.



		As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE : 7	<u>Other current liabilities</u>		
Received in advance			
<u>Other payables</u>			
Deposit payable to :			
<u>Others</u>	128.99	128.99	29.35
Advance from customers		26.71	21.44
Liquor license fees payable to DC	20.05		
Outstanding liabilities for expenses	190.54		
EMD/Security deposits from suppliers	53.06		
Interest on buy back of AFL shares	5.39		
TDS payable	29.14		
Interest free composite loan recovery	7 (a) 2.61		
Tiny Loan Scheme	-		
Others	42.99	343.78	331.43
Deposit payable to Director of Fisheries	7 (b) 10.00	10.00	10.00
Advance from sundry debtors		1,234.44	1,279.09
Duties & taxes		-	8.55
TOTAL		1,743.44	1,679.84

Note 7(a) : The Company has been implementing "Interest Free Composite Loan Scheme" of the Director of Industries, A&N Administration. Amount recovered from borrower during the financial year under this scheme need to be refunded to Director of Industries, A&N Administration.

Note 7(b) The Company has received fund from Director of Fisheries during the period 1989-90 to 1996-97 of which ₹ 10 lakh remain un-utilized. The above amount is presently lying in the current account maintained with SBI- Port Blair.

NOTES : 8	<u>Short term provisions</u>		
Provision for performance related scheme		67.30	165.01
Provision for leave encashment		38.93	16.19
Provision for LTC/AFSP	8(a)	21.24	25.45
Provision for GST on Liquidity Damage		-	-
<u>Others</u>			
Provision for Income tax :			
- for AY 2008-09	341.61		
- for AY 2009-10	359.40		
- for AY 2010-11	315.95		
- for AY 2011-12	376.38		
- for AY 2013-14	563.59		
- for AY 2014-15	726.28		
- for AY 2015-16	705.60		
- for AY 2016-17	1140.51		
- for AY 2017-18	1477.61		
- for AY 2018-19	921.21		
- for AY 2019-20	1584.30		
- for AY 2020-21	1210.10		
- for AY 2021-22	741.75	10,464.28	9,722.53
Proposed dividend (30% of distributable profit)	28(iv)	579.02	1,013.28
Provision for DDT current year		119.02	208.28
Provision for Loss of Stock		1.20	-
Provisions in Subsidiary Company		5.73	5.43
TOTAL		11,296.72	11,156.18

Note 8 (a) : LTC/AFSP provision has been made as per actuarial valuation as specified in AS-15 issued by the Institute of Chartered Accountants of India.

Note 8 (b) : TDS as per books of accounts is considered for calculation of Income Tax Provision i.e. 71.93 lakh.



**ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED**
(A Government Undertaking)

NOTE 9

SL No.	Particulars of the Assets	Gross Block				Depreciation				Net Block	
		Original Cost as on 1.4.2020	Addition during the year	Adjustment during the year	as at 31.03.2021	Accumulated Depreciation as on 1.4.2020	Provided	Adjusted/ Transfer	Total as at 31.03.2021	As at 31.03.2021	As at 31.03.2020
A.	TANGIBLE ASSETS	1	2	4	5	6	7	8	9	10	11
1	LAND	69.48			69.48	-			-	69.48	69.48
2	BUILDING	1,743.88	76.92	1.74	1,819.06	458.13	73.23		531.36	1,287.71	1,285.75
3	POL TANK AT KATCHAL, KAMORTA, TERESSA	0.00			0.00	-			-	0.00	0.00
4	PLANT & MACHINERY	657.64	10.53		668.18	333.17	39.12		372.29	295.89	324.47
5	SHIPS & VESSELS	0.00			0.00	-			-	0.00	0.00
6	FURNITURE & FIXTURE	202.06	14.50		216.56	150.17	10.65		160.82	55.74	51.89
7	VEHICLE	773.46	37.30	0.74	810.02	704.07	13.41		717.49	92.54	69.39
8	OFFICE EQUIPMENT	16.66	1.88	0.06	18.48	15.08	0.54		15.62	2.86	1.59
9	ELECTRICAL INSTALLATION AND EQUIPMENT	114.92	9.57		124.50	83.34	6.34		89.69	34.81	31.58
10	COMPUTER	159.53	4.40		163.93	136.13	7.00		143.13	20.80	23.90
11	CROCKERY	19.92			19.92	19.92			19.92	-	-
12	LINEN	21.25			21.25	21.25			21.25	0.00	-
	TOTAL TANGIBLE ASSETS	3,779.81	155.10	2.54	3,931.38	1,921.26	150.30	-	2,071.55	1,859.82	1,858.05
B.	INTANGIBLE ASSETS										
	SOFTWARE	38.67		-	38.67	30.56	3.67	-	34.23	4.44	8.11
C.	CAPITAL-WORK IN PROGRESS	21.39	38.27	-	59.67		-	-		59.67	21.39
	TOTAL ASSETS (A+B+C)	3,839.88	193.37	2.54	4,029.72	1,951.83	153.97	-	2,105.78	1,923.93	1,887.55
	PREVIOUS YEAR	3,619.15	223.22	3.49	3,838.88	1,753.38	198.45	-	1,951.83	1,863.92	1,841.04

Note 9(i) : The Company took over the Milk Plant from Animal Husbandry Department of A&N Administration along with buildings, plant & machineries and other assets of milk production unit, at free of cost in the year 1991-92. These fixed assets are not included in the block of fixed assets shown in accounts. Further assets purchased out of Grant in aid during the year for "setting up of milk supply chain from Diglipur to Port Blair" via order no. 2135 dt. 29/10/2012 of Directorate of animal husbandry, A&N Administration is shown at nominal value of ₹1 each as per AS-12 issued by The Institute of Chartered Accountants of India.

Note 9(ii) : The corporation has constructed petrol pump at Katchal, Kamorta and Teressa for an amount of ₹ 552.10 lakh. The cost of such asset is recoverable from Indian Oil Corporation Ltd. under factoring of capital cost over a period of 10 years starting from 01.04.2014. Hence the entire assets has been shown at a nominal value of ₹1 each and remaining amount is shown as receivable from IOC Ltd under the head "Long Term loans & advances" ₹. 326.28 lakh (ref. to Note 11) and "Current Loans & Advances", ₹. 68 lakh/- (ref. to Note 17). No depreciation has been charged on the said assets.

Note 9(iii) : Value of land comprises three lands amounting ₹ 9.16 lakh, which is leased-out for 60yrs period to develop tourism projects. Detail of such lease is given in note 17(a).

Note 9(iv) : Physical verification of assets is being carried out by the officials of the company twice a year.

Note 9(v) : The corporation has 54.03 ha. of land, out of which 5.93 ha. of land shown at Nil value.

Note 9(vi) : The company has taken over some Assets on lease rent basis from the Andaman & Nicobar Administration with following terms:

- Hornbill Nest : lease rent ₹ 0.20 lakh p.m alongwith profit sharing 20% after tax. The lease is valid upto 07/09/2029
 - Water sport Equipments : Profit sharing 20% after tax. The lease is valid upto 31/05/2031
 - Dolphin Resorts : lease rent of ₹ 2.25 lakh p.m alongwith profit sharing 30% after tax. The lease is valid upto 2024.
- Lease rent paid in advance and share of profit are paid on completion of accounts for the year.



NOTE 10 : Non current investment

(valued at cost unless stated otherwise)

Investments in equity instrument (unquoted) fully paid-up

(i) In Andaman Fisheries Ltd. (a subsidiary company) 9,67,000 Equity Shares @ ₹10 each, (33000 equity shares@ ₹10/ each pending transfer)

Less : Provision for loss on investment in AFL

(ii) In Lakshadweep Shilpi Aquaculture Ltd.

4,00,000 equity shares of ₹10 each fully paid at cost

Less : Provision for loss on Lakshadweep Shilpi Aquaculture Ltd.

(iii) WEBCON Consulting (India) Ltd.

30,000 Equity Share @ 10 each along with

premium of ₹.10 per share, carried at cost.

TOTALAs at
31.03.2021 (₹)As at
31.03.2020 (₹)

69.65

69.65

40.00

40.00

6.00

6.00

6.00

6.00

Note 10 (i) : The Company holds 10,00,000 equity shares of M/s Andaman Fisheries Ltd @ ₹ 10/- each fully paid-up, out of which 33,000 equity shares of ₹ 10/- each acquired from MPEDA has been disputed and pending transfer. MPEDA has claimed interest @ 15% on pending transfer under Equity Participation Scheme, which is disputed by the company. However the company, in it's 13th Board meeting agreed to pay simple interest applicable for term loan of any financial institution, after deducting any dividend received by MPEDA from such investment. The amount of such interest is ₹ 5.39 lakh (Gross amount ₹ 8.69 lakh) as on 10th June'01 for which a provision has been made in the earlier period. Further the M/s Andaman Fisheries Ltd. is a loss making company and has negative Net Worth, hence 100% provision has been made and disclosed in Note 5.

Note 10(ii) : The Company has invested ₹ 40 lakh in the Equity Shares (unquoted) of Lakshadweep Shilpi Aquaculture Ltd. by subscribing to 4,00,000 numbers of fully paid Equity Shares of ₹ 10/- each during 1992. The said company has not been able to commence its production since it's formation in 1992 and is highly indebted to Financial Institutions, no income has been received so far on such investments. Hence 100% provision has already been made in the earlier years on such investment and disclosed in Note 5.

NOTE 11: Long term loans & advancesSecured, considered good

Computer advance to employees

2.28

3.18

Conveyance advance to employees

0.17

0.24

House building advance to employees

3.97

5.18

Unsecured, considered good

Security deposit

46.30

43.30

Other advance to Govt agency

Indian Oil Corporation (capital factoring)

11 (a)

204.74

273.42

Unsecured, considered doubtful

Staff Advance

1.31

Less: Provision

1.31

Deposit receivable (Unsecured, considered doubtful)

0.62

Less: Provision

0.62

TOTAL

257.48

325.32

Note 11(a) : Refer Note 9(ii) & 17 (i)

NOTE 12: Deferred tax assets (Net)

a. Deferred tax liabilities

Depreciation and amortisation

9.56

9.35

Provision for doubtful debts and advances

437.65

400.21

Total

447.20

409.56

b. Deferred tax assets

Depreciation and amortisation

139.91

133.02

Provision for doubtful debts and advances

Total

139.91

133.02

Net deferred tax liabilities/(Assets)

307.29

276.54

Deferred tax has been calculated as per the Accounting Standard 22 issued by the Institute of Chartered Accountants of India.



NOTE 13: Term loan by C&F division (secured)		As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
(a) Term loan (considered good)	38.42		
Term loan (considered doubtful)	13.56		
Less: Provision for sub standard assets	6.80	45.18	42.18
(b) Loan to related party			
Loan to AFL (considered doubtful)	132.00		
Less: Provision made	132.00	-	-
TOTAL		45.18	42.18

Note 13(a) The Companies "Credit & Finance" division has provided Term Loan from Corporations' available surplus fund called "General Scheme" and it has carried forward gross opening balance ₹ 177.59 lakh. Total sum of ₹ 16.21 lakh (Previous year ₹22.84) was sanctioned towards loan under above scheme during the year. However the company recovered ₹ 17.80 lakh, (Previous year ₹ 51.18 lakh) including interest. A provision was made on standard assets during the year amounting to ₹ 0.04 Lakh (Previous year Provision made ₹ 0.31 Lakh) and provision written back on sub-standard assets during the year is ₹ 2.80 Lakh, (previous year provision written back was ₹ 6.49 Lakh). Note 13(b) : Term loan sanctioned to Andaman Fisheries Ltd, a subsidiary of the Corporation, in the earlier years, amounting to ₹132 Lakh /-, has been shown as loan to "Related Party" in books of account. The company treated the said term loan up to 2002-03, as bad debt and made provision for entire amount. Since then, no interest is being calculated and provided. However subsidiary company M/s AFL has charges interest of ₹.4.88 crore (Previous year ₹4.25 crore) in their books of accounts.

NOTE 14 : Inventories

<u>Raw material</u>			
Raw milk	141.82		
Stock of provisions at hotel	183.19	325.01	312.15
<u>Finished goods</u>			
Constituted milk	1.66		
Paneer	0.30		
Curd	0.58		
Khuva	-		
Skimmed Milk	-		
Butter milk	-		
Cow milk	6.19		
Sweet lassie	-	8.73	4.65
Stock in trade			
Petroleum products	392.79		
Add: Goods-in-transit	118.33		
Steel	271.33		
Add: Goods-in-transit			
IMFL products	5,121.64		
Add: Goods-in-transit	1,540.88		
Souvenir, maps & biometric device	0.46	7,445.43	4,993.50
Stores & spares - Milk plant		39.60	37.72
TOTAL		7,818.76	5,348.02

Note: Inventories valued at lower of historical cost or estimated net realizable value.

NOTE 15 : Trade receivables (unsecured)

Considered good			
(i) Over six months from due date of payment	403.83		
(ii) Below six months from due date of payment	731.35	1,135.18	1,077.53
Doubtful			
(i) Over six months from due date of payment	114.46		
(ii) Below six months from due date of payment	-		
Less: Provision for Bad and Doubtful debts	114.46	-	-
TOTAL		1,135.18	1,077.53



	As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE 16 : Cash and cash equivalents		
<u>Balances with scheduled banks</u>		
(a) Current accounts		
Indian Bank, Port Blair	398.14	290.18
Indian Bank, Chennai	3.30	5.79
State Bank of India, Port Blair	494.45	783.37
HDFC Bank Port Blair	238.25	278.44
Canara Bank, Secretariat	273.62	140.92
Canara Bank, Shaheed Dweep POL	64.26	68.75
Canara Bank, Campbell Bay	0.63	96.76
State Bank of India, Hut bay	16.58	6.31
State Bank of India, Rangat	0.78	0.07
State Bank of India, Mayabunder	0.10	5.96
State Bank of India, Diglipur	70.17	3.00
State Bank of India, Billiground	-	-
State Bank of India, Bambooflat	-	-
State Bank of India, Swaraj Dweep	135.71	17.61
State Bank of India, RK Pur, L/Andaman	0.04	0.04
State Bank of India, Kamorta	1.58	135.71
State Bank of India (IMFL, J/Ghat)	0.56	0.55
State Bank of India, IMFL MOHANPURA	2.81	2.72
State Bank of India, (Haddo)	13.33	3.22
State Bank of India, (Delanipur)	2.86	1.04
State Bank of India, (IMFL SELF SERVICE)	30.56	9.78
ICICI Bank	241.01	172.37
Axis Bank	761.41	1,374.94
Indian Bank, Port Blair, AFL	7.97	8.25
	2,758.13	3,405.77
(b) On deposit accounts - short term		
Syndicate Bank, Port Blair	-	-
Allahabad Bank	190.00	2,130.00
Canara Bank	3,741.00	200.00
Indian Bank, Port Blair	866.46	1,377.99
Union Bank of India	2,344.00	1,115.00
Punjab National Bank	190.00	2,201.88
Vijaya Bank Ltd.	-	-
State Bank of India, Port Blair	131.95	701.95
Bank of India	995.00	-
ICICI Bank	837.50	-
Axis Bank	1,000.00	-
Add: Interest accrue thereon	173.74	222.33
	10,469.66	7,949.16
<u>Balances with non-scheduled banks</u>		
Current accounts		
A&N State Co-Operative Bank Ltd. Andaman	49.46	26.86
	49.46	26.86
<u>Cheque in hand</u>		
<u>Cash in hand</u>		
At Head office	3.93	8.75
Postal stamps in hand	0.02	0.01
Cash at shops	28.22	29.79
	32.16	38.55
Total cash and cash equivalents	13,309.41	11,420.33

Note 16(a) : Short term deposit include amount pledged for issuing bank guarantee and/or overdraft as follows:

Particulars	Guaranteed Amount (₹)	Value of Deposit (₹)
1) Pledge for Air Ticket sell with IATA	18.20	18.20

As on 31st March 2021 utilisation of such overdraft accounts is Nil.

Note 16(b) Short Term deposit with Indian Bank, Port Blair Branch include an amount of ₹ 23.63 Lakh toward "Credit Guarantee Fund" (PY ₹ 22.27 Lakhs)



		As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
NOTE 17: Short term loans & advances			
Secured, considered good			
House building advance to employees		1.31	1.31
Computer advance to employees		1.35	1.09
Conveyance advance to employees		0.00	0.04
Unsecured, considered good			
Advance for civil work		449.46	212.08
Claim receivable from IOC		59.82	90.39
Other advances to employees		8.26	8.93
Niti Aayog Project		183.75	151.92
Indian Oil Corporation (capital factoring)	17 (i)	75.12	68.00
Pre-paid expenses		2.74	6.92
Input IGST		51.34	24.95
Input CGST/UTGST		57.93	59.08
Advance payment of Income Tax (including TDS)			
- for AY 2008-09	341.61		
- for AY 2009-10	385.73		
- for AY 2010-11	414.26		
- for AY 2011-12	470.82		
- for AY 2012-13	10.03		
- for AY 2013-14	591.39		
- for AY 2014-15	777.53		
- for AY 2015-16	727.38		
- for AY 2016-17	954.72		
- for AY 2017-18	1,506.86		
- for AY 2018-19	1,114.71		
- for AY 2019-20	1,506.58		
- for AY 2020-21	1,289.54		
- for AY 2021-22	635.54	10,726.70	10,088.91
Advance payment of dividend tax	83.98		
Add: During the year	0.00	83.98	83.98
Deposit /advances with Govt. and others		1.65	1.65
Advance to suppliers and contractors		512.21	550.49
Other Advances		0.05	1.77
Unsecured, considered doubtful			
(Unsecured, considered good unless otherwise stated.)			
Cash shortage to be recovered	10.18		
Less: Provision	10.18	0.00	0.00
Other Advances	4.34		
Less: Provision for dad debt	4.34	0.00	0.00
Deposit /advances with Govt. and others	11.55		
Less: Provision	11.55	0.00	0.00
Advance to suppliers and contractors	4.86		
Less: Provision for loss of advances	4.86	0.00	0.00
Lease Rent receivable [note 17a]	107.99	0.00	0.00
Less: Provision for lease rent	107.99	0.00	0.00
Provident fund deposit [note 17b]	43.90		
Less: Provision	43.90	0.00	0.00
Loans and advances of related parties [note 17c]			
Unsecured loan to AFL	33.00		
Add: Interest accrued up to 2002-03	8.23		
Less: Provision	41.23	0.00	0.00
Receivable from AFL	15.74		
Less: Provision	15.74	0.00	0.00
Interest free unsecured loan to AFL	165.00		
Less Recovered during the year	0.00		
Less: Provision	165.00	0.00	0.00
TOTAL		12,215.66	11,351.50

Note 17 (a) : The Company had leased out 03 (three) commercial land for tourism projects. The land at Swaraj Dweep has been leased out to The Indian Hotels Comp Ltd, for 60yrs from 7th Dec'09 at an annual lease rent of ₹2.25 Cr p.a. The other two lands at Long Island and Shaheed Dweep were leased out to M/s. Long Island Nature Hotel & Resort (P) Ltd and M/s. Soma Andaman Resort P Ltd., but were terminated due to default.

Note 17 (b) Under an order passed by the Assistant Provident Fund Commissioner, Port Blair, under section 7A of the Employees Provident Fund and Misc. Provision Act, 1952, a sum of ₹21.30 lakh for the period from 2001-2004 was attached and taken away by the said Commissioner. The Company has moved to the Hon'ble High Court, Port Blair for recovery of such amount and Hon'ble High Court in its order dated 4th Feb 2013, has directed EPF authority to re-assess the amount. In another order passed by the Assistant Provident Fund Commissioner, Port Blair, under section 7Q & 14B of the Employees Provident Fund and Misc. Provision Act, 1952, a sum of ₹22.60 lakh for the period from 2005-2009 was attached and taken away by the said Commissioner. The company has filed a petition with EPF Appellate tribunal, New Delhi.

Note 17(c): Interest free unsecured loan sanctioned in earlier period to Andaman Fisheries Ltd, which is a 100% subsidiary of the Corporation, opening balance of such loan was ₹165 lakh. 100% provision has been made on such amount.

NOTE 18: Other Current Assets

(i) Advance to supplier (unsecured, considered good)	54.36	2577.34
<u>Unsecured, considered doubtful</u>		
(i) Due from Income Tax authority AY 07-08	1.54	
Less: Provision	1.54	0.00
TOTAL	54.36	2577.34



Note 19 : Revenue from operations

Particulars	Gross Sale			
	As at 31.03.2021 (₹)	%	As at 31.03.2020 (₹)	%
Sale of Products (A)				
i) Manufactured goods				
Dairy milk	882.34		893.00	
Curd	130.13		167.70	
Other milk products	20.07		22.94	
	1,032.54	0.03	1,083.64	0.03
ii) Traded goods				
IMFL	17,419.06		22,512.03	
POL	10,285.57		13,309.97	
Iron and Steel	790.09		1,337.62	
Vegetable				
Others				
	28,494.72	0.94	37,159.61	0.92
Sub-total (A)	29,527.26		38,243.26	
Sale of Services (B)				
Tourism	383.02		1,564.19	
Others				
Commission of air ticketing	2.70		10.24	
Interest on term loan	4.77		5.00	
Lease rent of Industrial Estate	0.24			
Lease rent of Land	247.50		247.50	
Lease rent of Quarry	3.57		3.33	
Lease rent for Water Sports	50.40		36.00	
Ice Plant / Cold storage	15.78		18.18	
Hire charges/car rental	32.77		67.38	
Other Income	92.63		110.19	
	833.38	0.03	2,062.01	0.05
Sub-total (B)				
Grand Total D = (A+B)	30,360.64	1.00	40,305.26	1.00

Note (a) : Details required to be given under broad heads for purchase of traded goods and sales /services should be determined based on the nature of each business and other facts and circumstances. Normally 10% of total value of purchase of traded goods and sales/service are respectively, considered as an acceptable threshold for determination of broad heads. Any other threshold can also be considered taking into account the concept of materiality and presentation of true and fair view of the financial statements.

Note (b) : The sale of Ice Plant / Cold storage include sale of Ice block only.



		As at 31.03.2021 (₹)	As at 31.03.2020 (₹)
Note 20 : Other income			
<i>i) Interest income:</i>			
Interest on fixed deposits		482.77	568.02
Interest on capital investment (IOC)		26.00	31.83
Interest on loan to employees		0.28	0.32
<i>ii) Dividend income:</i>			
Lease rent interest & penalty	20(a)	-	0.04
<i>iii) Others:</i>			
Rent of Travel Desk		1.77	11.01
Cash discount		72.40	71.14
Profit on sales of Assets		(1.56)	3.16
Discount received		0.01	0.59
Shortage/other recovery :			
IMFL, Iron Steel & POL	102		
Liquidity Damage	16		
Transportation charges	5		
Staff meal	6	129.00	157.39
Cancellation charges		1.36	2.41
TOTAL		712.02	845.90

Note (a) : The corporation has received arbitration award in favour of the corporation in the matter of Ocean Blue Boating (Pvt.) Ltd. On 21 June 2018 as per the award the corporation is yet to receive ₹ 51.33 lakh towards lease rental including penal interest.

Note 21 : Cost of materials consumed

Raw milk & Whole Milk Powder	763	753.02
Provisions for Catering Division	31	45.10
TOTAL	794	798.12

Note 22 : Purchases of Stock-in-Trade

IMFL		
Add: Goods-in-transit	3,442.04	4,430.47
Petroleum products	1,540.88	629.45
Add: Goods-in-transit	9,569.53	12,820.79
Steel	118.33	70.95
Add: Goods-in-transit	681.27	1,181.35
Add: Procurement cost		
Carriage inwards		
License fees	680.40	911.22
	182.41	194.88
Duty on import permit fees / excise duty	10,237.50	11,238.56
TOTAL	26,452.36	31,477.68

Note 23: Changes in inventories of finished goods, work-in-progress and Stock-in-Trade

<i>Inventories (at close)</i>			
Finished goods	8.73		
Stock in trade	7,445.43	7,454.16	4,998.15
<i>Inventories (at commencement)</i>			
Finished goods	4.65		
Stock in trade	4,993.50	4,998.16	5,378.59
TOTAL		(2,456.00)	380.44



Note 24: Employee benefit expensesAs at
31.03.2021 (₹)As at
31.03.2020 (₹)

Salary		1,663.30	1,615.21
Contribution to P.F., Pension Fund & Gratuity	24(a)	148.53	145.20
Performance related incentive		91.67	71.44
Training expenditure		69.00	165.00
Staff Welfare		-	0.88
Rent of employees accommodation		0.35	0.48
LTC provision*	24(b)	3.00	2.90
Provision for leave encashment	24(c)	63.73	1.72
TOTAL		89.75	160.13
		2,129.32	2,162.96

Note 24(a) : Gratuity**Actuarial Assumptions**

Particulars	2020-21	2019-20
Rate of discount	7.25% P.A.	7.50% P.A.
Inflation Rate	6.25% P.A.	6.00% P.A.
Mortality	IALM (2006-08)	IALM (2006-08)
Actuarial Liability	₹ 92.77 Lakh	₹ 84.10 Lakh

Note 24(b) : Leave Travel Concession Liability as per AS-15**Leave Travel Concession liability**

Particulars	2020-21	2019-20
Number of employees	249	252

Actuarial Assumptions

Rate of discount	6.70% P.A.	7.55% P.A.
Inflation Rate	6.00% P.A.	6.00% P.A.
Mortality	IALM (2006-08)	IALM (2006-08)
Actuarial Liability	Ultimate	Ultimate
	₹ 81.82 lakh	₹ 37.22 lakh

Actuarial valuation of LTC has been done by the company and provision has been made based on such actuarial valuation. The accumulated provision at the beginning of the year was ₹ 37.22 lakh Against the said provision amount of ₹ 19.13 lakh has been utilised during the year and provision made during the year is an amount of ₹ 63.73 Lakh and closing figure at the end of the year is ₹ 81.82 lakh as per valuation report.

Note 24(c) : Leave encashment benefit**Leave encashment liability**

Particulars	2020-21	2019-20
Number of employees	252	252
Total monthly salary	₹ 97.13 Lakh	₹ 95.86 Lakh
Total encashable leave	49812.5	46173
Normal retirement age	60 years	60 years

Actuarial Assumptions

Discounting rate	6.7% P.A.	6.7% P.A.
Rate of increase in Salary	10.00% P.A.	10.00% P.A.
Withdrawal rate	2.00% P.A.	2.00% P.A.
Mortality	IALM 2006-08	IALM 2006-08
Actuarial discounted value of leave	ultimate	ultimate
	₹ 932.59 lakhs	₹ 858.54 lakhs

Actuarial valuation done by the company and provision has been made based on such actuarial valuation. The accumulated provision at the beginning of the year was ₹858.54/- lakhs . Against the said provision amount of ₹ 15.70 (PY Nil) has been utilised during the year and provision made during the year is an amount of ₹ 89.75/- lakhs and closing figure at the end of the year is ₹ 858.54/- lakhs as per valuation report.



Note 25: Finance Cost

Interest on overdraft

TOTAL**Note 26 Operation and other expenses****Note: 26(A) Operation, selling & distribution expenses**Consumption of Stores & SparesPower & Fuel

Electricity

Fuel charges

Rent

Office rent

Rent

Repair & Maintenance

Repair & maintenance of computer

Repairs & maintenance of vehicles

Repairs & maintenance of buildings

Repairs & maintenance of furniture

Repairs & maintenance of machinery

Insurance

Rates & Taxes

Water charges

Stores handling expenses

Trade discount on room tariff

Sanitation

Horticulture expenses

Wharfage expenses

Vehicle hire charges tourism

Crockery's hire charges

Uniform & liveries

Package tour expenses

Outsourcing manpower

Business promotion / hospitality

Bank charges

Watch and ward

CSR expenses

Hindi week expenses

Registration / Membership fee

Miscellaneous

Refreshment expenditure

TOTALAs at
31.03.2021 (₹)As at
31.03.2020 (₹)

100.35

272.85

72.47

128.63

64.31

80.60

1.40

1.31

82.01

129.66

24.30

36.29

6.35

8.38

89.49

81.80

0.66

0.94

48.12

51.51

13.33

9.65

37.93

12.27

6.58

56.28

8.07

14.84

7.07

108.71

29.90

25.25

7.03

11.92

0.19

0.12

50.29

21.28

0.13

0.41

-

1.78

-

15.56

344.82

309.01

1.80

5.02

11.20

18.14

71.54

36.11

118.95

7.59

0.06

0.10

1.10

0.50

1.70

1.26

2.65

3.19

1,203.79**1,450.94****Particulars**As at
31.03.2021 (₹)As at
31.03.2020 (₹)**Note: 26(B) Administrative expenses**

Director sitting fees

1.10

1.60

Board meeting expenses

-

0.01

Printing & stationary

16.99

18.12

Postage & telegram

0.74

0.91

Telephone/telex/fax

25.41

25.37

Books & periodicals

3.36

4.40

Tenders publishing expenditure

18.68

21.63

Legal expenses

-

2.26

Professional charges

31.22

19.55

Travelling expenses

13.28

34.58

110.78**128.44**

Note: 26(C) Other expenses

Provision

Provision for bad and doubtful debts

Provision for Loss of Stock

Contingent provision against standard assets

27.37

-

1.20

-

2.80

-

31.37**-**

Auditor's Remuneration (including

Service Tax)

- for Statutory audit

2.00

- Tax audit

0.50

- others service

0.30

- reimbursement of audit related expense

1.17

3.97

3.60

Internal audit expenses

1.65

1.65

1.65

Total of C**36.99****5.25****Note: 26(D) Prior period Adjustment**

Depreciation on POL Havelock Building

GST on Liquidity Damage

-

(0.68)

Transportation Charges

2.25

Depreciation on POL Neil Building

-

1.64

Grant in Aid

-

(25.32)

Provisions for Performance Related Incentive

Professional charges

(0.36)

Repair and Maintenance

2.33

0.67

Rent of Building

4.48

0.11

2% Share of Revenue from Taj

-

(35.67)

Total**8.70****(59.26)****Total Operation and other expenses (A+B+C+D)****1,360.26****1,525.37****Note: 27 Earning per share**

Amount available for equity shareholders (₹)

1,928.90

2,808.04

Weighted average number of equity shares

11

11

Earning per share basic and diluted (₹)

176

256

Face value per equity share (₹)

100

100



Note 28(i) Contingent Liabilities:

- a) The following cases pending with the Income Tax Department for which the company has gone for appeal/rectification.

A.Y.	Order dt	Amount Claimed	Appeal No / Date	Amount agreed and provided	Contingent Liability
2007-08	27/02/2015	₹1,96,03,051/-	893 dt 04.05.2018	₹ 65,30,724/-	₹1,30,72,327/-
2011-12	28/03/2014	₹ 3,84,40,185/-	894 dt 04.05.2018	₹ 3,76,37,985/-	₹ 9,56,860/-
2013-14	13/01/2016	₹5,87,03,998/-	1008 dt 15.05.2018	₹ 5,49,40,507/-	₹ 20,77,920/-
2014-15	31/12/2019	₹82360656/-	30.01.2020	₹7,21,45,796/-	₹1,02,14,860/-
2009-10 and 2019-20	TDS/TCS return	62,720/-	TDS/TCS quarterly return correction	---	₹ 62,720/-
Total					₹ 2,63,84,687/-

- b) Details of Court Cases pending as on 31.03.2021

Case No.	Pending with	Plaintiff& Defendant	Financial Implication Assets/(Liability)
Money Suit No of 2010	Court of Civil Judge(Senior Division)	ANIIDCO Ltd. -vs- Sanjay Anand, Ex.JA	₹9,24,406/-
Money Suit No. of 2011	Court of Civil Judge(Senior Division)	ANIIDCO - Vs- Self Help Group.	₹2,05,996/-
Appeal No.15(15)	EPF Appellate Tribunal, New Delhi	Regional Provident Fund Commissioner Vs ANIIDCO	(₹ 22,60,043/-)
WP No.059 of 2020	High Court	Shri G.P. Mani & Ors. Vs GM, ANIIDCO	Not ascertainable
2284 of 2019	Supreme Court	LINHRPL V/s ANIIDCO Hon'ble Division Bench dismissed the petition of M/s LINRPL. Now M/s LINRPL filed appeal before the Supreme Court.	₹ 5,47,46,091/-
WP No.267	High Court	GM, ANIIDCO - Vs- Y John	Not ascertainable
MAT 010/2020	High Court	GM, ANIIDCO - Vs- R. Alangaram	Not ascertainable
WP No of 2020	High Court	Shri S. Shanmuganathan - Vs- ANIIDCO	Not ascertainable
WP No of 2020	High Court	Ms. Sarun Niza - Vs - ANIIDCO	Not ascertainable

- c)The Marine Products Export Development Authority (MPEDA) originally invested in M/s Andaman Fisheries Limited, 33,000 nos of equity shares of ₹10/- each amounting to ₹ 3,30,000/-, as assistance to the said company in promoting its business in deep sea



fishing, export oriented production of value added marine products and aquaculture products, and in case of failure, the company must take back all the share invested by MPEDA. The company was asked to take back the shares, as promised to MPEDA. The above Authority (MPEDA) also filed a suit against this company demanding total repayment of ₹ 3,30,000/- with interest therein @ 18% per annum since 15th of May, 1992. The Hon'ble High Court at Ernakulam appointed an Arbitrator to go into details and to make final decision on both the parties. As promoter of M/s Andaman Fisheries Ltd, this Company purchased back the above shares of ₹3,30,000/- on 19/08/2004 pending transfer formalities to be completed and this amount has been shown by this company as further investment in Andaman Fisheries Ltd. The company has make a provision for interest for an amount of ₹ 5,38,994/- included in current liability.

Note 28(ii) Capital Commitment:

Estimated amount of contracts remaining to be executed on capital account ₹ 4,49,45,897/- (Previous Year ₹2,12,08,175/-) and amount paid for Capital Expenses shown in CWIP is ₹ 59,66,665/- (Previous Year ₹ 21,39,400).

Note 28(iii) Guarantee issued by Company:

Company has furnished a Bank guarantee for ₹15,20,000/- to IATA and ₹ 3,00,000/- to AIR VISTARA for its Ticketing Division. The Company has given credit guarantee amounting to ₹11,47,307/- in respect of loans granted by our Credit & Finance Division which is secured by Credit Guarantee Fund.

Note 28(iv) Dividend:

As per guidelines circulated vide office Memorandum No.5/2/2016-Policy dated 27.05.2016 from Government of India, Ministry of Finance, The Corporation declare a minimum dividend of @ 30% of the PAT or 5% of net-worth whichever is higher subject to the maximum dividend permitted under the extant legal provision.

Note 28(v) Advance Tax

An unadjusted amount of ₹1,04,64,28,156/- has been shown as "Provision for Income tax" under "Short term provisions" as against "Advance payment of Income Tax" of ₹1,07,26,185/- under "Short term loans and advances". The assessment up to AY 2015-16 is over u/s 143, however the Corporation is unable to adjust the same against "Advance Income Tax" as because the corporation has disputed the amount and gone for appeal / rectification. Further in few cases Corporation has got appeal order in its' favor but the tax effect on the same has not been given by the assessing officer, causing pending adjustment. Detail of all cases given hereunder year-wise :



Assessment Year	Order date U/s 143(3)	Demand Amount	Appeal authority	Appeal ordered dated	Remarks
2008-09	30/12/2010	67,21,703/-	CIT (A)- XI	No. 482 Dt. 07/05/2015	Ordered deletion of expense to the extent of ₹1,51,12,300/- amount refundable has not yet ascertained
2009-10	30/12/2011	1,40,958/-	CIT (A)-I	No. 1047 Dt. 27/01/2014	Ordered deletion of expense to the extent of ₹89,58,073/- amount refundable has not yet ascertained
2010-11	23/03/2013	3,630/-	CIT (A)-I	No. 623 Dt. 06/03/2015	Ordered deletion of expense to the extent of ₹2,08,92,808/- amount refundable has not yet ascertained

Note 28(vi) Subsidiary Company:

The Andaman Fisheries Ltd. became a subsidiary company with effect from 19.8.2004 and a statement u/s 129(3) and audited accounts for the year ended 31.3.2021 are enclosed.

A Term Loan sanctioned to Andaman Fisheries Ltd in the earlier years, amounting to ₹132,00,000/- has been shown as "Loan to Related Party" under "Term Loan from C&F Division". The Company treated the said Term Loan including interest upto 2002-03 as bad debt and made provision in full for same. Since then, no interest is being calculated and provided.

Interest Free Loan was sanctioned to Andaman Fisheries Ltd during the year was ₹ Nil and the outstanding balance as on 31st March'21 amounting to ₹1,65,00,000/-, (previous year ₹1,65,00,000/-). In earlier years the company provided an interest bearing unsecured loan of ₹ 33,00,000 on which accrued interest accumulated was ₹ 823,334/- upto Financial year 2002-03. 100% provision had been made on such loan interest bearing unsecured loan.

Note 28(vii) Applicable Disclosure Requirements for Financial Institutions (Credit & Finance Division):

- Net Non-Performing Assets : ₹ 16228720/- (PY ₹ 1,47,41,560/-)
- Net Loans & Advances : ₹18398032/- (PY ₹ 1,78,18,661/-)
- Percentage of net NPA to net Loans & Advances: 88.21% (PY 82.73 %)
- Amount of net NPA under the prescribed asset classification categories:
 - Sub-standard: ₹.1672326/- (PY ₹.9,85,203 /-)
 - Doubtful: ₹ 1356394 /- (PY ₹ 5,56,357/-)



- iii. Loss Assets : ₹ 1,32,00,000/- (PY ₹ 1,32,00,000)
- e. Amount of Provision made during the year towards NPA : ₹ 17,18,0,182 /- (PY ₹ 1,69,00,323/-)

Note 28(viii) Remuneration to Auditors:

Remuneration to Auditors consists of:

(a) as auditor : audit fees	₹. 2,36,000/- (PY ₹ 2,12,400/-)
(b) taxation matters: tax audit fees	₹. 59,000/- (PY ₹ 53,100/-)
(c) company law matters	₹. Nil (PY ₹ Nil)
(d) management services	₹. Nil (PY ₹ Nil)
(e) cost audit fees	₹. Nil (PY ₹ Nil/-)
(f) other Services	₹. 35,400/- (PY ₹ 29,500/-)
(g) reimbursement of Expenses	₹. 1,16,590/- (PY ₹ 60,151 /-)
(h) Total	₹. 4,46,990/- (PY 3,55,151/-)

Note 28(ix) Managerial Remuneration:

- Remuneration (sitting fee) to Managing Director, whole-time Directors and /or Manager: ₹ 25,000/-
- Remuneration (sitting fee) to other directors : ₹ 85,000/-
- Travelling expenditure incurred for Managing Director during the year ₹ 1,17,220/- (previous year ₹ 68,354/-). Remuneration has been paid to Managing Director for ₹ 3,28,413/- (previous year ₹ 3,05,726/-).

Note 28(x) Related party disclosure as per AS - 18:

A) Related Parties and their relationship:

- Subsidiaries (direct holding): Andaman Fisheries Limited
- Fellow Subsidiaries: NIL
- Associates: NIL
- Key Managerial Personnel: Appointment of KMP has not been formalized as Rule 8 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 is not applicable to the Corporation.

B) Transaction with related parties for the year ended March 31, 2021

	Subsidiaries	Key Management Personnel and their relatives
Brand equity contribution	Nil	Nil
Purchase of fixed assets	Nil	Nil
Loans and advances repaid	Nil	Nil
Revenue Income	Nil	Nil
Revenue expenses	Nil	Nil
Provision/(write back of provision) for doubtful receivables, advances	Nil	Nil
Guarantees given	Nil	Nil
Remuneration	Nil	Nil



C)Related Party Disclosure:

	AFL (Subsidiary Company)	
	2020-21	2019-20
Trade receivables, Unbilled revenue, Loans and advances, Other assets (net)	Nil	Nil
Trade payables, Income received in advance, Advances from customers, Other liabilities	Nil	Nil
Guarantees	Nil	Nil
Investment in debentures/mutual funds/bonds	Nil	Nil

D)Disclosure of material transactions with related parties

Rent income	Nil	Nil
Other income	Nil	Nil
Purchase of goods, services and facilities (including reimbursement)	Nil	Nil
Rent expense	Nil	Nil
Provision / (Write back of provision) for doubtful receivables, advances	Nil	Nil
Bad debts written off	Nil	Nil
Advances written off	Nil	Nil
Dividend paid on equity shares	Nil	Nil
Guarantees given during the year	Nil	Nil
Remuneration to Key Managerial Personnel	Nil	Nil



**Additional information- pursuant to Para 2 of general instructions for the preparation
of Consolidated Financial Statements for the year 2020-21**

Name of the entity	Net Assets i.e. total assets minus total liabilities		Share in profit or loss	
	as % of Amount consolidated net assets	Amount (₹ in Crore)	as % of Amount consolidated net profit	Amount (₹ in Crore)
1	2	3	4	5
Parent	126.72	192.35	134.02	19.30
Subsidiaries				
Indian				
AFL	-26.72	-40.56	-34.02	-4.90
Foreign				
Minority Interest in all Subsidiaries				
Associates (Investment as per the equity method)				
Indian				
Foreign				
Joint Ventures (As pre proportionate consolidation/investment as per the equity method)				
Indian				
Foreign				
Total	100.00 %	151.79	100.00 %	14.40

