

**ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LTD.
(ANIIDCO)**

BOARD OF DIRECTORS

Shri Anand Prakash, IAS	Chairman
Shri. Jalaj Shrivastava, IAS	Managing Director
Shri. Ajai Saxena, IFS	Director
Shri K.K. Jindal, IAS	Director
Shri Satish Mathur, IAS	Director
Shri A.S. Dagar	Director
Shri U. Viswanadham	Director
Shri M.N. Murali	Director
Shri Iqbal Khan	Director

Company Secretary : **Basuki Nath Sah**

BANKERS : Indian Bank, Port Blair.
State Bank Of India, Port Blair.
AXIS Bank, Port Blair.
SyndicateBank, Secretariat, Port Blair.

AUDITOR : **REGISTERED OFFICE :**

M/s S.N. Mukherji & Co.
CA, FRN-301079E

Vikas Bhawan

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Port Blair - 744 101
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Website : www.aniidco.nic.in

ANDAMAN & NICOBAR ISLANDS INTEGRATED DEVELOPMENT CORPORATION LTD.

REPORT OF THE BOARD DIRECTORS TO THE MEMBERS

The Board of Directors has pleasure in presenting the twenty fourth Annual Report and the audited statement of accounts for the year ended 31st March, 2012. The performance of the Corporation for the year under report has been satisfactory. Its turnover all time high of ₹ 189 crore against ₹ 168 crore in the previous year. Profit before tax of the Corporation has also increased from ₹ 10.82 crore to ₹ 14.30 crore.

FINANCIAL RESULTS

The highlights of the performance and the financial results for the financial year 2011-2012 are given below:

KEY RESULT	(₹ in lakh)	
	2011-12	2010-11
Total Turnover	18903.73	16793.30
Profit for the year (Before tax)	1429.87	1082.00
Provision for tax	516.27	350
Net Profit for the year	930.56	625.57

Appropriations

Dividend	76.79	54.85
Transfer to Reserves	841.31	561.60

OPERATIONS:

(i) IMFL Division

The A&N Administration renewed the licence for retail sale of IMFL and beer within the territory of A&N Islands for the financial year 2011-12. The License fee, Excise duty and octroi paid by the Corporation are as under:

(₹ in crore)

Year	2011-12	2010-11
Licence fee	24.67	23.91
Excise Duty	5.98	6.71
Octroi	13.43	8.95

The turnover and profit before tax of the division during the financial year was ₹ 98.14 crore and ₹ 8.23 crore respectively against ₹ 86.92 crore and ₹ 5.22 crore during the previous year.

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

Year	Expenditure	Income	Trading Surplus
2009-2010	8761.18	9470.52	709.34
2010-2011	9650.91	10463.89	812.98
2011-2012	10071.81	11195.45	1123.64

(ii) Steel Division

The Corporation functions as the nodal agency for procurement and distribution of Iron & Steel to various Government Departments and also to the SSI units. The division

sold 2127.37 MT of steel during the financial year as against 3124.42 MT of steel last year. The turnover and profit before tax of the division during the financial year was ₹ 10.72 crore and ₹ 1.32 lakh respectively against ₹ 15.42 crore and ₹ 17.87 lakh during the previous year. The performance of the division is mainly depended on requirement of Government departments like APWD, DSS and Electricity.

Performance of Steel division for last three years (` in lakh)

Year	Expenditure	Income	Trading Surplus
2009-2010	1020.73	1073.99	53.26
2010-2011	1510.61	1580.02	69.42
2011-2012	1106.92	1141.09	34.17

(iii) POL Division

The Corporation is operating IOC retail outlets and consumer pumps in various parts of the islands. The division sold 133.82 lakh ltrs., POL products during the financial year as against the sale of 133.74 lakh ltrs. during the previous year. The turnover and profit before tax of the division during the financial year was ₹ 65.82 crore and ₹ (57.79) lakh respectively against ₹ 52.94 crore and ₹ (59.48) lakh during the previous year. With the approval of Petroleum Ministry, the Corporation has implemented uniform pricing of POL in southern group of islands with effect from 12.7.2010, because of which the profitability of the division is mainly linked to freight equalization factor approved by the IOC.

Performance of POL Division for last three years (` in lakh)

Year	Expenditure	Income	Trading Surplus
2009-2010	4262.57	4372.20	109.63
2010-2011	5311.61	5495.16	183.56
2011-2012	6606.11	6749.98	143.87

(iv) Tourism Division

The Corporation is engaged in operation of Megapode Resort and Camping Resort. The occupancy of Megapode Resort during the financial year was 70.60%, as against 73.12%, in the previous year. The turnover and profit before tax of the division during the financial year was ₹ 437.92 lakh and ₹ (9.63) lakh respectively against ₹ 393.52 lakh and ₹ 4.68 lakh during the previous year.

Performance of Tourism Division for last three years (` in lakh)

Year	Expenditure	Income	Trading Surplus
2009-2010	366.31	420.11	53.79
2010-2011	411.38	429.22	17.84
2011-2012	471.92	475.71	3.79

(v) Milk Division

The Corporation is engaged in production and marketing of milk and milk products. The turnover of the division during the financial year was ₹ 514.98 lakh against ₹ 464.71 lakh last year. The division sustained loss of ₹ 73.13 lakh during the financial year against last year's loss of ₹ 71.51 lakh, due to sharp increase in input cost and overhead cost like milk powder and wages etc. This division is incurring losses for last seven years. The selling price of milk has been increased; however, it is still being sold at lower than the production cost. The Corporation has undertaken the up gradation of Milk Plant which will reduce the operational cost and increase the production capacity of milk to meet the demand of local market.

Performance of Milk Division for last three years (` in lakh)

Year	Expenditure	Income	Trading Surplus
2009-2010	638.55	566.14	(-) 72.41
2010-2011	604.34	548.36	(-) 55.98
2011-2012	695.01	629.80	(-)65.21

(vi) Credit and Finance Division

The Corporation has been designated as a State Financial Corporation by Government of India. The C&F Division has provided financial assistance to industrial concerns as per SFC Act, for setting up technically and financially viable projects in the Andaman & Nicobar Islands. The scale of operation of the division has remained small due to limited scope of industrial activity, easy availability of credit from commercial bank. The financial assistance extended during the year is given below:

		Nos. of units		Amount (₹ in lakh)	
		2011-12	2010-11	2011-12	2010-11
i)	General Scheme	17	14	60.95	75.05

The interest income of the division during the financial year was ₹ 17.07 lakh and ₹ 34.58 lakh during the previous year. Profit before tax during the year was ₹ 20.12, whereas this year is ₹ 450.90 lakh after including car rental and lease rent of land. This year no provision has been provided for Non Performing Assets (NPA) against ₹ 8.36 lakh during the previous year, as per RBI guidelines.

Performance of C&F Division before NPA for last three years (₹ in lakh)

Year	Expenditure	Income	Trading Surplus
2009-2010	12.59	19.36	6.26
2010-2011	14.46	49.58	35.13
2011-2012	37.01	503.33	466.32

(vii) Air Ticketing Division

The Corporation is an IATA approved air ticketing agency. The turnover of the division during the financial year was ₹ 518.64 lakh as against ₹ 404.18 lakh last year. The division has made profit of ₹ (14.43) lakh, before tax, during the year as against of ₹ 3.99 lakh in the previous year. During the year, the division has undertaken ticketing of seaplane and operation of water sports equipment and tourist buses transferred from the Tourism Department till it is leased to private operators.

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

Year	Expenditure	Income	Trading Surplus
2009-2010	350.51	355.66	5.15
2010-2011	390.89	407.72	16.83
2011-2012	534.60	531.87	(-)2.73

Future Outlook**Infrastructure development project**

- The Corporation has been appointed as Nodal Agency for connecting A & N Islands to mainland, India by submarine optical fibre cable for providing reliable

and secured telecom connectivity to A&N Islands at an estimated capital cost of ₹ 355.50 crores.

The Corporation has invited bids for execution of the project and after four rounds of meeting with potential bidders, the revised RFP has been issued and the last date for submission of bid is 28th September 2012. We expect to finalize the tender before end of 2012 and complete the first phase of providing OFC cable to Port Blair by March 2014 and other islands by August 2014.

- Corporation proposes to enter into the business of alternate technology solution for civil construction especially pre engineered building. The Corporation has entered into a MOU with DSIIIDC for providing project management consultancy.

Tourism Projects

- The Corporation has entered into agreement with Taj Group, CGHS Earth and Soma Enterprises for development of Beach Resort at Havelock, Long Island and Neil Island. However, due to enactment of new CRZ regulation in January 2011, the projects could not obtain environmental clearance. A & N Administration has taken up the matter with MOEF for sorting out the issue of CRZ. It is expected that the issue of CRZ will be sorted out soon and thereafter the beach resort projects can start construction.
- The Corporation has engaged M/s Mahindra Consulting Engineers for development of shopping mall cum multiplex and Hotel at Mohanpura, Port Blair.
- Water sports equipment transferred by Tourism Department has been sub-leased to M/s Ocean Blue a leading water sports operator in the country.
- The Corporation is in the process of introducing A & N Islands specific souvenirs depicting flora, fauna, scenic beauty, culture of the islands etc. The Corporation has also tied up with World Wildlife Fund (WWF) for joint development and marketing of souvenirs.

Megapode Resort

- The Corporation is in the process of undertaking renovation of existing rooms and cottages, lobby, conference hall and construction of a new bar at an estimated cost of ` 1.80 crores which will be completed before November 2012.
- The proposal for expansion of the resort at an estimated cost of ` 12.79 crore for the construction of a separate block of 24 rooms, swimming pool, lobby, restaurant etc. has been approved.
- The Corporation will be introducing portable tents in the vacant platform area of the Camping Resort which could not be expanded due to the CRZ restriction imposed by Hon'ble Court.

POL Division

- The Corporation is in the process of undertaking construction of POL storage tanks at Kamorta, Katchal, Campbell Bay and Terressa at the estimated cost of ₹ 8.72 crore. APWD is the construction agency and PDIL is the consultant for the project. The amount invested in the project shall be recovered by factoring the same in the uniform POL retail price which has already been approved by the Government of India. The POL storage tanks in Terressa, Katchal and Kamorta shall be operational before end of the year 2012. The work in Campbell Bay

could not be started due to CRZ clearance for the land and decision of Administration for an alternate site which is expected to be sorted soon.

- The Corporation proposes to construct POL retail outlet at Havelock, Neil and Mayabunder ensuring availability of POL products for the islander as presently there are no proper arrangement for supply of POL products. The Corporation has taken up the matter with A & N Administration for allotment of land and permission from IOC.

Milk Plant

- The Corporation has undertaken renovation and up-gradation of Milk Plant at the estimated cost of ` 3.08 crore through IDMC. After renovation, the processing capacity of Milk Plant has increased to 10,000 ltrs. per day. The Corporation is also in the process of introducing new products like khoa, ghee, long life flavoured milk, curd, lassi in cup etc.

Iron & Steel Division

- The Corporation has constructed a steel stockyard at Dollygunj, Port Blair at the cost of ` 84.00 lakh and having 40 MTs weigh bridge and storage facility of 500 MTs steel. The Corporation has also proposed to empanel private steel producers approved by MES to increase his steel business.

IMFL

- The Corporation is the exclusive license for distribution of liquor in the islands. The Corporation is in the process of undertaking face lifting of all its existing shop and opening of self service retail outlet in Port Blair and Havelock. It is expected that face lifting of all the existing shops and opening of self service shops shall be completed before March 2013.

Cold Storages and Ice Plant

- The cold storages and ice plant at Diglipur and Havelock were set up for the leasing out to Andaman Fisheries Ltd. (AFL) and same is being operated by your Corporation since August, 2008 till it is leased to private operator.

Others

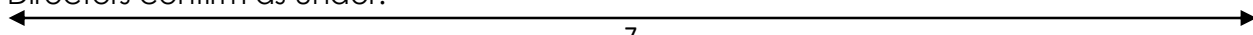
- The Corporation has been awarded the work of supply and installation of biometric attendance system in all the Govt. offices. The Corporation has invited a tender for supply and installation of biometric attendance system and work is expected to be completed before November 2012.

Corporate Social Responsibility

- The Corporation has proposed to create a fund of 3% of the net profit for undertaking Corporate Social Responsibility (CSR). The first project undertaken under the scheme is for development of the sport of Sailing in the islands in association with Yachting Association of India (YAI). "Taking Sailing to School" programme for the school children upto the age group of 15 was launched in October 2011 by the Chief of Naval Staff. For development of Sailing, Port Blair Yacht Club has also been set up with the financial assistance of the Corporation. The Corporation also proposes to organize national and international level Sailing events in the islands.

Directors responsibility statement

In terms of provisions of section 217 (2AA) of the Companies Act, 1956 your Directors confirm as under:



Your Board of Directors confirm:-

- 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, 1956 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.

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 S.N. Mukherji & Co., Chartered Accountants, the statutory Auditor of your company, retire at the ensuing Annual General Meeting and also re-appointed for the financial year 2012-13 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 Public Private Partnership.

A system has been put in place to ensure adequate Internal Audit System. Accordingly, your Corporation has engaged M/s Babu & Badat, Chartered Accountants, Port Blair to conduct the Internal Audit of our Corporation for the financial year 2011-12 and M/s SPAN Associates, Kolkata has been appointed as Internal Auditor for the financial year 2012-13. The Corporation are preparing half yearly accounts from period ending 30 September, 2011 and efforts are being made to finalize the accounts on quarterly basis.

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 235 employees in building a new era in the development of this place. To motivate our employees,

Corporation has formulated a performance linked incentive scheme in consultation with XLRI, Jamshedpur.

Acceptance of Fixed Deposit

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

Particulars of Employees

During the year under review no employees has been paid remuneration in excess of the limit specified under section 217 (2A) of the Companies Act, 1956.

Changes in Directors

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

1. Shri Sakti Sinha, IAS ceased to be Director and Chairman of the Corporation and Shri Anand Prakash, IAS appointed in his place on 25.05.2012.
2. Shri S.K.Goyal ceased to be Director and Shri U.Viswanadham appointed in his place as Director of the Corporation on 25.05.2012.

The Board places on record its deep appreciation and thanks for the services rendered by Shri Sakti Sinha, IAS and Shri S.K.Goyal during their tenure.

Activities relating to Conservation of Energy and Technology

Information as per section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the report of Board of Directors) rules 1988 are furnished as under:

a) 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.

b) 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.

c) Foreign Exchange

Foreign Exchange Earning and outgo during the year 2011-2012

Earning : Foreign exchange received during the year : - NIL-

Outgo : During the year - Nil -

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.

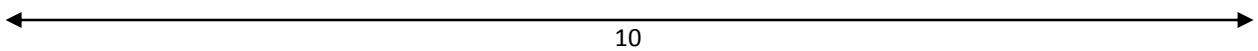
Your Directors also wish to extend sincere thanks to the Ministry of Commerce and Industry, Ministry of Home Affairs, Ministry of Corporate Affairs and the Ministry of Micro Small and Medium Enterprises. Your Directors sincerely wish to thank the Hon'ble Lt. Governor in particular and the A&N Administration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

Port Blair
Dated: 07.09.2012

For and behalf of the Board of Directors.

Sd/-
Director

Sd/-
Managing Director



AUDITORS' REPORT

TO
THE MEMBERS OF
ANDAMAN & NICOBAR ISLANDS INTEGRATED DEVELOPMENT CORPORATION LIMITED

1. We have audited the attached Balance Sheet of the Andaman & Nicobar Islands Integrated Development Corporation Limited (Company) as on 31st March, 2012, and also the Statement of Profit & Loss and the Cash Flow Statement of the Company for the year ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as, evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order 2003, as amended by the Companies (Auditors' Report) (Amendment) Order 2004 (together the "Order") issued by the Central Government of India in terms of Section 227 (4A) of The Companies Act, 1956, (the Act) and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure-A, a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. We state as follows :
 - (a) No Provision has been made during the year towards Corporate Social Responsibility (CSR) as decided by the Board of Directors to implement the same in line with DPE guidelines. Such liability amounts to ` 27,91,688 for the year 2011-2012 and non provision of the liability has resulted in overstatement of profit to that extent.
 - (b) No provision has been made during the year for ` 2,16,00,000 towards balance amount of advance receivable from its subsidiary Andaman Fisheries Ltd as on 31st March 2012 which has resulted in understatement of profit to that extent.
 - (c) Consolidated Financial Statements of the Company (ANIIDCO) and Andaman Fisheries Ltd (Subsidiary Company) as on 31st March 2012 has not been prepared as per guidelines prescribed in Accounting Standard-21 issued by the Institute of Chartered Accountants of India. Financial impact of such non- compliance is not ascertainable.
 - (d) Difference in reconciliation of the Term Loan ledger amounting to ` 2,09,665/- has been adjusted in the Statement of Profit & Loss for the year 2011-2012.
 - (e) Without qualifying our opinion we would like to draw the attention of the shareholders to the fact that as per Accounting standard-15 Leave Encashment Liability payable to the employees has been estimated at ` 2,21,14,447 as on 31st March 2012 calculated as per prevalent method of calculation followed by the company consistently and disclosed in Note 22(b) of the financial statements. However the company has obtained an actuarial valuation report on the issue where such Leave Encashment liability has been calculated at ` 1,19,18,149 as on 31-03-2012. As a result of the method of valuation followed by the company ` 69,61,932 has **been provided as**

Employees Benefit Expense during the year 2011-2012 which has resulted in under- statement of profit to that extent.

5. Subject, to our comments referred to in paragraph 3 and 4 above, we report that :-

- (a) we have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit ;
- (b) in our opinion, proper books of account as required by the law have been kept by the Company, so far as it appears from our examination of those books ;
- (c) the Balance Sheet, Statement of Profit & Loss and the Cash Flow Statement, dealt with by this report, are in agreement with the books of account ;
- (d) in our opinion, the Balance Sheet, Statement of Profit & Loss and the Cash Flow Statement, dealt with by this report comply with the applicable Accounting Standards referred to in section 211 (3C) of the Companies Act, 1956 ;
- (e) The provision of section 274 (1) (g) of the companies Act, 1956 is not applicable to a government company in terms of Notification No. G.S.R. 829 (E), Dt. 21.10.2003 of Govt. of India.
- (f) in our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
 - i) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March 2012 ;
 - ii) in the case of Statement of Profit & Loss, of the profit for the year ended on that date; and
 - iii) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

Place: Kolkata

Date: 8th September 2012

For S. N. Mukherji & Co.
Chartered Accountants
Firm's Registration No-301079E

S. K. Bhattacharyya
Partner
Membership No. 51936

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 619(4) OF THE COMPANIES ACT, 1956 ON THE ACCOUNTS OF ANDAMAN & NICOBAR ISLANDS INTEGRATED DEVELOPMENT CORPORATION LIMITED FOR THE YEAR ENDED 31ST MARCH 2012

The preparation of financial statements of Andaman & Nicobar Islands Integrated Development Corporation Limited for the year ended 31 March 2012 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the Management of the Company. The Statutory Auditors appointed by the Comptroller & Auditor General of India under Section 619(2) of the Companies Act, 1956 are responsible for expressing opinion on these financial statements under section 227 of the Companies Act, 1956 based on independent audit in accordance with the auditing and assurance standards prescribed by their professional body the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 8 September 2012.

I on the behalf of the Comptroller and Auditor General of India have conducted a supplementary audit under Section 619(3)(b) of the Companies Act 1956 of the financial statements of Andaman & Nicobar Islands Integrated Development Corporation Limited, Port Blair for the year ended 31 March 2012. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors, the Company personnel and a selective examination of some of the accounting records. Based on my supplementary audit, I would like to highlight the following significant matter under section 619(4) of the Companies Act, 1956 which has come to my attention and which in my view is necessary for enabling a better understanding of the financial statements and the related Audit Report.

Current Assets – Cash & Bank balances – (Note-17) ` 84.46 Crore

As per Para 45 of Accounting Standard -3 Cash Flow Statements 'An enterprise should disclose, together with a commentary by the Management, the amount of significant cash and cash equivalent balances held by the enterprises that are not available for use by it'. The Company had pledged an amount of ` 2.83 Crore as per Note 17(b) which was not free for use by the Company. However, this was not disclosed in the cash flow statement in violation of Para 45 of Accounting Standard - 3.

For and on behalf of the
Comptroller & Auditor General of India

Place: Kolkata

Date: 12.11.2012

sd/-
L.V. Sudhir Kumar
Director General of Audit
Central : Kolkata

**ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED**
(A Government Undertaking)
BALANCE SHEET AS AT 31st MARCH 2012

	Note No.	As at 31.3.2012 (₹)	As at 31.3.2011 (₹)
<u>EQUITY AND LIABILITIES</u>			
<u>Shareholders' Fund</u>			
Share Capital	2	10,97,00,600	10,97,00,600
Reserves & Surplus	3	59,91,34,721	51,50,03,219
<u>Non-Current Liabilities</u>			
Deferred Tax Liabilities (Net)	4	94,28,652	1,02,02,665
Long Term Provisions	5	2,25,26,513	1,82,13,948
Other Liabilities	6	7,91,95,237	7,76,30,283
<u>Current Liabilities</u>			
Trade Payable	7	17,21,14,038	6,49,83,914
Short Term Provisions	8	20,99,09,238	14,23,51,271
Other Liabilities	9	34,67,96,991	29,84,51,392
TOTAL		1,54,88,05,989	1,23,65,37,292
<u>ASSETS</u>			
<u>Non-Current Assets</u>			
Fixed Assets	10	19,48,74,416	16,17,49,231
Less: Depreciation		4,50,06,102	3,95,71,678
Net Block		14,98,68,314	12,21,77,553
Capital Work-in-Progress		1,33,61,146	2,50,04,128
Investments	11	1,09,65,100	1,09,65,100
Long Term Loans & Advances	12	21,13,804	16,47,461
Term Loan from C&F Division	13	1,72,90,383	1,54,40,190
<u>Current Assets</u>			
Inventories	14	16,31,50,515	19,15,88,712
Trade Receivables	15	3,53,91,008	5,68,18,939
Loans & Advances	16	26,93,38,227	19,29,91,328
Cash & Bank Balances	17	84,45,67,747	57,98,63,969
Others	18	4,27,59,745	4,00,39,912
TOTAL		154,88,05,989	123,65,37,292

Significant Accounting Policies & Notes on Accounts 1

Notes on Accounts 28

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

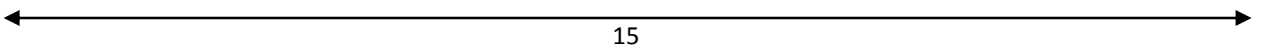
sd/-
(Company Secretary)

sd/-
(Director)

sd/-
(Managing Director
In terms of our separate report of even date
For M/s S. N. Mukherji & CO
Chartered Accountants
FRN - 301079E

Place : Port Blair
Date : 7.9.2012

sd/-
(S. K. Bhattacharyya)
Partner
Membership No.51936



**ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED**

(A Government Undertaking)

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED MARCH 2012

	Note No.	For the year ended 31.03.2012 (`)	For the year ended 31.3.2011 (`)
Income:			
Sales	19	189,03,72,819	167,93,30,195
Other Income	20	11,45,86,777	9,12,37,511
Total Revenue		200,49,59,596	177,05,67,706
Expenses:			
Cost of Material Consumed	21	160,68,95,406	147,33,88,209
Purchases of Stock-in-trade		5,62,20,991	5,52,93,846
Changes in inventories of finished goods, work-in-progress and stock-in-trade		2,84,38,197	(90,13,470)
Employee Benefits Expenses	22	9,23,05,210	8,31,05,700
Finance Cost	23	5,01,494	8,94,939
Depreciation and Amortization Exp	11	77,95,998	66,90,994
Administrative Expenses	24	2,83,65,717	2,61,12,966
Operation, Selling and Distribution Exp.	25	2,81,23,277	2,15,50,838
Provision for Bad and Doubtful Debts, Losses etc	26	1,33,26,384	43,22,605
Total Expenses		186,19,72,674	166,23,46,627
Profit Before exceptional and extraordinary items and tax		14,29,86,922	10,82,21,079
Profit/Loss From Continued Operation		14,29,86,922	10,92,55,585
Profit/Loss From Dis-continued Operation		-	(10,34,506)
Less: Provision for Current Tax		5,16,27,479	3,50,00,000
Less: Provision for Deferred Tax		-	1,02,02,665
Add: Deferred Tax Provision written back		7,74,013	-
Profit After Taxation		9,21,33,456	6,30,18,414
Less: Prior period Adjustment Dr	27	(6,27,955)	4,62,272
Add: Provision written back		2,94,866	
Balance available for appropriation		9,30,56,277	6,25,56,142
Earning per Share			
- Continuous Operation		85	58
- Total Operation		85	57

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

sd/-
(Company Secretary)

sd/-
(Director)

sd/-
(Managing Director)

In terms of our separate report of even date
For M/s S. N. Mukherji & CO
Chartered Accountants
FRN - 301079E

*Place : Port Blair
Date : 7.9.2012*

sd/-
(S. K. Bhattacharyya)
Partner
Membership No.51936

**ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED**
(A Government Undertaking)
CASH FLOW FOR THE YEAR ENDED 31st MARCH 2012

Particulars	For the year ended 31.03.2012 (₹)	For the year ended 31.3.2011 (₹)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net profit before tax and extraordinary items	14,29,86,922	10,82,21,079
<i>Adjustments for :</i>		
Depreciation	77,95,998	66,90,994
Finance Cost	5,01,494	8,94,939
Interest on Fixed Deposit	(4,48,97,953)	(3,20,56,647)
Provision for Bad & Doubtful Debt etc.	1,33,26,384	43,22,605
Loss on sale of Fixed Assets (Net)	6,86,177	6,58,933
Term Loan written off	4,55,369	-
Prior period Adjustment (Cr.)	6,27,955	(4,62,272)
Provision written back	2,94,866	-
Lease Rent Income	(4,25,00,000)	(3,50,00,000)
Operating profit before working capital changes	7,92,77,213	5,32,69,631
<i>Adjustment for :</i>		
Decrease/(Increase) in Inventories	2,84,38,197	(90,13,469)
Decrease/(Increase) in Trade Receivables	1,50,66,646	(7,20,083)
Decrease/(Increase) in Accrued Interest	(1,49,99,673)	(28,59,813)
Decrease/(Increase) in Current Loans & Advances	(3,15,28,804)	470,10,162
Increase/(Decrease) in Other Current Liabilities	4,83,45,599	790,45,034
Decrease/(Increase) in Trade Payables	10,71,30,124	(9,79,43,544)
Decrease/(Increase) in other Current Assets	1,22,79,840	(108,62,812)
Increase/(Decrease) in Short Term Provisions	1,07,06,355	56,26,715
Decrease/(Increase) in Long Term Loans & Advances	(9,21,712)	(4,84,765)
Decrease/(Increase) in Term Loan from C&F Division	(18,50,193)	(9,28,032)
Payment of Tax	(3,95,93,962)	(4,94,25,984)
A. NET CASH FROM OPERATING ACTIVITIES	21,23,49,630	1,27,13,039
B. CASH FLOW FROM INVESTING ACTIVITIES		
Lease Rent Income	4,25,00,000	3,50,00,000
Increase in Other Non-current Liabilities	15,64,954	64,24,695
Increase/(Decrease) in Long Term Provision	(26,52,536)	85,405
Addition to Fixed Assets (net)	(4,26,52,306)	(2,01,57,642)
Change in Capital Work-in-Progress	1,16,42,982	(1,96,87,850)
Interest on Fixed Deposit	4,48,97,953	3,20,56,647
Sale of Fixed Assets after adjustment of Profit / Loss	64,79,370	18,31,717
NET CASH FROM INVESTING ACTIVITIES (B)	6,17,80,417	3,55,52,972

Particulars	For the year ended 31.03.2012 (₹)	For the year ended 31.3.2011 (₹)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Proposed Dividend	(76,79,042)	(54,85,030)
Tax on Proposed Dividend	(12,45,733)	(9,10,995)
Finance Cost	(5,01,494)	(8,94,939)
Net Cash from Financing Activities - C	(94,26,269)	(72,90,964)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	26,47,03,778	4,09,75,047
Cash and Cash Equivalents at the Beginning of the Year	57,98,63,969	53,88,88,922
Cash and Cash Equivalents at the End of the Year	84,45,67,747	57,98,63,969
	26,47,03,778	4,09,75,047
<u>Notes to the Cash Flow Statements for the period ended 31.3.2012</u>		
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.		
3. Previous period figures have been regrouped and recast wherever necessary to conform to the current period classification.		
4. Cash and Cash Equivalent Comprises:-		
	Amount	Amount
Cash in hand & Transit	32,06,595	30,47,859
Balances with Scheduled Banks	29,93,11,084	8,09,34,790
Balances with Non-Scheduled Banks	1,61,902	9,93,154
Fixed Deposit with Scheduled Banks	54,18,88,166	49,48,88,166
TOTAL	84,45,67,747	57,98,63,969

This is the Cash Flow Statement referred in our report of even date.

sd/-
(Company Secretary)

Place : Port Blair
Date : 7.9.2012

sd/-
(Director) sd/-
(Managing Director)
In terms of our separate report of even date
For M/s S. N. Mukherji & CO
Chartered Accountants
FRN - 301079E

sd/-
(S. K. Bhattacharyya)
Partner
Membership No.51936

NOTE 1: Significant Accounting Policies

1. Accounting Concept:

The financial statements are prepared under historical cost convention, on accrual basis and in accordance with generally accepted accounting principles in India. The accounting policies are consistently followed by the Company.

The financial statements comply, in all material respects, with accounting standards as notified by Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 1956.

2. Uses of Estimates:

The preparation of estimates 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 in the period in which the results are known/ materialized.

3. Fixed Assets:

All fixed assets are valued at cost less accumulated depreciation. The cost of an asset comprises its purchase price plus any directly attributable cost of bringing the asset to the working condition for its intended use. Freehold lands are valued at cost.

4. Intangible Assets:

Intangible Assets comprises Computer Software are stated at cost.

5. Depreciation:

The Company has provided depreciation on fixed assets on Straight Line Method at rates prescribed under Schedule XIV of the Companies Act, 1956 on the original cost. However 100% depreciation has been provided in respect of crockery, utensils and linen clothes used in Megapode and Camping Resort.

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.

Intangible assets such as software's, etc. are amortized based upon their estimated useful lives of 3 years.

6. 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 it's recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing value the estimated future cash flows are discounted to it's present value at reasonable discounted rate. For the purpose of assessing impairment, assets are grouped at the levels, for which there are separately identifiable Cash Flow.

7. 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.

8. Investments :

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

9. Inventories :

Inventories are valued at lower of historical cost and estimated net realizable value except raw materials and stores which are valued at historical cost. 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.

10. 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 and are recorded net of trade discounts. Sales do not include inter-divisional transfers.

Revenue from Services

Revenue from services rendered is recognized as the service is performed.

Interest & Commission income is recognized on accrual basis.

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

11. 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.

12. Employee Benefits:

- a) Provident Fund is a defined contribution scheme and contributions during the year are charged to Profit & Loss Account of the year.
- 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 actual basis.
- d) Gratuity liability are defined benefit obligations and provided for on the basis of actuarial valuation made at the end of each financial year by way of contributes to the Gratuity Fund to a Group Gratuity policy with Life Insurance Corporation of India.
- e) Provision for performance related incentives has been made as per the "Performance related Incentive Scheme" of the Company.

13. 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.

14. Taxation:

Current tax is determined as the amount of tax payable in respect of taxable income for the period based on applicable tax rate and laws.

Deferred tax is recognized subject to consideration of prudence in respect of deferred tax asset 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 assets are reviewed at each Balance Sheet date to re-assess realization.

15. Sales tax / Value added tax:

Sales Tax, Value added Tax paid is charged to profit and loss account.

16. Prior-period Adjustments:

Income & Expenditure pertaining to prior period have been accounted separately and the net effect thereof has been disclosed separately in the Profit & loss accounts.

17. Contingent Liabilities:

Contingent liabilities are determined on the basis of available information and are disclosed by way of Notes to the Accounts.

18. Dividend and Tax Thereon:

Final dividend proposed by Directors is provided in Accounts, subject to the approval of members at the Annual General Meeting. Provision for dividend tax made separately.

19. 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 period.

20. 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 / cheques in hand and short-term investments with an original maturity of 11months or less.

21. 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 common costs.

- (iii) Unallocated Items:

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

22. Rounding Off:

Figures in Rupees given in the financial statements are rounded off to nearest Re1/-. Quantitative figures are rounded to the nearest unit wherever required.

**ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED**

(A Government Undertaking)

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31.03.12

Particulars	As at 31.03.2012 (₹)	As at 31.3.2011 (₹)
NOTES : 2		
<u>Share Capital</u>		
<u>Authorised</u>		
50,00,000 Equity shares of ` 100/- each	50,00,00,000	50,00,00,000
<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)	10,97,00,600	10,97,00,600
TOTAL	10,97,00,600	10,97,00,600
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/ period	10,97,00,600	10,97,00,600
Additions during the year	-	-
Deletions during the year	-	-
Balance at the end of the year / period	10,97,00,600	10,97,00,600
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 Shares	Amount
1 The President of India 85	933348	9,33,34,800
2 The Lt. Governor, A&N Island 15	163656	1,63,65,600
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.		
NOTES : 3		
<u>Reserves & Surplus</u>		
<u>General Reserves :</u>		
At the Commencement of the year/period	51,50,02,090	45,88,42,090
Add: Transfer from Surplus	8,41,31,000	5,61,60,000
At the end of the year/ period	59,91,33,090	51,50,02,090
<u>Surplus :</u>		
At the Commencement of the year/period	1,129	1,012
Add: Profit for the year/period	9,30,56,277	6,25,56,142
Less: Appropriations		
Proposed Dividend (@ 7% of Paid-up Capital)	76,79,042	54,85,030
Tax on dividend	12,45,733	9,10,995
Transfer to General Reserve	8,41,31,000	5,61,60,000
At the end of the year/period	1,631	1,129
	59,91,34,721	51,50,03,219

Particulars	As at 31.03.2012 (`)	As at 31.3.2011 (`)
NOTES : 4	<u>Deferred Tax Liabilities (Net)</u>	
a. Deferred Tax Assets		
Depreciation	6,00,155	6,24,387
Provision of doubtful debts and advances	62,84,420	36,12,210
Total	68,84,576	42,36,597
b. Deferred Tax Liabilities		
Depreciation	1,63,13,228	1,44,39,262
Provision of doubtful debts and advances	-	-
Total	1,63,13,228	1,44,39,262
Net Deferred Tax Asset/(Liabilities)	(94,28,652)	(1,02,02,665)
Deferred tax has been calculated as per the Accounting Standard No.22 as issued by Institute of Chartered Accountants of India.		
NOTES : 5	<u>Long Term Provisions</u>	
Provision for Leave Encashment	1,15,17,242	1,00,39,543
Contingent Provision against Standard Assets	44,171	91,046
Provision for Loss of Fixed Assets	-	40,83,359
Provision for Loss on Investment in AFL	69,65,100	
Provision for Loss on Lakshadweep Shilpi Aquaculture Ltd.	40,00,000	40,00,000
	2,25,26,513	1,82,13,948
NOTES : 6	<u>Other liabilities (non-current)</u>	
<u>Credit Guarantee Fund:</u>	6(a)	
Opening Balance (Principal)	2,00,00,000	
Add: Income generated as per last account	3,62,60,921	
Add: Income generated during the year	16,12,812	
Total Fund	5,78,73,733	
Less: Utilized during the Year	47,858	
	5,78,25,875	5,62,60,921
<u>Grant-in-Aid from Govt. of India</u>	6(b)	
Add: Received during the year	-	
Less: Utilised during the year	-	
	1,61,22,670	1,61,22,670
<u>Aside Scheme Fund</u>	6(c)	
Opening Balance	52,46,692	
Add: Fund Received during the Year	-	
Less: Utilised during the year	-	
	52,46,692	52,46,692
TOTAL	7,91,95,237	7,76,30,283

Note 6(a): Credit Guarantee Fund: The Company received ` 2.00 Crores in earlier years from the Director of Industries, A&N Administration, for providing guarantee against industrial loans in lieu of collateral security. Interest Income generated from the investment of the said fund after deduction of tax has been credited to the fund. Balance of the said fund at the end of the financial year is ` 5,78,25,875/- (previous year ` 5,62,60,921/-)

Note 6(b): Grant-in-aid: It represents capital grant of ` 1,61,22,670/- received from A&N Administration in earlier years for infrastructure development and could not be related to any particular asset.

Note 6(c): The Company received a sum of ` 57 lakh from the Ministry of Micro & Small Industries as Nodal Agency for assistance to State for Development of Export Infrastructure and allied Activities (ASIDE) scheme in previous years, out of which a sum of ` 4,53,308/- has been paid to EE,CD-II, APWD, Pathrapur and the balance of ` 52,46,692/- is lying in fund (previous year ` 52,46,692/-).

Particulars		As at 31.03.2012 (`)	As at 31.3.2011 (`)
NOTES : 7			
Trade Payable			
Trade Payable			
i) Outstanding dues to Micro Small and Medium Enterprise		-	-
ii) Other Trade Payables		17,21,14,038	6,49,83,914
NOTES : 8			
Current Provision			
Provision for Taxation :			
- for AY 2008-09	3,50,62,000		
- for AY 2009-10	3,59,40,000		
- for AY 2010-11	2,51,00,000		
- for AY 2011-12	3,50,00,000		
- for AY 2012-13	5,16,27,479	18,27,29,479	12,58,77,867
Provision for Leave encashment		1,05,97,205	54,92,837
Provision for Performance Related Scheme		48,02,000	18,00,602
Proposed Dividend (@ 7% of Paid-up Capital) 8(a)		7,679,042	54,85,030
Provision for Rent		76	1,23,345
Provision for IP&T W&E charges		91,784	91,784
Provision for Dividend tax		21,56,728	9,10,995
Provision for LTC/AFSP		18,52,924	25,68,811
TOTAL		20,99,09,238	14,23,51,271
Note 8 (a) : As per Office Memorandum dated 21st Sep 2010 issued by Ministry of Home Affairs the Company has to propose dividend minimum of 8% of distributable profit, which is ` 73,08,755/-. Hence the Company has proposed to declare dividend @ 7% of Paid-up shares which amounts to ` 76,79,042/-.			
NOTES : 9 Other Current Liabilities			
Deposit Payable to :			
Director IP&T	9(a) 1,12,67,941		
Others	24,42,096	1,37,10,037	4,43,01,766
Advance from Customers		29,05,979	26,37,091
Deposit from Director of Industries - Undersea Cable Project	9(b) 24,00,00,000		
Less: Amount spent	29,83,260	2,37,016,740	-
Liquor Licence Fees payable to DC	2,96,03,728		
Outstanding Liabilities for Exp	2,28,01,640		
Pre-received Lease Rent	9(c)		
The Indian Hotels Comp Ltd	1,50,00,000		
Long Island Nature Hotel & Resort P Ltd	58,33,300		
Soma Andaman Resort P Ltd	16,66,700		
EMD/Security Deposits from Suppliers	30,19,136		
TDS Payable	14,10,775		
Interest free composite loan recovery	9(d) 4,32,050		
Tiny Loan Scheme	9(e) 6,12,964		
Others	26,06,186	8,29,86,479	10,12,91,249
Deposit Payable to Director of Fisheries	9(f)	10,00,000	10,00,000
Advance from Sundry Debtors		90,62,523	14,34,15,286
Duties & Taxes		69,233	-
Tiny Cottage Loan Scheme (unspent)		46,000	46,000
Interest free composite loan scheme		-	57,60,000

TOTAL	34,67,96,991	29,84,51,392
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Note 9 (a) : Company received a sum of ` 150 lakh in earlier years from the Director (IP&T), A&N Administration for construction of wayside amenities on Andaman Trunk Road. Out of the same ` 53 lakh was given to Andaman Harbour Work for the execution of the work as advance for civil work. However, the work was suspended due to public litigation on environment issues of the Andaman Trunk Road. Out of the said advance, a sum of ` 37,32,059/- has been spent by Andaman Harbour Works Ltd (AHWL) and thus this sum of money is reduced from deposit payable and unspent balance amount of ` 15,67,941/- has been returned to the company by AHWL on 14.5.2009. The balance fund of the scheme is proposed to be transferred to PMB for development of wayside amenities at Baratang jetty.

Note 9(b) : Amount received from Director of Industries for Undersea Cable Project is shown as deposit payable, detail available in Para 17(b).

Note 9(c) : The Company has leased out 03 (three) commercial land as per the following details:

Sl. no	Name of Lessee	Period	Location	Date of Leasing	Lease Amount
1	The Indian Hotels Comp Ltd	60 yrs	Havelock	7th Dec'09	` 2.25 Cr p.a.
2	Long Island Nature Hotel & Resort P Ltd	60 yrs	Long Island	14th Aug'10	` 1.75 Cr p.a.
3	Soma Andaman Resort P Ltd	60 yrs	Neil	14th Dec'10	` . 25 Lakh p.a.

Pre-received lease rent from M/s. Long Island Nature Hotel & Resort (P) Ltd and M/s Soma Island Nature Hotel & resort (P) Ltd is shown in current liabilities.

Note 9(d) : The Company has been implementing interest free composite loan scheme sponsored by the Director of Industries, A&N Administration. Total un-utilized amount brought forward from earlier years is ` 57.60 lakh. The entire amount has been refunded during the year.

Note 9(e) : The Company is the implementation agency of "Tiny Cottage Loan Scheme" of the Director of Industries, A&N Administration. The Company has to refund the collected amount after retaining interest margin of 2.5%. The brought forward balance of Tiny Cottage Loan Scheme from the previous year in the said fund is ` 46,000/-and there is no disbursement during the financial year.

Note 9(f) The Company has received fund from Director of Fisheries during the period 1989-90 to 1996-97 of which ` 10 lakh is un-utilized. Further, a request has been received by Director of Fisheries to convert the same in equity shares. But due to delay in approval, the same has been reverted back to deposit payable accounts. The above amount is presently lying in the current account maintained with SBI- Port Blair.

**ANDAMAN & NICOBAR ISLANDS
INTEGRATED DEVELOPMENT CORPORATION LIMITED**

(A Government Undertaking)

NOTE 10 Detail of Fixed Assets

(Amount in `)

Sl No.	Particulars of the Assets	Gross Block			DEPRECIATION			Net Block			
		As at 1.4.2011	Addition	Sales/ Adjustment	As at 31.03.2012	Total as at 1.4.2011	Provided	Adjustment/ Transfer	Total as at 31.3.2012	As at 31.03.2012	As at 31.3.11
	TANGIBLE ASSETS										
1	BUILDING	7,82,93,559	82,81,495	36,49,390	8,29,25,664	78,22,282	13,25,511	8,86,132	82,61,661	7,46,64,003	7,04,71,277
2	LAND (FREE HOLD)	58,05,095	2,80,000	-	60,85,095	-	-	-	-	60,85,095	58,05,095
3	SHIPS & VESSELS	1	-	-	1	-	-	-	-	1	1
4	PLANT & MACHINERY	3,62,06,906	2,21,27,824	57,78,874	5,25,55,856	1,24,51,911	16,27,112	13,91,661	1,26,87,362	3,98,68,494	2,37,54,995
5	VEHICLE	2,15,38,478	1,03,35,349	-	3,18,73,827	55,00,085	32,84,715	-	87,84,800	2,30,89,027	1,60,38,393
6	COMPUTER	57,59,486	8,58,069	85,890	65,31,665	26,12,381	8,81,483	70,814	34,23,050	31,08,615	31,47,105
7	FURNITURE & FIXTURE	83,60,218	3,86,221	12,968	87,33,471	56,64,556	3,42,762	12,968	59,94,350	27,39,121	26,95,662
8	CROCKERY	19,34,855	57,117	-	19,91,972	19,34,855	57,117	-	19,91,972	-	-
9	LINEN	20,09,080	92,130	-	2,101,210	20,09,080	92,130	-	2,101,210	-	-
	TOTAL TANGIBLE ASSETS	15,99,07,677	4,24,18,205	95,27,122	19,27,98,761	3,79,95,149	76,10,830	23,61,575	4,32,44,404	14,95,54,356	12,19,12,528
	INTANGIBLE ASSETS										
	<u>CURRENT YEAR</u>										
	SOFTWARE	18,41,554	2,34,101	-	20,75,655	15,76,529	1,85,168	-	17,61,697	3,13,958	-
	TOTAL ASSETS	16,17,49,231	4,26,52,306	95,27,122	19,48,74,416	3,95,71,678	77,95,998	23,61,575	4,50,06,101	14,98,68,314	12,19,12,528
	PREVIOUS YEAR	14,57,55,165	2,01,57,642	41,63,576	16,17,49,231	3,45,53,610	66,90,994	16,72,926	3,95,71,678	12,21,77,553	11,12,01,556
	CAPITAL-WORK IN PROGRESS	2,50,04,128	2,11,15,612	3,27,58,594	1,33,61,146	-	-	-	-	1,33,61,146	2,50,04,128
	PREVIOUS YEAR	53,16,278	2,86,71,068	89,83,218	2,50,04,128	-	-	-	-	2,50,04,128	-

Note 10(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 is not included in the block of Fixed Assets shown in accounts.

Note 10(ii) : In the previous year plant & machinery included 313 American Diamond processing machines, WDV ` 42,89,154/- as on 16.10.2002 (Original Cost ` 56,40,524/-). The Board of Directors in the meeting held on 31.10.2000 decided to dispose off these machines after referring the same to A&N Administration. Subsequent to such approval on 16.10.2002 provision for loss of assets amounting to ` 40,83,359/- has been booked in the year 2002-03 after assessing expected resale value. No depreciation has been provided on such assets since thereafter. The matter is under Sub-Judice in Court on the point of recovery. A sum of ` 1,21,801/- received from sale of the said assets was in other liabilities. Since the assets does not physically exists, hence the same has been written off in the current financial year.

Note 10(iii) : Software has been depreciated over 3 years.

Note 10(iv) : Depreciation on assets, whose actual cost doesn't exceed ` 5,000/- has been provided @ 100%.

Note 10(v) : Physical verification of assets has been carried out by the officials of the company at the end of the year.

Note 10(vi) : The company returned the allotted land measuring 2,000 sq. metre at RK Pur vide letter No. ANIIDCO/POL/08/III/7662 dt 23.11.07 to the respective Tahsildar, but transfer of title of the Property is not yet confirmed. Premium paid to Govt during allotment amounting to ` 50,000/- has been shown under deposit receivable under Non-current Loans & advance. Further construction made on the above mentioned land before surrender of the said property amounting to ` 1,24,696/- in the year 2006-07, is included under the head "Building". Depreciation charged on the asset is NIL (Previous year NIL).

NOTE 10(vii): The Company has taken back the Vishranti Restaurant along with additional civil works undertaken by the lease based on the valuation by Company's Engineer amounting to ` 9,60,000/-, which is again based on Arbitration Report dated 26th Aug' 2011, has been added to "Building".

Particulars	As at 31.03.2012 (`)	As at 31.3.2011 (`)
NOTE 11 : Non Current Investment		
Trade Investments (Unquoted)		
(i) In Andaman Fisheries Ltd. (A subsidiary Company)		
9,67,000 equity shares @ ` 10 each, (33000 equity shares@ ` 10/ each pending transfer)	69,65,100	69,65,100
(ii) In Lakshadweep Shilpi Aquaculture Ltd.		
4,00,000 equity shares of ` 10 each fully paid at cost	40,00,000	40,00,000
TOTAL	1,09,65,100	1,09,65,100

Note 11 (i) : The Company hold 10,00,000 equity shares of M/s Andaman Fisheries Ltd @ ` 10/- each fully paid-up, of which 33,000 equity share of ` 10/- each acquired from MPEDA are 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 agreed to pay interest @ TermLoan rate of interest in it's 13th Board meeting which amounted to ` 5,28,994/- as interest (Gross amount ` 8,68,994/-) as on 10th June'01 for which a provision has been made in the current year. Further the M/s Andaman Fisheries Ltd. is a loss making company, has negative Net Worth, hence the provision has been made for the entire amount of investment.

Note 11(ii) : The Company has invested ` 40,00,000/- in the Equity Shares (unquoted) of Lakshadweep Shilpi Aquaculture Ltd. (a 100% EOU) 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 its 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.

NOTE 12: Long Term Loans & Advances

Deposit Receivable	12,32,414	7,27,306
House Building Advance to employees (secured)	8,81,390	9,20,155
	21,13,804	16,47,461

NOTE 13: Term Loan from C&F Division

(a) Term Loan	2,06,24,024		
Less: Provision for Sub Standard Assets	33,33,641	1,72,90,383	1,54,40,190
(b) Loan to Related Party			
Loan to AFL	1,32,00,000		
Less: Provision made	1,32,00,000	-	-
		1,72,90,383	1,54,40,190

Note 13(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 in books of accounts. The Company treated the said term loan upto 2002-03 as bad debt and made provision for entire amount. Since then, no interest is being calculated and provided.

Note 13(b) The companies "Credit & Finance" division has provided Term Loan from its available surplus fund called "General Scheme" and it has carried forward Gross opening balance `319.73 Lakh. Total sum of `60.95Lakh (Previous year `75.05) was sanctioned towards loan under above scheme during the year. However the company recovered `66.42 lakh, (Previous year `76.14 Lakh) including interest. A provision was made on standard and non standard assets during the year amounting to ` Nil (Previous year ` 8.83 Lakh).Total provision for the same is ` 148.33 Lakh as above.

Particulars	As at 31.03.2012 (')	As at 31.3.2011 (')
NOTE 14 : Inventories		
Petroleum products	1,58,46,935	1,29,68,313
Steel	55,01,765	-
Constituted Milk	96,631	
Raw Milk	37,51,477	
Paneer	11,003	
Curd	47,280	
Butter Milk	1,395	
Sweet Lassi	874	
Stores & Spares not consumed at Milk Plant	8,25,910	47,34,569
Stock of victuals and provisions at Hotel Megapode & Camping Resort	29,34,379	2,929,671
IMFL Stock	7,78,68,360	112,010,930
Stock of Souvenir & Maps	43,515	46,240
	10,69,29,524	136,294,866
Stock in Transit:		
IMFL	5,12,97,381	
POL	3,10,080	
Raw Milk	46,13,530	55,293,846
TOTAL	16,31,50,515	19,15,88,712

Inventories are valued at lower of Cost and Net Realizable value. Further the same has been valued and

certified by Management.

Particulars	As at 31.03.2012 (₹)	As at 31.3.2011 (₹)
NOTE 15 : Trade receivables		
Unsecured, considered good		
(i) Over six months	2,54,99,946	
(ii) Other Debts	98,91,062	
	3,53,91,008	5,68,18,939
Unsecured, considered doubtful	1,60,51,213	
Less: Provision for Bad and Doubtful debts	1,60,51,213	0
TOTAL	3,53,91,008	5,68,18,939
NOTE 16: Loans & Advances (Current Assets)		
(Unsecured, considered good unless otherwise stated.)		
<u>Advances recoverable in Cash or in kind or for value to be received</u>		
Advance for Civil Work	1,84,54,513	18,46,064
Claim Receivable from IOC	49,71,360	13,66,354
Cash shortage to be Recovered	15,07,492	
Less: Provision	14,05,731	1,01,761
Other Advances	16,95,103	12,56,731
Computer Advance to employees (Secured)	9,80,845	11,32,090
Conveyance Advance to employees (Secured)	1,31,110	1,00,246
Other Advances to Employee	6,96,108	10,06,445
Pre-paid expenses	6,04,930	6,20,122
Deposit /Advances with Govt. and other Agencies	1,30,44,441	25,73,370
Less: Provision	5,24,321	1,25,20,120
Advance Payment of Income Tax (including TDS)		
- for AY 2008-09	2,95,80,217	
- for AY 2009-10	3,85,73,415	
- for AY 2010-11	4,14,26,035	
- for AY 2011-12	4,70,82,275	
- for AY 2012-13	4,13,00,688	
	19,79,62,630	15,40,34,345
Advance Payment of Dividend Tax	35,51,995	
Add: during the year	8,89,810	35,51,995
Advance to Supplier and Contractors	54,15,399	
Less: Provision for Loss of Advance	2,37,457	52,72,237
Lease Rent Receivable	0	0
Provident Fund Deposit [note 16a]	21,29,568	21,29,568
Less: Provision	21,29,568	0
<u>Loans and Advances of Related Parties</u>		
Unsecured Loan to AFL	33,00,000	
Add: Interest accrued upto 2002-03	8,23,334	
Less: Provision	41,23,334	0
Interest free unsecured loan to AFL [note 16b]	2,16,00,000	1,80,00,000
	0	

TOTAL	26,93,38,227	19,29,91,328
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Note 16 (a) 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 ` 21,29,568/- for the period from 2001-2004 was attached by the said Commissioner against which an appeal was filed and the said case was lost before the Appellate Authority, New Delhi. Now the Company has moved the Hon'ble High Court, Port Blair for recovery of such amount. Provision has been made for the entire amount during the current year.

Note 16 (b) : Interest Free Loan was sanctioned to Andaman Fisheries Ltd during the year was ` 36,00,000 and the outstanding balance as on 31st March'12 amounting to ` 2,16,00,000/-, (previous year ` 1,80,00,000/-). 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 has been made on Loan and interest in earlier years.

Particulars	As at 31.03.2012 (`)	As at 31.3.2011 (`)
NOTE 17 : Cash and Bank Balance.		
<u>Cash in hand</u>		
At Port Blair	6,22,311	8,60,061
Postal Stamps in hand	335	154
Cash-in-Transit/D.D. in Transit	-	17,95,269
Cash/cheque at shops	25,83,949	3,92,375
	32,06,595	30,47,859
<u>Current Account Balances with Scheduled Banks</u>		
Indian Bank, Port Blair	2,31,66,358	2,34,37,130
Indian Bank, Chennai	2,65,414	1,43,960
State Bank of India, Port Blair	30,73,563	85,54,861
Canara Bank, Calcutta.	-	-
Syndicate Bank, Secretariat - undersea Cable	24,00,04,943	-
Syndicate Bank, Secretariat	6,668	4,048
State Bank of India, Hut bay	18,15,766	8,42,874
State Bank of India, Rangat	4,66,428	11,17,719
State Bank of India, Mayabunder	2	2
State Bank of India, Diglipur	7,46,663	1,01,18,031
State Bank of India, Billiground	5,000	5,000
State Bank of India, Bambooflat	4,722	6,022
State Bank of India, Car Nicobar	-	-
State Bank of India, RK Pur, L/Andaman	25,949	8,37,011
State Bank of India, Kamorta	2,58,177	3,40,375
Axis Bank	2,94,71,431	3,55,27,757
	29,93,11,084	8,09,34,790
<u>Current Account Balances with Non-Scheduled Banks</u>		
A&N State Co-Operative Bank Ltd. Andamans	1,61,902	9,93,154
	1,61,902	9,93,154
<u>Short term Deposit</u>		
Syndicate Bank, Port Blair	11,00,00,000	16,50,00,000
Axis Bank	10,82,00,000	
Indian Bank, Port Blair	28,16,28,427	16,73,28,427
State Bank of India, Port Blair	4,20,59,739	16,25,59,739
	54,18,88,166	49,48,88,166
Total Cash & Bank Balances	84,45,67,747	57,98,63,969

Note 17 (a) : Bank balance comprises fund received from A& N Administration amounting to ` 24 Crore for "Under Sea Cable Project" held with Syndicate Bank, Secretariat Br.

Note 17 (b) : Short Term Deposit include amount pledged for issuing Bank Guarantee and / or overdraft

as following :

Particular	Guaranteed Amount	Value of Deposit	
1) Overdraft with Indian Bank, Port Blair Br.	1,50,00,000	1,74,80,959	
2) Overdraft with SBI Port Blair Br.	1,00,00,000	1,66,93,160	
3) Pledge for Air Ticket sell with IATA	33,00,000	1,07,23,377	
As on 31st March'12 utilisation of such overdraft accounts is NIL			
NOTE 18: Other Current Assets			
(I) Interest accrued		4,23,92,039	2,73,92,366
(II) Refund due from I.T. Authority		1,54,226	1,54,226
(III) Advance to Supplier		2,13,480	1,24,93,320
TOTAL		4,27,59,745	4,00,39,912

Note 19 : Sales

Particulars	Gross Sale @		Purchase @	
	For the year ended 31 March, 2012	For the year ended 31 March, 2011	For the year ended 31 March, 2012	For the year ended 31 March, 2011
	(')	(')	(')	(')
<u>Manufactured goods</u>				
Dairy Milk	4,35,56,226	3,98,87,079	4,23,06,320	3,36,76,983
Curd	58,73,072	48,88,048		
Other Milk Products	20,68,996	16,95,923		
<u>Traded goods</u>				
IMFL	98,13,83,615	86,92,06,710	32,92,07,800	35,15,42,575
POL	65,81,73,296	52,94,30,217	61,80,27,406	49,69,72,343
Iron and Steel	10,72,02,671	15,41,51,823	10,17,00,713	14,12,21,636
Vegetable	-	22,79,433		
Tourism	4,37,92,216	3,93,52,435	28,16,284	24,59,762
Others	76,955	51,900	34,614	15,07,607
<u>Services</u>				
Air Ticketing	4,82,45,772	3,83,86,627	4,82,45,772	3,83,86,627
Total	1,89,03,72,819	16,793,30,195	114,23,38,908	106,57,67,532

Note: 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, respectively, is 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.

Particulars	For the year ended 31.03.2012 (')	For the year ended 31.03.2011 (')
Note 20 : Other Income		
Interest on Fixed Deposits	4,48,97,953	3,20,56,647
Commission of Air Ticketing	12,14,388	23,11,108
Lease Rent Receipt	4,25,00,000	3,50,00,000
Cash discount	59,82,455	74,88,468
Shortage Recovery :		
IMFL & Iron Steel	31,84,225	
Transportation charges	7,83,148	
Staff Meal	1,38,654	
Interest on Term Loan	17,07,422	18,79,863
Handling Charges Steel(CA)	9,25,052	14,77,226
Cold Storage	21,06,123	17,76,833
Hiring of Bus service	29,51,456	2,12,585
Hiring charges of Water Sports	6,67,360	70,180
Discount received	9,48,507	2,79,446
Hire Charges/Car Rental	58,18,232	30,41,794
Rent of Travel Desk	3,66,900	72,600
Cancellation Charges	-	9,15,404
Interest on Loan to Employees	1,11,627	1,39,390
Outdoor catering charges	1,68,125	90,904
Recovery of Car Rental from guest	1,15,150	1,59,146
TOTAL	11,45,86,777	9,12,37,511
Note 21 : Consumption of Materials		
<u>Consumption of Material</u>		
Air Tickets	4,82,45,772	3,83,86,627
Liquor	27,79,10,418	29,79,26,813
Petroleum Products	61,77,17,326	49,69,72,343
Steel	10,17,00,713	13,95,43,552
Raw Milk & Whole Milk Powder	3,76,92,790	3,36,76,983
Victuals & Provisions for Catering Division	28,16,284	24,59,762
Stationary	34,614	-
Vegetable	-	15,07,607
<u>Add: Procurement Cost</u>		
Carriage Inwards	7,83,58,071	6,51,56,804
Octroi Charges	13,58,12,521	9,15,60,928
License fees	24,67,69,684	23,90,64,763
Duty on Import permit / Excise duty	5,98,37,213	6,71,32,028
Total Purchases	160,68,95,406	147,33,88,209
Purchases of stock-in-trade	5,62,20,991	5,52,93,846
<u>Changes in inventories of finished goods, work-in-progress and stock-in-trade</u>		
Opening Stock	19,15,88,712	
Less: Closing Stock	16,31,50,515	(90,13,470)

There is no abnormal handling loss during the year. All normal losses are within the norms of the Company and the same has been absorbed.

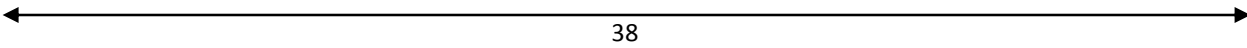
Note 22: Employee Benefits Expenses		
Travelling expenses/LTC to Managing Director		-
<u>Salary, Wages, Bonus & Benefits to Employees :</u>		
Salary	6,66,16,570	6,17,43,830
Contribution to P.F., Pension Fund & Leave Salary	59,07,067	52,50,682
TA/LTC to Staff i) LTC	8,84,246	
ii) TA	24,51,659	
Performance Related Incentive	48,02,000	17,84,000
Gratuity	22(a) 43,43,280	46,28,964
Training expenditure	1,47,577	1,74,274
Rent of Employees Accommodation	1,77,000	84,000
Leave Encashment	13,879	38,823
Provision for Leave Encashment	69,61,932	30,14,583
Provision for LTC/AFSP	-	25,68,811
TOTAL	9,23,05,210	8,31,05,700
Note 22(a) : Gratuity as per AS -15	2011-2012	2010-2011
1 Basic Assumption		
Discount rate	8.00%	8.00%
Salary escalation	6.50%	6.50%
2 Present value of obligation		
Present value of obligation at beginning of the year	1,56,00,556	1,15,09,396.00
Interest Cost	12,48,044	9,20,752.00
Past Service Cost	-	-
Current Service Cost	13,68,886	1,087,979.00
Curtailement Cost	-	-
Settlement Cost	-	-
Benefit paid	-2,91,973	-3,95,165.00
Actuarial (gain)/loss on obligation	19,63,143	24,77,594.00
<i>Defined Benefit obligation at year end</i>	<i>1,98,88,656</i>	<i>1,56,00,556.00</i>
3 Table showing changes in the fair value of plan assets		
Fair value of plan assets at beginning of year	1,27,86,348	79,78,608.00
Expected return on plan assets	13,09,889	8,17,928.00
Contributions	19,36,445	43,84,977.00
Benefits paid	-2,91,973	-3,95,165.00
Actuarial gain/(loss) on plan assets	NIL	NIL
Fair value of plan assets at the end of year	1,57,40,709	1,27,86,348.00
4 Table showing fair value of plan assets		
Fair value of plan assets at the beginning of the year	1,27,86,348	79,78,608.00
Actual return on plan assets	13,09,889	8,17,928.00
Contributions	19,36,445	43,84,977.00
Benefits paid	-2,91,973	-3,95,165.00
Fair value of plan assets at the end of the year	1,57,40,709	1,27,86,348.00
Funded status	-41,47,947	-28,14,208.00
Excess of actual over estimated return on plan assets	NIL	NIL
<i>(Actual rate of return =Estimated rate of return as ARD falls on 31st march)</i>		

5 Actuarial Gain/Loss recognized		
Actuarial (gain)/loss on obligation	-19,63,143	-24,77,594.00
Actuarial (gain)/loss As at-plan assets	NIL	NIL
Actuarial (gain)/loss on obligation	19,63,143	24,77,594.00
Actuarial (gain)/loss recognized at the end of the year	19,63,143	24,77,594.00
6 Amount recognized in the balance sheet		
Present value of obligations as at the end of year	1,98,88,656	1,56,00,556.00
Fair value of plan assets at the end of the year	1,57,40,709	1,27,86,348.00
Funded status	-41,47,947	-28,14,208.00
Net assets/liabilities recognized in the balance sheet	41,47,947	28,14,208.00
7 Expense recognized in the statement of Profit & Loss		
Current Service cost	13,68,886	10,87,979.00
Interest Cost	12,48,044	9,20,752.00
Expected return on plan assets	-13,09,889	-8,17,928.00
Net actuarial (gain)/loss recognized in the year	19,63,143	24,77,594.00
Expenses recognized in statement of profit and loss	32,70,184	36,68,397.00
8 Actuarial Assumption		
Mortality Table (LIC)	1994-96	1994-96
Withdrawal rate	1%-3%	1%-3%
Discount rate	8%	8%
Salary escalation	6.50%	6.50%
9 Membership data		
Number of members	239	200
Average Age	40.31	40.48
	PUC	PUC
10 Formula used		
Note 22(b) : Leave encashment benefit as per AS-15		
Leave encashment liability		
Particulars	2011-12	2010-2011
Number of employees	240	198
Total monthly salary	` 40,36,045/-	` 30,41,583/-
Average past service	12.87 years	14.90 years
Average future service	20.54 years	20.24 years
Total en cashable	30,406 days	34,266 days
Normal retirement age	60 years	60 years
Actuarial Assumptions		
Particulars	2011-12	2010-2011
Discounting rate	8.00% p.a.	8.00% p.a.
Future salary increases	5.00%p.a.	5.00%p.a.
Withdrawal rate	2.00%	2.00%
Actuarial discounted value of leave encashment	` 1,19,18,149/-	` 1,04,39,543/-

Although the actuarial valuation done by the company, but the provision has been made based on the leave balance available for encashment of all employees based on their current salary. The Accumulated provision at the beginning of the year was ` 155,32,380/-, out of which ` 3,79,865/- paid during the year. A fresh provision of ` 69,61,932/- has been made during the year and closing figure at the end of the year is ` 221,14,447/-

Particulars	For the year ended 31.03.2012 (`)	For the year ended 31.3.2011 (`)
Note: 23 Finance Cost		
Bank Charges	4,87,650	8,94,939
Interest on overdraft	13,844	-
	5,01,494	8,94,939
Note :The company doesn't have any Loan and or advance which is interest bearing, hence doesn't have any more Finance Cost		
Note: 24 Administrative Expenses		
Insurance	6,80,154	5,41,197
Printing & Stationary	10,38,999	7,19,255
Postage & Telegram	1,02,592	1,04,313
Telephone/Telex/Fax	7,81,764	7,67,650
Books & Periodicals	2,40,101	2,38,746
Electricity	37,52,836	43,15,385
Office Rent	1,00,745	1,06,816
Rates & Taxes	86,668	1,26,956
Board meeting expenses	17,725	18,369
Tenders publishing Expenditure	19,06,276	18,81,623
Entertainment /hospitality	1,92,188	1,49,013
Gift & compliments	5,967	10,600
Legal expenses	34,000	1,00,114
Consultancy Expenditure	7,60,753	-
<u>Auditor's Remuneration (excluding Service Tax)</u>		
- for Statutory Audit	1,00,000	1,00,000
- Taxation matter	20,000	20,000
- others service	2,000	2,000
- reimbursement of Exp		
Auditor's Travelling & Other Expenses	61,386	39,104
Repair & Maintenance of Computer	9,40,148	13,93,141
Repairs & Maintenance of Vehicles	23,52,704	8,72,589
Repairs & Maintenance of Buildings	11,18,899	11,35,918
Repairs & Maintenance of Furniture	77,522	35,228
Repairs & Maintenance of P& M	2,01,465	20,812
Loss on Sale of Assets (Net)	6,86,177	6,58,933
Term Loan / Bad Debt Written-off	4,55,369	-
Conveyance Charges	73,267	5,575
Hindi week Expenses	11,960	8,943
Uniform & Liveries	25,437	1,21,914
General Expenses	-	22,320
COPU/Parliament Committee Expenditure	-	3,49,465
ITF expenses/Social Service	5,25,567	-
Service Tax	1,52,959	1,26,813
Govt. Audit Expenses	12,813	42,399
Internal Audit Expenses	2,56,904	2,40,531
Outsourcing Manpower	55,33,604	48,71,277
Business Promotion Expenditure	1,42,608	3,60,228
Stipend	-	12,000
Inter Net Expenses	2,500	19,775
Watch and Ward	36,66,869	30,48,160
Membership fee	27,506	29,292
Professional charges	20,43,312	33,37,314
Refreshment Expenditure	1,73,973	1,59,198
TOTAL	2,83,65,717	2,61,12,966

Particulars	For the year ended 31.03.2012 (`)	For the year ended 31.3.2011 (`)
Note: 25 Operation, Selling & Distribution Expenses		
Water Charges	8,72,458	8,29,004
Stores Handling Expenses	1,38,027	3,36,717
Stores & Spares Consumed	1,13,35,315	91,35,508
Rent	29,28,037	28,13,225
Trade discount on room tariff	50,76,133	39,48,186
Fuel expenses (Catering Units)	9,99,741	5,91,639
Sanitation	3,39,775	3,25,559
Horticulture Expenses	6,90,319	5,40,918
Demurrage and Wharfage Expenses	17,787	24,481
Repairs to Machinery & Equipment	41,10,794	24,66,301
Miscellaneous	1,64,725	84,676
Vehicle Hire Charges Tourism	4,24,530	4,09,284
Crockery's Hire charges	45,400	45,340
Package Tour Expenses	9,80,236	-
TOTAL	2,81,23,277	2,15,50,838
Note: 26 Provision		
Provision for Bad and Doubtful Debts	36,92,722	27,34,409
Provision for sub-standard Assets	-	8,36,604
Provision on standard Assets	-	45,861
Provision for Cash Loss	-	7,05,731
Provision for Provident fund	21,29,568	-
Provision for Interest on Buy back of AFL Shares	5,38,994	-
Provision for loss on investment	69,65,100	-
TOTAL	1,33,26,384	43,22,605
Note: 27 Prior period Adjustment		
Telephone	-	13,968
Repair & maintenance of equipment	-	2,76,612
Salary	(29,675)	-
Commission	(46,298)	-
Sales Rectification	4,30,152	92,214
Electric charges	-	4,976
Rent	2,302	11,094
Printing & Stationery	-	11,136
Purchase rectification	(7,45,442)	-
Rates and Taxes	11,703	967
Transportation	(2,57,460)	-
Books and periodicals	-	51,305
Rectification of opening balance	6,763	-
Total	(6,27,955)	4,62,272



NOTES ON ACCOUNT

Note 28(i) Contingent Liabilities:

- a) Estimated amount of contracts remaining to be executed on capital account: ` 103.32 lakh and advance for capital work paid `157.77 lakh (Previous Year ` 250.04 lakh).
- b) Company has furnished a Bank guarantee for ` 33 lakh to IATA for its Ticketing Division. The Company has given credit guarantee amounting to ` 24.91 lakh in respect of loans granted by our Credit & Finance Division which is secured by Credit Guarantee Fund.
- c) Under an order passed by The Regional Provident Fund Commissioner - II Port Blair, under section 7A of the Employees Provident Fund and Misc. Provision Act, 1952, a sum of ` 44,76,556/- for the period from 2004 to 2009 has been claimed. After taking a stay order from High Court Port Blair the matter has been under review with the appellate Authority, Regional Provident Fund Commissioner II, Kolkata.

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

A.Y.	Order dt	Amount Claimed	Amount agreed	Contingent Liability
2008-09	30/12/2010	` 4,13,59,268/-	` 3,46,37,565/-	` 67,21,703/-
2009-10	30/12/2011	` 3,85,64,813/-	` 3,47,82,323/-	NIL

- e) 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 Limited, 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 M/s Andaman Fisheries Limited. The company has made a provision for interest for an amount of ` 5,38,994/- included in current liability.

Note 28(ii) Dividend:

As approved by Ministry of Home Affairs via Office Memorandum dated 21st Sep'2010 the Company has to propose dividend minimum 8% of Profit After Tax upto 2012, which is ` 73,08,755/- Hence the Company proposed to declare ` 76,79,042/- as dividend, which is 7% of paid-up Capital.

Note 28(iii) Subsidiary Company:

The Andaman Fisheries Ltd. became a subsidiary company with effect from 19.8.2004 and a statement u/s 212(1) and audited accounts for the year ended 31.3.2012 as enclosed.

A Term Loan sanctioned to Andaman Fisheries Ltd in the earlier years, amounting to ` 1,32,00,000/- 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 `36,00,000 and the outstanding balance as on 31st March'12 amounting to ` 2,16,00,000/-, (previous year ` 2,13,00,000/-). In earlier years the company has given an interest bearing unsecured loan of ` 33,00,000 on which accrued interest accumulated was ` 8,23,334/- upto Financial year 2002-03. 100 % provision has been made on Loan and interest in earlier years.

Note 28(iv) Applicable Disclosure Requirements for Financial Institutions:

- a. Net Non-Performing Assets : ` 2,25,54,203/-(PY 2,38,12,210)
- b. Net Loans & Advances : ` 3,38,24,024/-(PY 4,05,20,712)
- c. Percentage of net NPA to net Loans & Advances: 66.68% (PY 58.71%)
- d. Amount of net NPA under the prescribed asset classification categories:
 - i. Sub-standard : ` 43,44,360/-(PY 41,79,154)
 - ii. Doubtful : ` 50,09,843/-(PY 28,72,165)
 - iii. Loss Assets : ` 1,32,00,000/-(PY 1,32,00,000)
- e. Amount of Provision made during the year towards NPA : ` NIL (PY ` 8,36,604/-)

Note 28(v) Remuneration to Auditors:

Remuneration to Auditors consists of:

- (a) as auditor : Audit Fees ` 1,00,000/- (Prev. Year ` 1,00,000/-)
- (b) as advisor, or in any other capacity, in respect of-
 - (i) Taxation matters: Tax Audit Fees ` 20,000/- (Prev. Year ` 20,000/-)
 - (ii) Company law matters ` Nil (Prev. Year ` Nil)
 - (iii) Management services ` Nil (Prev. Year ` Nil)
- (c) in any other manner: Certification Fees ` 2,000/- (Prev. Year ` 2,000/-)

Note 28(vi) Managerial Remuneration:

Remuneration paid or payable to Managing Director during the year ` NIL (previous year ` Nil) since he/she drew his/her salary from A&N Administration in capacity as Secretary.

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

Related Parties

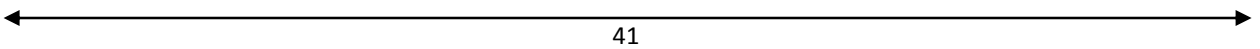
- i) Subsidiaries : Andaman Fisheries Limited
- ii) Associates : NIL
- iii) Key Managerial Personnel : Mr. Jalaj Srivastava
- iv) Relative of Key Managerial Personnel : NIL

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

There is no transaction with Micro and Small Enterprise, to the extent to which they could be identified as Micro and Small Enterprise under Micro, Small and Medium Enterprise Development Act, 2006.

Note 28(ix) Segmental Reporting:

Division-wise Segmental report is given in Annexure – A.



ANDAMAN AND NICOBAR ISLANDS INTEGRATED DEVELOPMENT CORPORATION LIMITED (ANIIDCO)
SEGMENTAL PROFIT & LOSS STATEMENT (DIVISION WISE) FOR YEAR 2011-12

ANNEXURE-A

(Amount in `)

Heads of account	Iron & Steel	POL	C&F/NP	IMFL	TSM	Milk	Bus Service	Water Sports	Cold Storage	Air Ticket	Corporate Office	Total
Income												
Sales	10,72,02,671	65,81,73,296		98,13,83,615	4,37,92,216	5,14,98,294				4,82,45,772	76,955	189,03,72,818
Direct Income	9,25,052	66,979	17,07,422				29,51,456	6,67,360	21,06,123	12,14,388		96,38,781
Indirect Income	4,79,245	6,00,980	4,86,25,813	89,95,315	8,44,618	4,340		15,500	23,124	92,760	4,52,66,301	10,49,47,996
Closing stock	55,01,765	1,61,57,015		12,91,65,741	29,34,379	93,48,099					43,515	16,31,50,515
Total Income	11,41,08,733	67,49,98,270	5,03,33,235	111,95,44,672	4,75,71,214	6,08,50,733	29,51,456	6,82,860	21,29,247	4,95,52,920	4,53,86,771	216,81,10,111
Expenditure												
Opening Balance	16,78,084	1,29,68,313		16,56,26,692	29,29,671	83,39,712				-	46,240	19,15,88,712
Purchase	10,17,00,713	61,80,27,406		32,92,07,800	28,16,284	4,23,06,320				4,82,45,772	34,614	114,23,38,908
Direct Expenses	53,83,427	1,54,19,516		49,67,21,296	2,38,768	29,49,332	12,778	2,100	13,221	1,150	35,901	52,07,77,489
Gross Profit	53,46,510	2,85,83,035	5,03,33,235	12,79,88,884	4,15,86,491	72,55,369	29,38,678	6,80,760	21,16,026	13,05,998	4,52,70,016	1,85,47,05,109
Administrative Overheads	7,06,317	21,85,557	5,37,858	19,73,373	65,08,106	19,63,234	14,06,198	5,29,336	13,73,157	4,19,145	1,12,64,930	2,88,67,211
Operation, Selling & Distribution	47,600	18,17,200	-	28,53,697	1,63,93,974	44,07,403	9,83,991	4,46,149	26,014	625	11,46,624	2,81,23,277
Remuneration to Employees	10,12,159	99,39,842	12,28,967	1,07,34,317	1,71,18,177	60,21,617	5,60,740		9,53,117	8,29,660	4,39,06,615	9,23,05,211
Depreciation	1,63,423	2,53,644	19,34,138	63,925	11,87,314	5,98,451			5,49,874	22,210	30,23,019	77,95,998
Total Expenditure	11,06,91,722	66,06,11,478	37,00,963	100,71,81,099	4,71,92,294	6,65,86,068	29,63,707	9,77,585	29,15,383	4,95,18,562	5,94,57,943	15,70,91,697
Profit before Corporate overhead	34,17,011	1,43,86,792	4,66,32,272	11,23,63,572	3,78,920	(57,35,335)	(12,251)	(2,94,725)	(7,86,136)	34,358	(1,40,71,172)	15,63,13,305
Previous Year	69,41,860	1,17,55,559	35,12,701	8,12,97,979	17,83,937	(55,97,545)	-	-	-	16,82,660	1,29,27,452	11,43,04,603
Less: Corp.Overheads	32,84,528	2,01,65,435	15,42,134	3,00,68,111	13,41,727	1,577,830	-	-	-	14,78,178	-	5,94,57,943
Profit before Adjustment	1,32,483	(57,78,643)	4,50,90,138	8,22,95,461	(9,62,808)	(73,13,165)	(12,251)	(2,94,725)	(7,86,136)	(14,43,820)	-	11,09,26,534
Previous Year	17,87,241	(59,47,840)	34,49,841	5,22,32,934	4,68,047	(71,51,472)	-	-	-	3,99,066	-	4,52,37,817
Add: Interest on FD and other income												4,53,86,771
Adjustment for Prov, write-off												1,33,26,384
Total profit before tax												14,29,86,922
sd/-	sd/-					sd/-		sd/-				
Company Secretary	Director					Managing Director						