

Annual Report 2015-2016

Sr. No.	Contents	Page No.
1.	Board Of Directors as on 31-3-2016	2
2.	Executive Committee	4
3.	List of Branch Executive at Head Office & Regional Heads as on 31.3.2016	5
4.	List of Warehousing Centres & Capacity as on 31.3.2016	6
5.	Maharashtra State Warehousing Corporation Performance Indicators During 2014-2016	15
6.	Comparative Analysis of the working results for the year 2014-2015, 2015-2016	16
7.	Notice of Fifty Fourth Annual General Meeting	18
8.	Report of the Board of Directors	20
9.	Auditor's Report	27
10.	Warehousing Profit & Loss Account for the year ended 31st March 2016	40
11.	Profit & Loss Account for the year ended 31st March 2016	42
12.	Profit & Loss Appropriation Accounts for the year ended 31st March 2016	44
13.	Balance Sheet as on 31st March 2016	46
14.	SCHEDULES	
	A. Establishment Expenses (Field Office)	52
	B. Other Items of Expenditure (Field Office)	53
	C. Establishment Expenditure (Head Office)	54
	D. Other Items of Expenditure (Head Office)	55
	E. Prior Period Expenses	56
	F. Prior Period Income	58
	G. Liabilities	59
	H. Deposits	60
	I. Other Items	61
	J. Cash in Hand	61
	K. Fixed Assets	62
	K-1 Depreciation Fund as on 31-3-2016	64
	K-2 Fixed Assets as on 31-3-2016	65
	L. Stock In Hand	66
	M. Advances	67
	N. Other Debit Balances	68
15.	Notes on Accounts	70
16.	Accounting Policies and Procedure	75
17.	Separate Audit Report of the Comptroller and Auditor General of India for the year ended 31st March 2015	77
18.	Replies given by the Corporation to the Separate Audit Report of the Comptroller and Auditor General of India for the year ended 31st March 2015	79



BOARD OF DIRECTORS (Period 2015 - 2016)

Shri Vilas B. Patil, IAS

Chairman & Managing Director
Maharashtra State Warehousing Corporation
583/B, Market Yard, Gulttekadi, Pune-411037
(w.e.f. 19.8.2015)

Shri A.K.Rana

Deputy Secretary,
Food Corporation of India,
Government of India,
Room. No. 297(A), Krishi Bhawan
New Delhi –110 001
(up to 31.08.2015)

Shri E. P. Ugile,

Chief Engineer,
Government of Maharashtra,
Public Works Department,
Central Building,
Pune 411 001.
(Up to 02.06.2015)

Shri Karamvir Singh,

Deputy Secretary (PD),
Ministry of Consumer Affairs,
Food & Public Distribution,
Department of Food, Government of India,
Krishi Bhawan, New Delhi –110 001.
(from 01.09.2015)

Shri C.P.Joshi,

Chief Engineer, GOM,
Public Works Department,
Central Building,
Pune 411 001.
(From 19.06.2015 to 25.02.2016)

Shri V.R. Gupta,

Director (Finance)
Central Warehousing Corporation
4/1, Siri Institutional Area
Khelgaon Marg
New Delhi –110 016

Shri P.M.Kide,

Chief Engineer ,
Public Works Department
Central Building
Pune –411 001
(from 26-2-2016)

Shri R. V. Vishwanath,

Regional Manager
Central Warehousing Corporation
APMC Sector – 20, Near Fruit Market,
Navi Mumbai-400703

Shri R.S. Atak,

Deputy Secretary (Mktg)
Cooperation, Marketing & Textiles Dept.,
Mantralaya Annexe, Mumbai – 400 032.
(Up to 06.08.2015)

Dr.Rajeev Rai,

#8/9, 27th Cross, Opp Monotype,
BSK 2nd Stage,
Bangalore-560 070
(Up to 24.05.2015)

Shri Sadashiv Shivdas,

Joint Secretary (Mkt.)
Govt. of Maharashtra
Coop. Mktg. & Text. Dept. Mantralaya
Annexe Mumbai – 400 032
(From 7-8-2015)

BOARD OF DIRECTORS (Period 2015 - 2016)

Shri K Prakash,
#1283C, 36th Cross, 19th Main
5th Cross, H.B.R Layout
Bangalore-560 043
(From 25-5-2015)

Shri Vikas Deshmukh (IAS)
Commissioner (Agriculture)
Central Building,
Pune 411 001.

Shri Raghuram Shetty
Deputy General Manager (B&O)
State Bank of India ,
Sharda Chambers, 4th floor,
44,386/2 Shankar Sheth Road,
Pune – 411 037.

Shri Milind Akre
Managing Director
Maharashtra State Agricultural,
Marketing Board, Market Yard,
Pune – 411 037.

Shri Vishwas Bhosale, IAS
Chairman & Managing Director,
Maharashtra State Warehousing Corporation
583/B, Market Yard, Gultekadi,
PUNE-411 037
(Upto 19.8.2015)



EXECUTIVE COMMITTEE (Period 2015 - 2016)

Shri Vilas B. Patil, IAS
Chairman & Managing Director
Maharashtra State Warehousing Corporation
583/B, Market Yard, Gultekadi, Pune-411037
(w.e.f. 19.8.2015)

Shri Vishwas Bhosale, IAS
Chairman & Managing Director,
Maharashtra State Warehousing
Corporation
583/B, Market Yard, Gultekadi,
PUNE-411 037
(Upto 19.8.2015)

Shri R. V. Vishwanath,
Regional Manager
Central Warehousing Corporation
APMC Sector – 20, Near Fruit Market,
Navi Mumbai-400703

Dr.Rajeev Rai,
#8/9, 27th Cross, Opp Monotype,
BSK 2nd Stage,
Bangalore-560 070
(Up to 24.05.2015)

Shri K Prakash,
#1283C, 36th Cross, 19th Main
5th Cross, H.B.R Layout
Bangalore-560 043
(From 25-5-2015)

Shri E.P.Ugile,
Chief Engineer,
Government of Maharashtra,
Public Works Department,
Central Building,
Pune 411 001.
(Up to 02.06.2015)

Shri C.P.Joshi,
Chief Engineer, GOM,
Public Works Department,
Central Building,
Pune 411 001.
(From 19.06.2015 to 25.02.2016)

Shri P.M.Kide,
Chief Engineer ,
Public Works Department
Central Building
Pune –411 001
(from 26-2-2016)

ANNUAL REPORT 2015-2016
List of Branch Executives at Head Office as on 31.03.2016

Sr.No.	Name	Designation	Phone No. (STD No. 020)
1.	Shri S. V. Deshmukh	Joint Managing Director & Secretary	66266820
2.	Shri R. G. Keswani	General Manager (Engineering)	66266855
3.	Shri D. D. Shinde	General Manager (QC)	66266821
4.	Smt.M. G. Inamdar	General Manager (A& A) & F. A.	66266860
5.	Shri R. B. Pawar	Senior Manager (EST/ADM)	66266870
6.	Shri A. R. Pande	Senior Manager (Finance)	66266864
7.	Shri S. V. Gandhi	Programmer	66266838
8.	Shri A. N. Nanaware	Manager (Recovery)	66266864
9.	Shri D. N. Andre	Manager (B.D.)	66266841
10.	Shri V. G. Thube	Manager (Engg)	66266855
11.	Shri M. S. Dutta	Vice Manager (Engg)	66266851

List of Regional Heads as on 31.03.2016

Sr.No.	Name	Designation	Phone No.
1.	Shri S. P. Borse	Senior Manager, Nagpur	0712-2560891/ 2542051
2.	Shri M. M. Ghan	Senior Manager, Amravati	0721-2567067/68
3.	Shri S. R. Adakmol	Senior Manager, Nashik	0253-2461112/1012 2461114
4.	Shri S. C. Mohanty	Sr. Manager, Mumbai	022-2459201/02
5.	Shri. K. M. Tope	Manager, CFS Dronagiri Node	022-27244300/01, 64515079
6.	Shri R. S. Bhise	Manager, Pune & Aurangabad	020-66266880/881 0240-2333811 Aurangabad
7.	Shri P. B. Devkate	Dy.Manager, I/C Regional Head Latur	02382-222407
8.	Shri B. D. Ekhe	Dy. Manager, I/C Regional Head Kolhapur	0231-2528877



LIST OF REGIONWISE WAREHOUSING CENTRES & THEIR AVERAGE CAPACITY AS ON 31-03-2016

AURANGABAD REGION

Name & Address with
Phone No. of Regional Head

Shri R. S. Bhise, Manager
0240-2333811
M.S. Warehousing Corporation
MIDC Area, Near Railway Station,
Aurangabad-431 005.

Total No. Warehouse Centre

22

Total Storage Capacity in M.Ts.

Own

Hired

Total

203516

16582

220098

District	Sr.No.	Name of Centre	Average Capacity (in MT)
Aurangabad	1	Aurangabad (Jadhav Wadi)	15280
	2	MIDC B-23	5582
	3	MIDC B-26	9088
	4.	Aurangabad GAT No.-57	23600
	5.	Paithan	3160
	6.	Viha Mandwa	2000
	7.	Kannad	3000
	8.	Lasur (Station)	4680
	9.	Vaijapur	4040
Beed	10.	Beed	7910
	11.	Georai	6688
	12.	Majalgaon	9217
	13.	Parli-Vaijnath (Tokawadi)	14818
	14.	Parli-Vaijnath (City) APMC	4740
	15.	Parli Vaijnath PPP(DBK)	17500
Jalna	16.	Partur	5297
	17.	Ashti (Dhotar Joda)	2000
	18.	Jalna Bhokardan Road	33880
	19.	Jalna City	7618
	20.	Jalna PEG	35392
	21.	Tirthpuri	1580
	22.	WadiGodri	3028
TOTAL			220098

AMRAVATI REGION

Name & Address with
Phone No. of Regional Head

Shri M. M. Ghan, Sr. Manager
0721-2567067
M.S. Warehousing Corporation
Shetkari Bhavan, APMC,
Old Market Yard, Amravati-444 601.

Total No. Warehouse Centre
Total Storage Capacity in M.Ts.

31
Own Hired Total
246089 4390 250479

District	Sr.No.	Name of Centre	Average Capacity (in MT)
Amravati	1.	Achalpur	4290
	2.	Chandur Bazar	4740
	3.	Dhamangaon	11273
	4.	Warud	4740
	5.	Chandur Railway	3599
	6.	Nandgaon Khandeshwar	1580
	7.	Morshi	3474
Akola	8.	Akola	17742
	9.	Akot	3569
	10.	Murtizapur	11807
Buldhana	11.	Telhara	3146
	12.	Chikhali	9870
	13.	Undri	2000
	14.	Deolgaon Raja	4740
	15.	Khamgaon City	3620
	16.	Khamgaon Warkhed	32554
	17.	Khamgaon-PPP (BS)	35000
	18.	Malkapur	5840
	19.	Mehekar	8578
	20.	Daryapur	3000
	21.	Shegaon	2828
Washim	22.	Sindhkhedraja	2680
	23.	Washim	9790
	24.	Washim Malegaon	4588
	25.	Manglurpir	7637
Yeotmal	26.	Risod	2400
	27.	Wani (Y)	6950
	28.	Darwha	8055
	29.	Pusad	5807
	30.	Umarkhed	6282
	31.	Lohara (Y)	18237
TOTAL			250479

**NAGPUR REGION**

Name & Address with **Shri S.P. Borse, Sr. Manager**
 Phone No. of Regional Head 0721-2560891
 M.S. Warehousing Corporation
 Nagpur Sudhar Kendrache Vyapar Sankul,
 3rd Floor, Gokul Peth, Nagpur 440 010.

Total No. Warehouse Centre 17

Total Storage Capacity in M.Ts. Own Hired Total
187618 13515 201133

District	Sr. No.	Name of Centre	Average Capacity (in MT)
Nagpur	1.	Nagpur (CSD)	10085
	2.	Butibori	4263
	3.	Katol	5200
	4.	Wadi Hingna	26465
Gadchiroli	5.	Gadchiroli	3504
	6.	Wadsa	8052
Gondia	7.	Amgaon	7560
	8.	Arjuni Morgaon	6320
Wardha	9.	Wardha (Shivnagar)	8700
	10.	Wardha MIDC	14840
	11.	Arvi	7900
	12.	Hinganghat	16700
Bhandara	13.	Bhandara Road	3430
	14.	Tumsar	7829
Chandrapur	15.	Chandrapur	46715
	16.	Bramhapuri	13690
	17.	Warora	9880
TOTAL			201133

MUMBAI REGION

Name & Address with
Phone No. of Regional Head

Shri S. C. Mohanty, Sr. Manager
022-27459202
M.S. Warehousing Corporation
P.L.6-A Sector 1,8/5 Shivkrupa Apts, Khanda
Colony, New Panvel (w),.

Total No. Warehouse Centre 10

Total Storage Capacity in M.Ts.	Own	Hired	Total
	55431	6087	61518

District	Sr.No.	Name of Centre	Average Capacity (in MT)
Thane	1.	Vashi General	1435
	2.	Vashi Bonded	2007
Palghar	3.	Palghar Gen.	1917
Raigad	4.	Karjat	3421
	5.	Kalamboli Bonded	3962
Ratnagiri	6.	Taloja Bonded	10349
	7.	Taloja General	2667
	7.	Ratnagiri Gen.	14260
	9.	Lote Parshuram	3160
	10.	PEG Ratnagiri (Dhanawdewadi)	18340
TOTAL			61518



NASHIK REGION

Name & Address with **Shri S. R. Adakmol**, Sr. Manager
 Phone No. of Regional Head 0253-2461112
 M.S. Warehousing Corporation
 Sai Anand Sankul, Office No.6/7,
 Third Floor, Tilak Rd. Bitko Point,
 Nashik -422 101..

Total No. Warehouse Centre 35
 Total Storage Capacity in M.Ts. Own Hired Total
289492 511 290003

District	Sr.No.	Name of Centre	Average Capacity (in MT)
Nashik	1.	Ambad	2480
	2.	Kalwan	3500
	3.	Lasalgaon	4000
	4.	Ozar	7615
	5.	Manmad	11500
	6.	Nandgaon (Nashik)	1580
	7.	Malegaon (Nashik)	7970
	8.	Nampur	2000
	9.	Satana	5200
	10.	Wani	2000
	11.	Sinnar	7140
Dhule	12.	Musalgaon	3000
	13.	Dhule APMC	6310
	14.	Dhule MIDC	22714
	15.	Dondaicha APMC	4760
	16.	Dondaicha Rami Road	11100
	17.	Dondaicha Wani Road	13860
	18.	Shirpur	4160
Nandurbar	19.	Nandurbar	10810
	20.	Navapur	4000
Jalgaon	21.	Shahada	4480
	22.	Yaval	4250
	23.	Jalgaon H-14	60440
	24.	Jalgaon B-6	15800
	25.	Jalgaon Shivajinagar	3530
	26.	PPP-Jalgaon	13000
	27.	Bhusawal	4740
	28.	Bodwad	2511
	29.	Chalisagaon	11333
	30.	Chopda	3620
	31.	Dharangaon	5540
	32.	Kasoda	2000
	33.	Pachora	4740
	34.	Raver	4530
	35.	Amalner	13790
TOTAL			290003

KOLHAPUR REGION

Name & Address with
Phone No. of Regional Head

Shri. B. D. Ekhe, Dy. Manager
0231-2528877
M.S. Warehousing Corporation
MIDC Building 517, E, Maharani Tarabai Chowk,
Kawla Naka, Kolhapur -416 001.
14
Own Hired Total
126830 0 **126830**

Total No. Warehouse Centre
Total Storage Capacity in M.Ts.

District	Sr.No.	Name of Centre	Average Capacity (in MT)
Kolhapur	1.	Ichalkaranjee	2680
	2.	Jaisingpur	4740
Sangli	3.	Miraj	9480
	4.	Takari	2980
	5.	Tasgaon	3030
Satara	6.	Satara D-5	7810
	7.	Satara K-4	22800
	8.	Karad	12045
	9.	Phaltan	8920
	10.	Lonand	20440
	11.	Wai	5230
	12.	PEG Jalgaon Satara	14050
	13.	Koregaon	2025
Sindhudurga	14.	Kudal	2025
TOTAL			126830



PUNE REGION

Name & Address with
Phone No. of Regional Head

Shri.R.S.Bhise, Manager
020-66266880
M.S. Warehousing Corporation
Market Yard, Gultekdi,
Pune-411 037.

Total No. Warehouse Centre
Total Storage Capacity in M.Ts.

33
Own Hired Total
263668 1565 265233

District	Sr.No.	Name of Centre	Average Capacity (in MT)
Pune	1.	Bhosari	13480
	2.	Chinchwad	4480
	3.	Gultekdi (A)	4740
	4.	Gultekdi (B)	4480
	5.	Ranjangaon	9000
	6.	Nira	2680
	7.	Indapur	1580
	8.	Baramati	23380
	9.	PPP-Baramati (JL)	10000
Ahmednagar	10.	Ahmednagar-Kedgaon	16240
	11.	Ahmednagar-City gdn	4290
	12.	Ahmednagar-Nagapur	22040
	13.	PEG-Khadki Ahmednagar	8960
	14.	Kopargaon	8360
	15.	Newasa	4578
	16.	Newasa MIDC	2460
	17.	Sagamner	3160
	18.	Shrirampur	6295
	19.	Wambori	2000
Solapur	20.	Solapur general	4240
	21.	Chincholi	21200
	22.	Akkalkot	7900
	23.	Akluj	7600
	24.	Barshi	6190
	25.	Vairag	2000
	26.	Karmala	3160
	27.	Kurduwadi APMC	10550
	28.	Kurduwadi MIDC	14650
	29.	PEG Kurduwadi Tadawale	12320
	30.	Mangalvedha	2000
	31.	Mohol	2000
	32.	Pandharpur	16240
	33.	Sangola	2980
TOTAL			265233

LATUR REGION

Name & Address with
Phone No. of Regional Head

Shri. P. B.Devkate, Dy. Manager.
02382-220407
M.S. Warehousing Corporation
Old, MIDC Area, Plot No.A 1,
Barshi Rd. Latur 413 512.

Total No. Warehouse Centre

31

Total Storage Capacity in M.Ts.

Own	Hired	Total
292963	10241	303204

District	Sr.No.	Name of Centre	Average Capacity (in MT)
Latur	1.	Latur MIDC	14680
	2.	Latur P-2	21790
	3.	Ausa	5400
	4.	PPP-Latur (L.K.)	10000
	5.	PPP-Parbhani (DW)	30000
	6.	Ahmadpur	4503
	7.	Udgir	9747
	8.	Renapur	4200
	9.	Shirur Anantpal	3000
Osmanabad	10.	Usmanabad	3235
	11.	Kalamb	3292
	12.	Umarga	1870
	13.	Murum	3160
	14.	PPP-Osmanabad (TBI)	40000
Nanded	15.	Nanded MIDC	29625
	16.	Nanded City Gdn	4866
	17.	Dharmabad	4740
	18.	Deglur	3160
	19.	Loha	4210
Parbhani	20.	Parbhani MIDC	27120
	21.	Parbhani City gdn.	10491
	22.	Gangakhed	8390
	23.	Jintur	5035
	24.	Manwat	9480
	25.	Purna	4000
	26.	Sailu	6780
Hingoli	27.	Hingoli Malharwadi	7150
	28.	Hingoli MIDC	9370
	29.	Basmatnagar	6320
	30.	Hatta	3400
	31.	Jawalabazar	3160
TOTAL			303204



CFS DRONAGIRI NODE

Name & Address with
Phone No. of Regional Head

Shri K. M.Tope, Manager
022-27244300, 27242580

M.S.Warehousing Corporation,
Plot No.89Sector No.1,
Dronagiri Node Sheva,
NAVI MUMBAI-400707

1	Custom Bonded Area	3087	In Sq.Mtrs.
2.	Export Shed Area	3013	In Sq.Mtrs.
3.	Import Shed Area	2111	In Sq.Mtrs.
4.	Container	26600	In Sq.Mtrs.
	TOTAL	34811	In Sq.Mtrs.

REGION WISE SUMMARY

Sr. No.	REGION NAME	NO. OF CENTRES	AVERAGE CAPACITY (in MT)
1.	AURANGABAD	22	220098
2.	AMRAVATI	31	250479
3.	NAGPUR	17	201133
4.	MUMBAI	10	61518
5.	NASHIK	35	290003
6.	KOLHAPUR	14	126830
7.	PUNE	33	265233
8.	LATUR	31	303204
	TOTAL	193	1718498
9.	CFS DRONAGIRI NODE	1	34811 Sq Mtrs.
		194	

MAHARASHTRA STATE WAREHOUSING CORPORATION PERFORMANCE INDICATORS DURING 2015-2016

PARTICULARS		2014-2015	2015-2016
No. of Warehouse Centres		187	193
No. of Employees		790	728
Gross Capacity Constructed	(In lakh M.T.)	1.173	0.743
Average Capacity	(In lakh M.T.)	16.60	17.18
Average Utilization	(In lakh M.T.)	13.049	13.00
Percentage of Utilization		79%	76%
Capacity Handled Per Employee	(In M.T.)	2102	2361
RECEIPTS			
Receipt per employee	(Rs. in lakhs)	39.87	42.36
Total Gross Profit	(Rs. in lakhs)	7582.49	5209.62
Net Profit before Tax	(Rs. in lakhs)	5890.36	3249.25
Net Profit after Tax	(Rs. in lakhs)	4239.86	2249.25
Net worth	(Rs. in lakhs)	31351.01	32376.54
(Paid up Capital + Reserve)			
Net Capital Employed	(Rs. in lakhs)	39098.66	40934.31
(Fixed Assets + Working Capital)			
Percentage			
1) Gross Profit to Net Capital Employed		19.39%	12.73%
2) Gross Profit to Turnover		24.08%	16.90%
3) Net Profit (after tax) to Net worth		13.52%	6.95%
4) After-Tax Profit to Net Capital Employed		10.84%	5.49%



**COMPARATIVE ANALYSIS OF THE WORKING RESULTS
FOR THE YEAR 2014-2015 & 2015-2016
PROFIT AND LOSS ACCOUNT**

(All Figures in Rs. Lakhs)

Particulars	2014-15	2015-2016	Particulars	2014-2015	2015-2016
Expenditure			Income		
Field Office	23636.55	25034.94	Field Office	31219.04	30244.56
Head Office	1,947.43	2570.33	Head Office	275.53	590.09
Total	25583.98	27605.27	Total	31494.57	30834.65
Net Profit for the year	5910.59	3229.38			
Previous Year Adjustment	(-) 20.23	19.87			
Total	5890.36	3249.25			

BALANCE SHEET

(All Figures in Rs. Lakhs)

CAPITAL & LIABILITIES			ASSETS & PROPERTIES		
Particulars	2014-15	2015-16	Particulars	2014-2015	2015-2016
Share Capital	871.12	871.12	Fixed Assets	41458.41	43570.54
Reserve & Other Funds	38228.84	40064.49	Investments	1.30	1.30
Current Liabilities	29551.59	30641.02	Current Assets	27191.84	28004.79
Total	68,651.55	71576.63	Total	68651.55	71576.63

FUNDS FLOW STATEMENT

(All Figures in Rs. Lakhs)

SOURCES OF FUNDS			APPLICATION OF FUNDS		
Particulars	2014-15	2015-2016	Particulars	2014-2015	2015-2016
Increase in Share Capital	0	0	Increase in Fixed Assets & Investments	2504.39	2112.13
Increase in Reserve & other funds	6156.91	1835.66	Increase in Current Assets	4541.26	812.95
Increase in Current Liabilities	888.74	1089.42			
Total	7045.65	2925.08	Total	7,045.65	2925.08

RATIO ANALYSIS

Particulars	2014-2015	2015-2016
Gross Profit to Turnover	24.08%	16.90%
Net Profit to Total Turnover	18.70%	10.54%
Net Profit After Tax to Total Turnover	13.46%	7.29%
Wages to Total Turnover	15.72%	15.95%
Current Ratio (Current Assets : Current Liabilities)	0.95:1	0.75:1
Return on Capital Employed	10.84%	5.49%



No.MSW/ADM/54th AGM/20
Date : 6th September,2016.

To,

- (1) The Additional Chief Secretary,
(Planning & Marketing),
Government of Maharashtra,
Agriculture, Marketing & Textiles Department,
Mantralaya Annexe,
MUMBAI -400 032.

- (2) The Managing Director,
Central Warehousing Corporation,
Warehousing Bhavan,
4/1, Siri Institutional Area,
Opp. Siri Fort, Hauz Khas,
NEW DELHI -110 016.

Sir,

NOTICE

Sub: **54th ANNUAL GENERAL MEETING OF THE MAHARASHTRA STATE WAREHOUSING CORPORATION ,PUNE.**

1. As per the provisions of Regulation 4 of the Maharashtra State Warehousing Corporation Meeting Regulations 1964, the Chairman of the Maharashtra State Warehousing Corporation (MSWC) has decided to call 54th (Fifty-fourth) **ANNUAL GENERAL MEETING** of the Maharashtra State Warehousing Corporation on **Wednesday the 28th September, 2016 at 11.30 A.M.** at Head Office of the Corporation i.e. at 583/B, Market Yard, Gultekadi, Pune - 411 037.

2. As required under Section 31(10) of the Warehousing Corporations Act 1962, the Annual Statement of Accounts of the Corporation for the year 2015-2016 (including the Profit & Loss Account and the Balance Sheet), together with the Auditors' Report thereon, as also the Comptroller and Auditor General's separate Audit Report for the year ending 31-3-2015 will be placed before the Annual General Meeting. The Report of the Board of Directors on the working of the Corporation during the year 2015-2016 will also be placed before the Annual General Meeting.

3. The State Government is requested to authorize by an order in writing, any of its Officers to act as its representative at the Annual General Meeting of the Corporation and deposit a copy of such order with the Chairman & Managing Director of the Corporation before the time fixed for the Meeting as provided for in Sub-Regulation (11)(a),(b),(c) of Regulation 4 of the Maharashtra State Warehousing Corporation (Meetings) Regulation, 1964.
4. The Managing Director of the Central Warehousing Corporation is requested to authorize any official of the Central Warehousing Corporation or any other person to act as the representative of the Central Warehousing Corporation at the Annual General Meeting of the Corporation. The authorization so given may be in favour of two representatives in the alternative and shall be in writing and signed by the Managing Director of the Central Warehousing Corporation. and the same should be deposited with the Chairman & Managing Director of the Corporation before the time fixed for the Meeting as provided in Sub-Regulation (12) of Regulation 4 of the Maharashtra State Warehousing Corporation(Meetings) Regulation, 1964.

Thanking you,

Yours faithfully,

(SUDHAKAR DESHMUKH)
JOINT MANAGING DIRECTOR & SECRETARY.

**REPORT OF THE BOARD OF DIRECTORS FOR 2015-16**

Gentlemen

On behalf of our Board of Directors, I have the pleasure in presenting this 58th Annual Report of the Corporation together with the Audited Statement of Accounts for the year ending 31st March, 2016.

A) FINANCIAL RESULT:

I have great pleasure in informing you that our Corporation has earned the Gross Profit of Rs.5209.62 Lakhs.

The highlights of the financial performance during the year under report, as compared to the financial performance recorded in the last year i.e. 2014-15 and brought to the notice of the AGM, are as below:

(Rs. in Lakhs)

	Particulars	2014-15	2015-16
Turn Over	Warehousing	15239.01	12638.02
	Handling & Transportation	14822.21	16312.82
	Other	1157.82	1293.72
	Head Office	275.53	590.09
	Total	31494.57	30834.65
Overhead Expenditure (H.O.)	Administrative Expenses (H.O.)	1319.45	2009.15
	Finance Expenses (H.O.)	627.98	561.18
	Warehousing Expenditure(F.O.)	23636.55	25034.94
	Gross Profit	7582.49	5409.62
	Net Profit before tax	5890.36	3249.25
	Distributable Profit (After tax)	4239.86	2249.25

It is proposed to declare total dividend of Rs.50,00,000/- to the Shareholders for the year 2015-16 excluding tax.

(B) BUSINESS ASPECTS :

Even though Marathwada region, Northern & Western Maharashtra and some parts of Vidarbha were facing acute draught, Corporation has maintained 76% percent occupancy (average storage capacity is 17.18 LMT and average utilization is 12.99 LMT) Taking into consideration the low rainfall & draught situation Corporation strived and took appropriate steps achieve 76% average utilization which limited to 3% of reduction in utilization percentage as compared to last year 79%

As far as business regards to CFS is concerned the import business volume is in stage of decline due to devaluation in Rupee, Monetary policy adopted by the

Government and cut-throat competition with the private players. The Export has also dipped a bit. Corporation has taken some positive policy changes to reverse the business scenario and hopefully we will see the results in the upcoming financial year.

In case of the business of food grains pertaining to Food Corporation of India, average capacity utilization has decreased from **7.34 Lakh MT to 7.06 Lakh MT** (including PPP Godowns capacity) due to de-hiring policy adopted by Food Corporation of India. Corporation is making ardent efforts to convince FCI to reverse the decision de-hiring of the MSWC Godowns in the various meeting held with the FCI higher authorities. In case of cotton bales we have registered substantial increase from **11% to 15%** this year. However in case of business pertaining to various companies like RCF, ZIL, KRIBCO, IFFCO etc. the Corporation has made good efforts to increase this business and average capacity utilization of fertilizer of these companies has increased from **0.42 LMT to 0.62 LMT**. The above figures of utilization in comparison to previous year (2014-15) for different business for 2016-17 are summarized below:

Sr. No.	Nature of Business	Year 2014-15		Year 2015-16	
		MT	%	MT	%
1	Food Corporation of India Food grain)	734272	56	706173	54
2	Bonded Business	13635	1	13873	1
3	Cotton Bales	147636	11	196764	15
4.	Fertilizers	41967	3	61952	5
5	Industrial Business	87396	7	99563	8
6.	General Custom	283005	22	221659	17
	Total	1304893		1299984	

The current trends in the Maharashtra are changing due to increase in civilization to 50% hence the market places have altered. The consumer needs and demands in rural and urban area has changed drastically. Rural area is the centre of producing the agriculture produce and urban area is centre for consuming the agri produce. As such development of warehousing in both the sectors in need of the hour. Hence the introduction of new market will create favourable environment for the centres within the State. Corporation has setup the laboratories and cleaning grading yards, weigh scale under financial assistance of world bank projects namely MACP(Maharashtra Agriculture Competitiveness Project) and RKVY (Rashtriya Krishi Vikas Yojana) and also tied with nationalized banks for extending e-pledge facility and online trading facility to farmers as well as traders and consumers. These facilities linked with the Agro produce companies will serve as complete platform in fulfilling the needs and demands of rural as well as urban



Maharashtra. MSWC has given the opportunity to agro Produce Company to store and handle the perishable agri products in MSWC godowns situated in urban area like Gultekadi, Chinchwad and Vashi on experimental basis. At this juncture we felt that need has arisen to design proper policy for such type of diversifying activity.

C) Addition in capacity by constructing new warehouses.

New warehouse building capacity was added during the year 2015-2016 at following places also resulted in more income

Sr. No.	Place	Unit	Capacity (MT)	Date
1.	Malkapur (MIDC)	2	6660	30/05/2015
2	Dharangaon	2	1200	30/05/2015
3.	Vaijapur	1	1800	01/06/2015
4	Jalna (Borkhedi)	1	3150	01/06/2015
5.	Kallamb	1	1800	01/06/2015
6.	Shirur Anantpal	2	3000	25/06/2015
7.	Renapur	1	4200	25/06/2015
8.	Morshi	2	3600	31/08/2015
9.	Koregaon	1	2160	27/11/2015
10	Daryapur	1	3000	11/03/2016
11	Panvel Multistoried	1	9000	12/10/2015
	Total	15	39570	

(D) Works Started prior to 2015-16 & Work in Progress

Sr. No.	Centre	Unit	Capacity (MT)	Tender Amount	Likely date of Completion/ Handed Over
			Under NON PEG		
1.	Miraj	2	3600	1.26 Cr.	30/11/2016
2	Wai	1	1800	1.47 Cr.	15/09/2016
3.	Chandur Bazar	1	1800	0.70Cr.	Work Terminated
4.	Pusegaon	1	3000	1.03 Cr.	Work Terminated

5	Panvel Cold Storage	1	5000	18.45 Cr.	30/09/2016
6.	Chandar Rly	1	1800	0.78 Cr.	30/11/2016
7.	Nandgaon Khandeshwar	1	1800	0.84	30/11/2016
8.	Telhara	1	1200	0.59 Cr	04/08/2016
9.	Karanja	1	2000	0.86 Cr.	31/10/2016
10.	Panvel (Multi Stored)	1	9000	9.87	26/12/16
	Total	11	31000	35.85 Cr	

2) New Warehouses sanctioned & works in progress during 2015-2016

A) Sanction Under APEDA and tendering process is in progress (2016-17)

Sr. No.	Centre	Unit	Capacity in (MT)	Cost put to Tender in Rs.	Likely date of Completion
1.	Gultekadi Cold Storage	1	2500	14.50 Cr.	

B) Construction of warehouse building under RKVY scheme 2016-17

Sr. No.	Centre	Unit	Capacity (MT)	Sanctioned Estimated Amt	Remark
1.	Saoner	2	3150	1.55 Cr	Finalization of Agency is in processes
2.	Daryapur	1	3000	1.74 Cr	
3.	Morshi	2	3150	1.43.Cr.	
4.	Karanja	2	3150	1.38 Cr	
5.	Vani (Yavatmal)	2	4050	2.03 Cr	
6.	Akola	2	4800	2.33 Cr	
7.	Tiwasa	2	3150	1.54 Cr	
8.	Kinwat	2	3150	1.55 Cr	
9.	Darwha	2	3150	1.52 Cr	



C) In the later stage additional capacity of 50,000 M. T. is proposed to be set up by construction Silos under PPP FCI for which land has been acquired.

S.No.	Centre	Capacity	Proposed Land Availability
1.	Baramati (Pune District)	50000 MT(Silos)	Land available

(E) Warehousing Economy

Maharashtra State Warehousing Corporation is one of SWC having large storing capacity in the country which provides systematic scientific storage of food grains of Farmers, Traders and other depositors. Taking into consideration immediate financial need of the farmers/primary producers and prevent them from the exploitation, Warehousing Corporation Act and WDRA introduced the concept of negotiable instrument (Warehousing receipt) on their stored stock. In pursuit to achieve the objectives for which Corporation was established it has accredited its warehouses through WDRA and extended the subventional pledge loan facility. At present around **Rs. 318** crore pledge finance on WHR is recorded in which more than **16149** farmers and **23592** traders are benefited. This facility has helped farmers to avoid distress sale by a great extent.

In order to increase the percentage of farmers storing their produce in MSWC warehouse we have provided cleaning & grading facility for food grains to enhance the quality of farm produce which may help them to get better market price. Further MSWC has introduced online trading facility which will not only save time, money of the producers but also bring an transparency in the trading system. Agriculture produce of farmers and traders will get exposure in National/Global market which will fetch them highest price.

(F) Progress of Vision 2020

Creation of storage facility for primary producers at each corner of the State and providing the Corporation's schemes and facilities to farmers and other depositors. Storage of food-grains to strengthen the Public Distribution System to reach the food all the families below poverty line. To achieve this objective, the Corporation has undertaken the various projects as follows

1. Cold Storages and cold chain

Corporation's first ever Cold Storage of 5000 M.T at Panvel has been completed. Corporation has decided to lease out the facility. Corporation is in process of inviting tenders for the operation, Maintenance and running the facility.

The major hurdle of land dispute with respect to second Cold Storage facility of capacity of 2500 M.T at Gultekadi has been resolved. Considering the grim financial position of Corporation it will be wise opt for Joint venture method (non refundable equity basis)

Corporation has undertaken construction of Cold Storage in PPP mode under RKVY at 5

locations of 1000 MT each at Sangola Dist: Solapur, Koregoan Dist: Satara, Islampur Dist: Sangli, Ozar Dist: Nasik, Nandurbar Dist: Nandurbar

2. Online trading/SPOT marketing

Issue of E-WHR is in progress and other online operations through ERP/SAP are operational at 145 center MSWC has made tie-up with NCDEX and tri-party agreement is done.

3. Silos

Land has been obtained at Village Shirsuphal, in Baramati Tahasil for 50,000 MT Silo. FCI has communicated that construction of SILOS under PPP mode has been earmarked at Baramati site following the Viability Gap Funding route at the land to be made available by MSWC. Food Corporation of India has intimated to Joint Secretary(Storage Food and Civil supplies & Public Distribution New Delhi about proposal forwarded by Corporation. The reply is being awaited from Government of India & FCI

4. Railway siding godowns

Creation of bulk storage facility at railway siding for Agri-inputs like fertilizers, cement. Mechanized operations will save the operational cost and railway siding godowns will be additional saving in transportation cost.

5. Accredited PACs godowns as per WDRA and inter link with MSWC center by ERP system under one umbrella of **Hub & Spoke** Module. Implementation WDRA -2007 regulations to accredited all the godowns

6. Multistory warehouses

As per the Vision 2020 we have complete the construction of Multistory warehouse. After the checking feasibility of Panvel Project, Corporation will undertake similar projects at other locations.

7. Creation of additional CFS activity in the vicinity of JNPT Port, Dronagiri, Navi : Mumbai

Considering the current financial situation of Corporation and existing business scenario at MSWC CFS D'Node, it is not a right time to for investment creation of additional CFS.

8. Development of Cleaning Grading Yard for Agriculture Produce at 112 Warehouse center -

Provide facility for value addition for farm produce and to get better price in the market. In first phase 40 centers are upgraded with value added services of C&G and next phase 15 &



33 centers are getting upgraded.

(G) HUMAN RESOURCES DEVELOPMENT

The Corporation has given training to its employees specially for specialized job of warehouse dealing with the storage of Food Corporation of India. The experts from FCI have also delivered lecture which has enhanced the knowledge level and practical experience of the employees to deal with losses cases. RTL and precautionary measures to be taken for the storage of FCI commodities.

Besides employees and officers of the Corporation were deputed for various training programmes/seminars to the outside organization such as Yashada Pune, CWC, New Delhi. Food Security Institute, FCI Gurgaon, IGMRI, CCI etc. The employees and officers of the Corporation have got immense benefit from the internal and external training programmes.

The Medical Scheme is implemented to the Ex employees from 31.10.2014, who are willing to participate in the Scheme at their own cost, by taking Group Insurance Policy from Insurance Company.

There is welfare fund for Corporation employees, wherein Corporation contributes share of double amount i.e. Rs.300/- per employee per month as employers share (Employees share is Rs.150/- per employee per month) & also special contribution of Rs.10,00,000/- per year in addition to employers share.

Proposal for getting approval for Contributory Pension Scheme to the employees of MSWC is submitted to Government of Maharashtra.

Chairman & Managing Director,
Maharashtra State Warehousing Corporation,
583/B, Market Yard, Gultekadi, Pune-37

INDEPENDENT AUDITOR'S REPORT
Under Section 31 (5) of the Warehousing Corporation Act, 1962

To,

THE SHAREHOLDERS
MAHARASHTRA STATE WAREHOUSING CORPORATION
Plot B, Survey No. 583, Market Yard,
Pune : 411 037

Report on the Financial Statements:

1. We have audited the accompanying Financial Statements of Maharashtra State Warehousing Corporation (hereinafter referred to as 'the Corporation') which comprise the Balance Sheet as at 31st March 2016, the Profit and Loss Account and the Cash Flow Statement for the year then ended, annexed thereto and a summary of Significant Accounting Policies and Notes Forming Part of Accounts.

Management's Responsibility for the Financial Statements

2. The Management is responsible for the preparation of these Financial Statements, in forms prescribed under Section 31(1) of the Warehousing Corporations Act, 1962 (58 of 1962), that give a true and fair view of the financial position and financial performance of the Corporation in accordance with the Accounting Standards and Accounting Principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control 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.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these Financial Statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI). Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. 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. In making those risk assessments, the auditor considers internal control relevant to the Corporation's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence, we have obtained, is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Warehousing Corporation Act, 1962 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.
 - (a) In the case of the Balance Sheet, of the state of affairs of the Corporation as at March 31, 2016,
 - (b) In the case of the Profit and Loss Account, of the profit of the Corporation for the year ended on that date,
 - (c) In the case of the Cash Flow Statement, of the cash flows of the Corporation for the year ended on that date.

Emphasis of Matter

7. We draw attention to our Annexure to Audit Report.

Report on Other Legal and Regulatory Requirements

8. As required by Section 31(5) of the Warehousing Corporations Act, 1962, 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, except those reported in our Annexure to Audit report.

- (b) In our opinion proper books of accounts as required under Section 31(1) of the Warehousing Corporations Act, 1962 have been kept by the Corporation so far as appears from our examination of those books.
- (c) The Balance Sheet, The Warehousing Profit & Loss Account & The Profit & Loss Appropriation A/c dealt with by this Report is in agreement with the books of account;
- (d) In our opinion The Balance Sheet, The Warehousing Profit & Loss Account & The Profit & Loss Appropriation A/c comply with the Accounting Standards generally accepted in India except in respect of the following accounting standards issued by the ICAI.
 - i) **AS-15:** Non-disclosure of information as required by AS-15 “Retirement Benefits”, The liability for leave encashment is provided on estimated basis instead of actuarial valuation basis.
 - ii) AS – 3: Non-Disclosure of Cash Flow Statement

For M/s V. J. Kulkarni & Associates
Chartered Accountants
FRN: 105448W

CA Mangesh Kulkarni
Partner
M No. 130127
Place : Pune
Date : 15.9.2016



Maharashtra State Warehousing Corporation Annexure referred to in our report of even date

1. In respect of Fixed Assets and Depreciation:

- i. The Corporation has maintained a comprehensive fixed asset register incorporating the details of the warehouses constructed and in respect of movable assets and dead stock such registers are maintained at various regional offices and warehouse centres.
- ii. As per the information and explanations given to us, the physical verification of movable assets was conducted during the year and certificate to that effect was produced before us.
- iii. We have visited to Dronagiri Node and it is observed that, there was no fixed asset tagging done. We suggest that Corporation should do the Assets tagging to everycentre and regional offices.
- iv. Buildings constructed on leasehold land have been depreciated at the rates determined by the management instead of being depreciated over the tenure of the lease or useful life assessed by the management, whichever is less. The impact on accounts is not ascertained by the Corporation.
- v. Corporation has purchased 10000 pcs of Polly Pallets of Rs. 3,05,10,000/- and debited to Dunnage (Expenses) Account, as per information provided Polly Pallets having a life of 10 years and it should be recorded as a fixed assets and should charge the depreciation on the same. Profit is understated to that extent.
- vi. Lease deeds in respect of few leased lands were not available for our verification. However, the Corporation has prepared a statement showing details of Leased land wherein details of such leased land have been mentioned. On perusal of the said statement it is observed that few of the Leasehold land are due for renewal, in this regards it is explained to us that the same are under the process of renewal and correspondence is being carried by the Corporation to solve the dispute in case of few lease hold land. The impact of the same cannot be ascertained.

VII The Corporation has prepared statement on Leasehold land for the purpose of amortization of premium paid on these leased lands. On the perusal of the said statement it is observed that there is difference in the amount as appearing in the said statement and amount of lease hold lands as per books amounting to Rs. 54,75,555/-, details of which are as under:-

Amount as appearing in the Statement	16,39,29,659.00
Amount as per Books of Accounts	15,84,54,103.58

Difference Rs.	54,75,555.42

From the above table, it is evident that there is a difference in both the figures, which has also its impact on the amount worked out for amortization of lease premium claimed as expenditure for the current year. However we are unable to quantify the same in absence of availability of required information and details. Corporation has

not provided the details of Outstanding Lease and not made the provision for the same hence we are not able to quantify the amount of outstanding lease and profit is overstated to that extent. Lease rent agreement for Pune office not yet done from the beginning of Corporation till date.

Corporation has paid the Lease Rent for Pune Region during the audit period Rs. 26,81,668/-out of Which Rs. 26,29,404/- related to prior period. This amount belongs to only Pune region, we are not able to quantify the amount of other region, we suggest that Corporation should reconcile the same and quantify the amount.

2. In respect of cash, balances with the banks and remittance in transit:

- I. Cash in hand aggregates to Rs. 22.05 lakhs as on 31/03/2016, out of which Corporation has provided supporting of Cash Certificates Region wise amounting to Rs. 11.60 lakhs and Cash certificate for Dronagiri Node amounting to Rs. 5.92 is made available for verification and thus no supporting/certificates are available for the cash balances with other departments / Centers of the Corporation which amounts to Rs. 4.53 lakhs.
- II Remittance in transit as at March 31, 2016 includes remittances aggregating to Rs. 16.27 lakhs, out of which the Corporation has provided details of Rs. 12.65 lakhs only, however explanation for remaining amount of Rs. 3.62 lakhs is not provided. We are unable to ascertain the recoverability of the same and the necessity of provision if any, to be made in this regard. The impact of the above on the financial statements cannot be ascertained at this juncture for want of details. Further the list provided by the Corporation for Rs. 12.65 lakhs consist of various old outstanding entries since 2004-2005, detailed age wise analysis of the same is as under :-

Pending since	Amount
2004-2005	3,000
2005-2006	1,88,000
2006-2007	9,29,288
2007-2008	1,42,360
2008-2009	3,000

TOTAL	Rs. 12,65,648
	=====

From the above facts, it is clear that the amounts lying under this account are pending since long back, which in our opinion needs to be written off.



3. Interest Receivable:

As per Previous Year Auditors opinion; Corporation has short recorded interest by Rs. 23,76,492/- but during the year corporation not taken any action on the same as well as no comment in the internal audit report regarding the same. During the Year Corporation has recorded the Interest as per the bank interest certificate, but due to non availability of Balance confirmation certificate of the Flexi and MOD Deposit except Union Bank of India; we are unable to confirm the closing balances for the current year.

4. Receivables :

Out of total storage charges receivable amounting to Rs. 6043.53 lakhs and handling and supervision charges receivable amounting to Rs. 2539.96 lakhs. Although party wise details are available with the corporation, however the confirmation letters in case of these parties are not available for verification. In case of advances (Schedule M of financial statements) aggregating to Rs. 645.21 lakhs and out of other debit balances (Schedule N of financial statements) aggregating to Rs. 2995.06 lakhs, agewise / account wise details or balance confirmation letter, wherever applicable were not available on record.

The Corporation is not having centre wise deposit list of Rent, Electricity, Telephone etc.

The Corporation has maintained manual registers for Charges Receivable, from which it is evident that amount for storage charges Receivables and handling charges receivable are appearing since long back. We have received age wise analysis of the said storage charges receivables and H&T charges receivable from Corporation, on perusal of the same, there are various entries outstanding for more than 3 years, the details are as follows:

Sr. No.	Particulars	Amount Outstanding	Amount Outstanding
		for 3-5 years (Rs.)	more than 5 Years (Rs.)
1.	Storage charges	7,49,16,969	7,18,16,782
2.	H & T Charges	1,11,85,186	2,98,27,547
	Total	<u>8,61,02,155</u>	<u>10,16,44,329</u>

The scrutiny of the above needs to be done by the Corporation so as to ascertain the provision for doubtful receivables, if any. The adequacy of the provisions for doubtful debts as at March 31, 2016 cannot be ascertained. The above current assets/ receivables are subject to confirmation, scrutiny by the Corporation, reconciliation and consequential adjustments, if any.

5. Bank Accounts :

The Bank statements for the following bank accounts along with its reconciliation (if any) are not made available to us for our verification. Thus the closing balances of the said bank accounts are subject to confirmation, scrutiny by the Corporation, reconciliation and consequential adjustments, if any.

Particulars	Amount as per Book
IDBI Camp Pune D mat A/c	5,000

6. Unpaid Liabilities:

A. As regards to Service Tax :-

- i) The liability of Service Tax is subject to, scrutiny by the Corporation and consequential adjustments, if any. The payable as appearing in the books as on 31/03/2016 also needs to be discharged to avoid the future consequences.
- ii) It is observed that the following account related to service tax are having adverse balances, scrutiny of which should be done and necessary correction entries are needs to be passed.

Service Tax (R&P) A/c. Rs. 1,33,05,986/- Dr. Balance

During the course of verification of above Service Tax Account, following deficiencies were observed:-

-The opening balance to this account is debit balance of Rs. 66,26,203/-, which appears to be incorrect. Actually this account should always have credit balance, in view of fact that it is liability.

- The closing balance as at 31.03.2016 to this account is Rs. 1,33,05,986/- which is debit balance. In this regards it is explained to us, that the Corporation has recognised service tax liability as and when warehousing charges is received / recovered, however discharging service tax liability on billing / accrual basis as per the Point of taxation Rules, 2011. Thus recovery of service tax is recorded by the Corporation after payment of service tax liability every month resulting in this accumulated debit balance. In view of this the Corporation has not recognised actual service liability in the books, which has resulted in understatement of liability. Further showing debit balance to the said account has resulted in overstatement of assets. Exact liability of service tax payable cannot be ascertained at this juncture for want of information / data.

B. As regards to Other Statutory Liabilities:-

It is observed that some of the Statutory Liabilities like 1% labour cess and Sales Tax (R&P) are not yet discharged and the Reconciliation of the same is not available on record. Further there is difference between the recovery made and the amount of payment made for the same on month to month basis. Thus these accounts are subject to, scrutiny by the Corporation, reconciliation and consequential adjustments, if any. Income Tax deducted & paid on H & T Payments and PPP Payments is not matching with Actual TDS Deposited and booked into accounts, reconciliation of the same is not available on record.



7. Additional Points in case of Current Liabilities :-

i. Insurance Claim Payable : Rs. 7,71,08,127.24

Insurance claim payable account includes amount received from various insurance companies towards settlement of various claims, but amount of which is still not paid to the customers who have claimed from the Corporation. As per the Disclosure of Accounting Policies & Notes on Accounts, The Corporation is showing insurance claims received from Insurance Companies and payable to the depositors after settlement of their claim. However the Corporation is not making provisions for the claims made by the depositors against the Corporation, which are pending for settlement or which are in dispute. This amount is not acknowledged as Debt by the Corporation. Further the Corporation is also not recognizing such amounts as Contingent Liabilities. Details of such court cases against the Corporation pending for decisions are available with the Corporation. Further the party wise details of Insurance claims payable amounting to Rs. 7,71,08,127.24 as on 31/03/2016 is not made available for our verification.

II. During the course of verification and ledger scrutiny, following irregularities/ discrepancies have been observed.

a) Various Current Liabilities:

Party wise list or schedule for the following accounts are not made available for our verification, hence we cannot comment upon the same about the age wise details of the outstanding balances.

A/c Head	Balance as on 31.03.2016 (Rs.)	Supporting provided for Amount (Rs.)
Recoveries made shortages and Payable	1,23,90,795.20	Supporting available of Rs. 48,51,336/-, Details not Provided for our verification of Rs. 75,39,459/-
Deposit from Empl. Society	1,18,911.00	Details not Provided for our verification of Rs. 5,07,018/-
Deposit from EP Fund	9,78,381.15	Details not Provided for our Verification
Employees Pro. Fund Loan	6,19,846.00	Details not Provided for our verification
Deposit from Welfare Fund	25,978.11	Details not Provided for our verification
MSWC Employees WF Loan	31,633.00	Details not Provided for our verification
General Provident Fund	408.00	Details not Provided for our verification
Group Insurance Scheme	13,252.19	Details not Provided for our verification
Recovery Labour staff Salary Bank & Society (L)	4,026.00	Details not Provided for our Verification

In our opinion, detailed list for the above account heads must be kept on record and necessary action of writing off / writing back of the various old outstanding dues must be taken after considering the age wise analysis of the outstanding balances.

b) Adverse Account balance:

i) In the case of following recovery and payment accounts, the account shows Debit balance which means that Corporation has paid more than what is recovered. It must be expense out if it is out of pocket payment however no such reconciliation of excess payment or short recovery is available on record.

Particulars	Debit Bal. Amount (Rs.)
Employees Coop. Credit Society	39,853.82
MSWC Employees W.F Fund	2,75,522.72

c) In case of Employees PF Cont. R&P Gen. Account having Credit balance of Rs. 30,38,282/-, supporting is received only for the transaction effected during the Current year however no supporting is available for opening excess collection amounting to Rs. 61,804/-. Since the payment for the month of March is made in the April 16 month this account shall have Rs. 29,76,478/- balance.

d) Schedule H Deposits: Rs. 36,65,68,433 (Cr.)

The Corporation has taken various deposits from different depositors. The collection of the deposits is made at various centres, and summary details from all the centres are received at HO. Thus party wise amount payable was not available hence the same could not be reconciled with the books. It is recommended that the Corporation must take necessary action to reconcile the above account.

Age-wise / account-wise details and balance confirmations in respect of most of the Deposits aggregating to Rs. 3665.68 lakhs (Schedule H of financial statements) were not available. The scrutiny of the above needs to be done by the Corporation so as to ascertain the amounts no longer payable, if any. The above liabilities are subject to confirmation, scrutiny by the Corporation, reconciliation and consequential adjustments, if any

e) Grants Received :-

i) The MSWC has received grants for RKVY Projects & MACP Projects, separate books are maintained for the accounting of these grants. The Corporation has clubbed the balance of Unspent Grants in its books as at 31.03.2016.

There are separate auditors appointed to carry out the audit work of MACP project and to issue its utilization certificate on Quarterly basis.

ii) In our opinion, Grant / Subsidy received towards construction of Warehouses and other capital expenses must be reduced from the cost of that particular asset. In this regards it is explained to us that the Corporation has the policy of reducing grant received / subsidy received under RKVY from the corresponding assets after completion of those assets and capitalization of those assets.



iii) Grant for Cold Storage Rs. 380 Lacs received from APEDA in the F.Y. 2014-15, Total Amount of Grant Receivable was Rs. 400 Lacs (50% of Rs. 800 Lacs) and APEDA Deducted 5% amount i.e. Rs. 20 Lacs as a processing charges but Corporation has recorded the amount Rs. 400 Lacs instead of Rs. 380/- Lacs due to this Prior period Income has been increased to that extent. Corporation has to complete the project within 18 months but no work has been done till date and corporation has not informed to the APEDA hence it may attract the Interest and penalty to the Corporation.

8. Profit Linked Incentive

Government passed the resolution to the employees of the Corporation for Productive linked incentive of F.Y. 2013-14 for Rs. 14,400/- per employee and Rs. 1,29,88,800/- total but the Corporation has made the provision by Rs. 18,000/- per employee in the year 2013-14 and paid the advance (Current Assets) to the employees Rs. 18,000/- per employee in the same year. During the audit year Corporation has reduced the advance amount by Rs. 1,29,88,800/- i.e. by Rs. 14,400/- per employee and debited to the Profit and Loss Account hence the Current Liabilities overstated to that extent and Profit of the Corporation understated to that extent.

9. Internal Control and Review of Internal Audit report: A. In case of internal controls and cut off procedures:

- i. The internal audit is conducted by the internal audit department. In our opinion, the internal audit system needs to be strengthened as regards scope, coverage, frequency etc. considering the size of the Corporation and the nature of its business. As informed by the Concerned Officer, during the year, 199 centres were covered under the internal audit.
- ii. As per information and explanations given to us, Information System Audit has not been carried out in case of operational software used for import export and bond activities at CFS Dronagiri.

B. Review of Internal Audit:

The Corporation has also appointed External Internal Auditors for carrying out the Internal audit of the Corporation for the year 2015-2016. The Internal audit reports for the quarter ending June, 2015 are available on record. Internal Audit for remaining Three Quarters i.e. July 2015 to September 2015, October 2015 to December 2015 and January 2016 to March 2016 are not carried out till the date of our audit report. On the basis of review of the Internal audit reports for 1 quarter available on record, it is observed that Internal Audit is not carried out on monthly basis for all the areas of the Corporation.

10. Additional Points in case of Current Assets / Loans & Advances :-

- i. The Corporation has maintained manual register for Employee wise receivable for Various Advances given in respect of Festival, House Building etc. the same is updated however the balances of the same are not reconciled with the Books of accounts.
- ii. Reconciliation and confirmations for various Advances given to various RM as appearing in the balance sheet is not available for verification.
- iii. TDS Receivable and 26AS not reconciled by the Corporation

11. Expenditure

- i) Property Tax of the various Centres were Rs. 1,45,98,681/- , out of this provision was made of Rs. 31,81,914/- , corporation has not maintained the Property Tax Paid Register to ascertain the property tax amount for the year. There were no year wise break up available with the Corporation hence we are unable to quantify the prior period expenditure amount.
- ii) The Corporation maintaining the Manual Register for Payment of Storage Charges (PPP) Godown, Handling and Transportation Charges Paid & Handling and Transportation Charges Paid (PPP) Godown. Difference between the Manual Register and Books of Accounts maintained in the Software are as follows:

Sr. No.	Particulars	Amount as per Manual Register	Amount As Books of Accounts	Difference (Rs.)
1	Storage Charges (PPP) Godown	10,48,42,529	11,54,50,764	1,06,08,235
2.	Handling & Transportation Charges Paid	1,25,83,47,032	1,24,30,15,816	1,53,31,216
3	Handling and Transportation Charges Paid (PPP) Godown	27,09,31,160	26,05,54,881	1,03,76,279
	Total	163,41,20,721	161,90,21,461	1,50,99,260

Profit of the Corporation overstated to that extent.

- iii) Polythene Sheeting Showing credit balance Rs. 7,40,210/- which never shows the credit balance. This is an expenditure head and this should be debit balance every time. Corporation should reconcile the same.
- iv) Corporation Shown the Opening Profit and Loss Account Balance Rs. 9,800/-, according to accounting procedure Previous year Profit / Loss amount should



transfer to Reserves and Surplus account and there should not be any balance to Profit and Loss Account. Therefore Current Year Reserves and Surplus Amount increased to that extent.

12. Suggestions for Accounting system / Procedure

a) In respect of advances given and not adjusted

In respect of Advances FO and Advances HO group amounting to Rs. 2,21,76,109/- and Rs.49,02,301/- respectively, it has been observed that advances have been given to various F.O. and branches of HO for incurring expenses, however the same have not yet been adjusted against the particular advance account. In this regards it is explained to us by the concerned officer that since the supporting statements have not yet been received hence the said advances are lying in the books. Thus it results in understatement of expenses or Asset which cannot be quantified at this juncture for the want of details. However it is further observed that the Corporation has the policy to book expenses every year for the amount expended out of these advance, details of which are available on record, by making a provision for expenses as at the end of the year and reversing the same in the next year. This system is followed years to years since 1994-1995. In our opinion, since the quantum of expenses is available with the Corporation (on the basis of statement available on record) the said expenses must be adjusted to the particular advance account so that the said old advances will be squared up and the exercise done by the Corporation years to years of making provision and reversing the same in the next year need not be done. It is further observed that few of advances account are showing credit balances, which shows that expense are incurred by the R.M. without receipt of advances from Corporation, which is incorrect. It seems that there are errors in passing entries for advances given and recording of expenses against the advances, since few advances are also showing substantial debit balances as against credit balances in the following advances accounts.

i) Adv. Given by R.M. Amravati	Rs. 15,91,837/- Cr. Balance
ii) Adv. Given by R.M. Pune	Rs. 59,17,544/- Cr. Balance

b) As informed by officials, Corporation has implementing SAP since last three years. We recommend that Corporation should implement the SAP in entire organisation as early as possible. Due to implementation of SAP, Corporation will get the data the Party wise, Age Wise, Bill wise, quantity wise etc. easily.

13. Other Matters :-**Claims against Corporation not acknowledged as Debts**

During the course of verification of court matters decided against the Corporation during the year 2015- 2016, it is observed that in few cases, though the courts have adjudicated the matter against the Corporation and directed to pay the amounts to the appellant and settle the claims, the Corporation has not made provisions for these known liabilities in its books of accounts. In this regards it is explained to us that the Corporation has preferred appeal against in few of these cases and the matters are still pending for decision before the Higher Authorities / Courts. In our opinion, wherever the Corporation as accepted the decision of the Hon'ble Courts / Authorities, provision for the same should have been made in the books of accounts. Even though the matters are challenged by the Corporation before the Hon'ble Courts / Higher Adjudicating Authority, provision for all known liabilities must be made in the books of accounts. The Corporation has recognized the said amounts as Contingent Liabilities as at 31.03.2016.

For M/s V. J. Kulkarni & Associates
Chartered Accountants
FRN. 105448W

CA Mangesh Kulkarni
Partner
M No. 130127
PLACE : PUNE
DATE : 15/09/2016

**WAREHOUSING PROFIT AND LOSS ACCOUNT**

2014-15	Particulars	2015-2016
428163838	To Establishment Expenses (Field Offices) (As per Schedule `A')	415697566
3238063	To Travelling Allowance to the Officers & Staff	3976262
14127390	To Rent Rates & Taxes	24113105
4426378	To Lease Rent	5671536
74103948	To Depreciation on Assets of Field Offices	78523665
15655383	To Insurance	24153136
8964490	To Insecticides for Scientific Treatment	9175490
16820503	To Property Tax for Buildings	14598681
31707438	To Repairs to Warehouses	34324928
3702494	To Repairs to Equipment	4693022
1762921	To Licence Fees	1335079
27905856	To Dunnage	70623271
2417553	To Consumable Stores	2476422
6061987	To Office & Misc. Expenditure	6462576
66027829	To Other Items of Expenditure F. O. (As per Schedule `B')	97607061
1200921111	To Handling Charges & Other Expenses	1243015816
202189923	To Handling Charges PPP	180944842
579837	To E.D.I. Services Paid	768136
70647599	To Handling Charges C.F.S. (Bond Import Export)	72912937
97411761	To Storage Charges Paid (PPP)	115450764
1474350	To Land Acquisition Charges	143324
6736255	To Payment to Q.C. Personnels Contractual Basis	14997765
396783	To Storage Charges Paid Cotton Bales (C.C.I)	2218096
78211269	To Transportation charges paid H & T (PPP)	79610039
758248785	To Balance being Gross Profit for the year carried down to Profit & Loss Account	520961923
3121903744	Total	3024455442

GENERAL MANAGER (A&A) &
FINANCIAL ADVISOR

DIRECTOR

FOR THE YEAR ENDED 31ST MARCH, 2016

2014-15	Particulars	2015-2016
1523901116	By Warehousing Charges	1175241793
404427	By Fumigation Charges	1535384
1194481602	By Handling & Transportation Charges	1257550523
176295200	By Handling & Transportation Charges PPP	264458566
110112681	By Handling Charges Received CFS Dronagiri (Bond Import Export)	107744560
94776276	By Supervision charges on Handling	100112955
13358215	By Supervision Charges PPP	20385226
1331955	By E.D.I. Service Charges received	1528637
7237247	By Weighbridge Charges	7338034
5025	Referral Fee against Pledge of WHR	0
0	By Storage Charges (PPP)	88559764
3121903744	Total	3024455442

Subject to our report of odd dated attached
M/s. V. J. Kulkarni & Associates, Pune

Chartered Accountant

FRN : 105448 W

Mangesh Kulkarni

Partner

Membership No. 130127

PLACE-PUNE

VILAS B. PATIL
 CHAIRMAN & MANAGING DIRECTOR

**PROFIT AND LOSS ACCOUNT**

2014-15	Particulars	2015-2016
67020477	To Establishment Expenses (H.O.) (As per Schedule `C')	76029512
4702582	To Gratuity paid & Provided	43700000
0	To Audit Fees to Statutory Auditors	458000
183717	To Travelling Allowance to Board of Directors	226603
1680662	To Travelling Allowance to Officers	361984
209939	To Travelling Allowance to Staff	233419
2500	To Rent, Rates & Taxes	226696
334831	To Property Tax H. O. Building	388515
2330831	To Stationery and Printing	2548043
727433	To Maintenance of H. O. Building	285451
3996778	To Repairs to Equipments	6954700
3995190	To Office & Misc. Expenditure	6321226
13567864	To Other Items of Expenditure H.O. (As per Schedule `D')	14825909
3146130	To Depreciation on Assets of H.O.	2726912
26656401	To Bad & Doubtful Debts	26823446
0	To Service Tax on Revenue Expenditure	17845112
54900	To BOT Share for E-Tender	0
62783	To Interest Paid on Income Tax	322160
62021	To Interest on Service Tax	3698
0	To Interest Paid to Other A/c	2609
62798055	To Interest paid on Term loan	56117537
576414	To Loss on Sale of Assets	84393
2000000	To Processing Charges	0
67726	To Computer Work Expenses	44211
120000	To Honorarium to Enquiry Officer (Contractual)	75000
382025	To Lease Rent & Expenses (H.O.)	130004
47905	To Misc. Expenses for Contractual Appointee	11627
0	To Swacha Bharat Cess Exp.	286385
16011	To Penalty Paid on Service Tax	0
591058995	To Balance being Net Profit for the year	322937871
785802170	TOTAL	579971023
3399261	To Prior Period Expenses (As per Schedule `E')	1464648
589036323	To Balance Being Net Profit Carried down to Profit & Loss Appropriation Account	324925145
592435584	TOTAL	326389793

GENERAL MANAGER (A&A) &
FINANCIAL ADVISOR

DIRECTOR

FOR THE YEAR ENDED 31ST MARCH 2016

2014-15	Particulars	2015-2016
758248785	By Gross Profit from Warehousing Profit and Loss Account	520961923
	By Interest	
25252209	1) On Bank Balance	2124214
91011	2) Vehicle Advance	0
191724	3) HBA	147508
	By Income from other Sources	
2505482	1) Misc. Receipt	1757086
1976124	2) Receipt From sale of Tender form	2502168
95500	3) Registration Fee for E-Tender	0
1118953	4) Over Time Allowance Received	1092823
-13072932	5) Cenvat Credit (Service Tax)	0
4159141	6) Profit on sale of Asstes	0
0	7) Forfeiture of EMD	3486520
7225	8) Forfeiture of S.D. (Const.)	1300
914994	9) Interest on Subsidy	887992
215256	10) Rent Recov. From Staff.	277287
716464	11) Forfeiture of Gratuity	1752579
702000	12) Received Against Salvage Material insurance	0
2680234	13) Received from Auction Sale	0
0	14) Forfeiture of S. D. (Consultant)	11000
0	15) Forfeiture of S. D. H & T & Bank Gurantee	875000
0	16) Delayed Payment Charges Received	96537
0	17) Insurance Claim Received	140784
0	18) Interest on Vehicle Advance	65716
0	19) Interest Recd. On Income Tex	16544606
0	20) Int. On F. D. (I.D.B.I. Camp Pune)	6611589
0	21) Int. On F. D. (S.B.I. Agri. Comm)	3088541
0	22) Int. On F.D. (U.B.I. Mkt. Yard)	6407960
0	23) Int. On Fiexi (I.D.B.I. Bank Pune)	617809
0	24) Int On Flexi (U.B.I. Mkt. Yard APEDA)	1304301
0	25) int. On Flexi (U.B.I. Mkt. Saving Pune)	707151
0	26) Int On Flexi (U.B.I. Mkt. Yard S. D. Pune)	4134391
0	27) Int No. M.O.D. (S.B.I. Agri)	4226607
0	28) Received Against Rail Transit Loss	147631
785802170	TOTAL	579971023
591058995	By Profit for the year	322937871
1371899	By Excess Provision Written Back	12403
4690	By Prior Period Income (As per Schedule `F')	3439519
592435584	TOTAL	326389793

Subject to our report of odd dated attached

M/s. V. J. Kulkarni & Associates, Pune

Chartered Accountant

FRN : 105448 W

Mangesh Kulkarni

Partner

Membership No. 130127

PLACE-PUNE

VILAS B. PATIL
CHAIRMAN & MANAGING DIRECTOR



PROFIT AND LOSS APPROPRIATION ACCOUNT

2014-15	Particulars	2015-2016
165000000	To Provision for Income Tax	100000000
242000000	To Transfer to Reserve Fund	33400000
50000	To Provision for Wealth Tax	0
198522105	To Transfer to Debt Redemption Fund	64000000
0	To Provision for Deferred Tax	112308000
46124653	To Transfer to Funds for House Building & Conveyance to Employees	152385
40000000	To Provision for Dividend	5000000
7624800	To Provision for Tax on Dividend	1017900
50000000	To Building Fund	5000000
1839240	To Provision for Profit Sharing Bonus	4056660
9800	To Balance Transferred to Balance Sheet	0
751170598	Total	324934945

GENERAL MANAGER (A&A) &
FINANCIAL ADVISOR

DIRECTOR

FOR THE YEAR ENDED 31ST MARCH 2016

2014-15	Particulars	2015-2016
9622	By Opening Balance	9800
162124653	By Provision for Deferred Tax	0
589036323	By Net Profit brought forward from Profit & Loss Account	324925145
751170598	Total	324934945

VILAS B. PATIL
CHAIRMAN & MANAGING DIRECTOR

Subject to our report of odd dated attached
M/s. V. J. Kulkarni & Associates, Pune
Chartered Accountant
FRN : 105448 W
Mangesh Kulkarni
Partner
Membership No. 130127
PLACE-PUNE

**BALANCE SHEET AS**

As on 31st March 2015	Capital & Liabilities	As on 31st March 2016
	1. SHARE CAPITAL	
	(a) Authorised Capital 15,00,000	
150000000	Shares of Rs. 100 each	150000000
	(b) Issued Subscribed & fully paid up Capital	
	By State Govt. 4,35,56,000	
	Shares of Rs. 100 each	
	By Central Warehousing Corporation 4,35,56,000	
87112000	Shares of Rs. 100 each	87112000
	2. RESERVE FUND	
	(Under Section 30 (1))	
2447546994	Balance as per last Balance Sheet	2693342598
0	Add : Transferred from	198522105
	Debt Redemption Fund	
30718	Add : Transferred from House	46124653
	Building and Conveyance to Employees	
0	Add: Transferred form Building Fund	50000000
7400	Add : Transferred from Wealth Tax	0
3757486	Add : Transferred form Income Tax	0
242000000	Profit & Loss Appropriation Account	33400000
0	Less : Transferred from Reserve Fund	0
0	Less : Transferred from Reserve Fund	0
2693342598		3021389356
2780454598	Total Carried Forward	3108501356

ON 31ST MARCH 2016

As on 31st March 2015	Assets & Property	As on 31st March 2016
	1. CASH IN HAND AND REMITTANCE IN TRANSIT	
5478915	(As per Schedule `J')	3831971
	2. CASH IN BANKS	
-9922273	1. State Bank of India & Its Subsidiaries	82922004
-6356172	2. Nationalized Banks	4042874
2036638	3. Scheduled Banks & Co-operative Bank	763318
-14241807		87728196
52944296	4. Bank Balance & Flexi Deposit R. K. V.Y.	66869861
13391286	5. S. B. I. Mkt. Yd. M.A.C.P.	10216385
1792837	6. H.D.F.C. Bank Shankar Sheth Road, Br.	11301742
0	7. Yes Bank Mkt. Yd.	1049648
53886612		177165832
284435906	8. Term Deposits with Banks	319643183
	3. INVESTMENTS	
5000	1. Shares in Maha. State Co-op Mktg. Fed. Ltd.	5000
120150	2. Shares in Co-op Banks	120150
5000	3. Shares in Housing Society	5000
	4. FIXED ASSETS	
4145840553	(As per Schedule `K')	4357053553
4594423436	Total Carried Forward	4857824689

**BALANCE SHEET AS**

As on 31st March 2015	Capital & Liabilities	As on 31st March 2016
2780454598	Total Brought Forward	3108501356
	3. OTHER FUNDS	
774894395	1. Depreciation Fund (As per Schedule `K-I')	855907226
	2. Building Fund	
0	As per Last Balance Sheet	50000000
0	Less : Transfer to Reserve Fund	50000000
50000000	Add : Transfer From P & L Appropriation Account	5000000
<u>50000000</u>		<u>5000000</u>
	3. Fund for House Building & Conveyance advance to Employees	
30718	As per Last Balance Sheet	46124653
	Less : Tr. to Reserve Fund to the extent for loan granted	46124653
30718	Add : Tr. from P & L Appro. A/C.	152385
46124653		<u>152385</u>
<u>46124653</u>		
20000000	4 Development Fund	20000000
40000000	5. Fund for Establishment	40000000
	6. Debt. Redemption Fund	
0	As per last Balance Sheet	198522106
0	Less : Transfer to Reserve Fund	198522106
198522106	Add : Tr. From P & L Appro. A/C.	64000000
<u>198522106</u>		<u>64000000</u>
	4. BORROWINGS (Long Term)	
993750536	As per last Balance Sheet	968556052
0	Add : Interest on Term Loan	0
25194484	Less : Loan Refund	208965073
<u>968556052</u>		<u>759590979</u>
4878551804	Total Carried Forward	4853151946

ON 31ST MARCH 2016

As on 31st March 2015	Assets & Property	As on 31st March 2016
4594423436	Total Brought Forward	4857824689
	5. OTHER ITEMS	
11237177	1. Interest accrued on Short Term Deposit and Advances	8008504
24962353	2. Stock in Hand (As per Schedule 'L')	23403467
671909013	3. Warehousing charges receivables	591720454
25082910	4. Warehousing Charges receivables (PPP)	12633246
316046129	5. Handling & Supervision Charges Receivables	222045359
61713932	6. Handling & Supervision Charges receivable (PPP)	28657778
1229679	7. Fumigation Charges receivable from Govt.	1229679
169664	8. Income on DESS Receivable	169664
0	9. Suprvision Charges Receivable (PPP)	1893813
5706774293	Total Carried Forward	5747586653

**BALANCE SHEET AS**

As on 31st March 2015	Capital & Liabilities	As on 31st March 2016
4878551804	Total Brought Forward	4853151946
	5. PROVISIONS	
165050000	i) Income Tax, FBT, Wealth Tax	265000000
40000000	ii) For Proposed Dividend	5000000
7624800	iii) Provision for Tax on Dividend	1017900
19000000	iv) For Gratuity	44400000
87329606	v) For Doubtful Debts	114153052
87004048	vi) For Leave Salary	85622265
270575347	vii) Deferred Tax (Net)	382883347
29331382	viii) Provision for P.L.I.	38961382
0	ix) Provision for Bonus	3225600
7016491	x) Provision for Profit Sharing Bonus	11073151
70000000	xi) Provision for Income Tax F. Y. 2008-09	70000000
120000000	xii) Provision for Income Tax F.Y.2009-10	120000000
82500000	xiii) Provision for Income Tax F.Y.2011-12	82500000
85500000	xiv) Provision for Income Tax F.Y.2012-13	85500000
103000000	xv) Provision for Income Tax F.Y.2013-14	103000000
3100189	xvi) Interest Payable	3100189
1177031863		1415436886
	6. OTHER LIABILITIES	
523515171	i) Liabilities (As per Schedule 'G')	502360763
266475589	ii) Deposits (As per Schedule 'H')	366568433
	7. OTHER ITEMS	
19173295	(As per Schedule 'I')	19512398
77066	Interest on Subsidy (Liability)	77066
-31865	Lab Testing Charges (R&P)	33379
352000	Sundry (CSD - Labour)	352000
0	Chef Minister Relief Fund	499
0	Handling Charges Mathadi Labour (R&P)	169381
9800	8. Profit and Loss Account	0
6865154723	Total	7157662751

Smt. M. G. Inamdar
GENERAL MANAGER (A&A) & F.A.

DIRECTOR

ON 31 MARCH 2016

As on 31st March 2015	Assets & Property	As on 31st March 2016
5706774293	Total Brought Forward	5747586653
64046151	6. ADVANCES (As Per Schedule `M')	64521047
303353284	7. OTHER DEBIT BALANCES (As per Schedule `N')	299506659
12500000	8. ADVANCE PAYMENT OF INCOME TAX	0
626247409	9. INCOME TAX (REFUND DUE)	0
8881335	10. SERVICE TAX CREDIT AVAILABLE	4707663
127803645	11. TAX DEDUCTED AT SOURCE	0
1096402	12. MAT CREDIT ENTITLEMENT	1096402
14452204	13. MAT CREDIT UTILIZED	14452204
0	INCOME TAX ACCOUNT	868442923
0	SBI Subsidy Reserve Fund	157349200
6865154723	TOTAL	7157662751

VILAS B. PATIL
CHAIRMAN & MANAGING DIRECTOR

M/s. V. J. Kulkarni & Associates, Pune
Chartered Accountant



**Schedule A To F relates to
Profit & Loss Account
Schedule G to N relates to Balance Sheet**

**SCHEDULE `A' Establishment Expenses
(Field Office) (2015-2016)**

(Figures in Rs.)

Previous Year	Particulars	Current Year
	I) A Pay & Allowances	
80357675	1 Pay Account	73897784
17607650	2 Grade Pay F.O.	16306353
98444464	3 Dearness Allowance	107339957
21261875	4 House Rent Allowance & Other Allowances	19855799
624230	5 Subsistence Allowance	773243
7888466	6 Reimbursement of Medical Expenses	7322245
9646744	7. Overtime Allowance	-3974980
3149600	8 Leave Travel Allowance/Concession	60000
0	9 Deputation allow. F.O. Officer	4484
26405135	10 Employer's Contribution to Provident Fund	21680543
1345038	11 Lab. Technician & Supervisor	902620
1115080	12 Profit Sharing Bonus F.O.	0
13753550	13. Productivity Linked Incentive F.O.	18830400
1325266	14 Security Gurad Services F.O.	1433725
85390748	15 Payment to Att-Cum-Operator	91039623
9482239	16 Payment to Att-Cum-Operator (Contractual)	1172485
7102622	17 Payment to Contractual Appointees F.O.	3121961
28097909	18 Payment to Data Entry Operator (Contractual)	34857555
0	19 Bonus F. O.	2856000
0	20 Arrears Against 6th Pay F. O.	3878
412998291	Sub Total	397483675
15165547	II) B Encashment of Leave Salary	18213891
428163838	GRAND TOTAL	415697566

SCHEDULE `B' - Other Items of Expenditure (Field Office) (2015-2016)

(Figures in Rs.)

Previous Year	Particulars	Current Year
2653997	1 Staff Car Expenses	1853086
1367656	2 Uniforms to Peons & Drivers	346967
1679182	3 Publicity & Advertisement	85160
-11314634	4 Polythene Sheetings	-740210
15052200	5 Electricity & Water Charges	13601211
16587845	6 Rebate Given on Warehousing	45144762
320462	7 Staff Welfare Expenses F. O.	385087
611565	8 Establishment Charges to Excise Department	1083250
1698075	9 Stationery & Printing	1579141
3808156	10 Postage Telegrams & Telephone Charges	3788955
3462156	11 Employer's Contribution to MSWC K W Fund	2591234
1024664	12 Internal Handling Charges	249869
23720925	13 Business Expenses	23104338
4190424	14 Staff Transport Charges	4038447
720254	15 Custom Duty on Auction Dronagiri	19161
0	16 Reffer Container Monitoring Ch. C.F.S.	29880
6950	17 Commission for Auction Sale, Dronagiri	0
437952	18 D. G. Set Running Expenses F.O.	433693
0	19 Fumigation Charges Exps.	13030
66027829	TOTAL	97607061



SCHEDULE `C' Establishment Expenses (Head Office) 2015-2016

(Figures in Rs.)

Previous Year	Particulars	Current Year
	I) A Pay & Allowances	
4780211	1 Pay to Officers (H.O.)	4809094
11037470	2 Pay to Staff (H.O.)	10145686
1157644	3 Grade pay H. O. Officer	1178704
2980922	4 Grade Pay H. O. Staff	2706971
6239469	5 Dearness Allowance to Officers	6987222
14372110	6 Dearness Allowance to Staff	15423938
58515	7 O.T. Allowance (H.O.)	32555
1523839	8 House Rent, City Compensatory Allowance & Other Allowance to Officers	1653456
3725565	9 Other Allowance to Staff	3298147
1190713	10 Reimbursement of Medical Expenses (H.O.)	1096283
496416	11 Leave Travel Allowance/Concession	12800
671157	12 Pension & Leave Salary Contribution	424689
3739484	13 Employer's Contri.to Provident Fund	3009336
8925682	14 Insurance Premium for Group Medical Scheme	9178918
116116	15 Staff Training Expenditure	13685
2189550	16 Productivity Linked Incentive H.O.	3265200
341587	17 Payment to Contractual Appointee H.O.	1599470
0	18. Payment to Data Entry Operator Contractual H.O.	5336065
0	19. Payment to Attendent -Cum-Operator H.O.	2395287
177450	20 Profit Sharing Bonus H.O.	0
0	21. Bonus H. O.	302400
63723900	SUB TOTAL	72869906
3296577	II) C-Encashment of Leave Salary	3159606
67020477	GRAND TOTAL	76029512

**SCHEDULE `D' Other Items of Expenditure
(Head Office) (2015-2016)**

(Figures in Rs.)

Previous Year	Particulars	Current Year
822889	1 Postage, Telegram & Telephone Charges	850612
944135	2 Bank Charges	370109
1518633	3 Legal Fees and Expenses	1647677
2288399	4 Advertisement Charges	1264540
2091628	5 Electricity & Water Charges	2466418
55000	6 Uniforms to Peons & Drivers	150036
425082	7 News Papers, Periodicals & Library Books	85081
1583760	8 Staff Car Expenses	1957932
243408	9 Consumable Stores	165622
490294	10 Employer's Contribution to M.S.W.C. Karmachari Welfare Fund	359656
1404296	11 Internet Expenses (Computer)	1426769
21204	12 Employer's Contribution to Bombay Labour Welfare Fund	18864
60948	13 D. G. Set Running Expenditure	29434
125	14 Contribution for Flag Day R & P	0
977440	15 Business Expenses	353612
6135	16 Consumable Articles-Computer	17193
634488	17 Staff Welfare Expenses H.O.	3662354
13567864	TOTAL	14825909

**SCHEDULE `E' Prior Period Expenses (2015-2016)**

(Figures in Rs.)

Previous Year		Particulars	Current Year
1800	1	Productive Linked Incentive F. O.	0
59950	2	Pay F. O. (Increment Diff.)	0
48976	3	D.A. F.O. (Increment Diff.)	0
9196	4	H.R.A. F. O. (Increment Diff.)	0
1000	5	Income Tax (R & P) Salary	0
438	6	Income Tax (R & P) Const. Contractor	0
8883	7	Pay F. O. Const (24 Years Arrears Diff)	0
8761	8	D. A. F.O. Const. (24 Years Arrears Diff.)	0
2665	9	H.R.A. F. O. Const. (24 Years Arrears Diff.)	0
157303	10	Pay. F. O. (Charge Allow.)	0
990	11	Pay. H. O. Staff (Charge Allow)	0
1000	12	Pay H. O. Officer (Charge Allow)	0
52884	13	D. A. F. O. (Arrears)	0
223191	14	Pay F. O. (Pay Fixation Diff.)	0
185981	15	D. A. F. O. (PAY Fixation Diff.)	0
35762	16	H. R. A. F. O. (Pay Fixation Diff.)	0
116661	17	Pay F. O. (Revised Pay Fixation)	0
92142	18	D. A.F.O. (Revised Pay Fixation)	0
17189	19	H.R.A. F. O. (revised Pay Fixation)	0
22249	20	Pay F. O (Salary)	0
16020	21	D. A. F. O. (Salary)	0
2225	22	H.R.A. F.O. (Salary)	0
587	23	Field Allow.F.O. (Salary)	0
319	24	Transport Allow F. O. (Salary)	0
-327006	25	Pay F. O. (Provision of O/S Payment)	0
-219923	26	D.A. F.O. (Provision of O/S. Payment)	0
-44340	27	H.R.A. F.O. (Provision of O/s Payment)	0
715383	28	Pay F. O. (Provision of O/S payment)	0
558702	29	D.A. F. O. (Provision of O/S Payment)	0
71760	30	H.R.A.F.O. (Provision of O/S Payment)	0
690	31	Field Allow F.O. (Provision of O/s Payment)	0
1020	32	Medical Reimbursement F.O. (Provision of O/S. Payment)	0
408	33	Transport Allow F. O. (Provision of O/s. Payment)	0
70621	34	Pay F. O. (Subsistance Allowace)	0
1257.53	35	Interest on Late Payment Charges	0
1400000	36	M & R to Computer Equip. (SAP)	0
88316	37	M & R to Warehousing Bldg. (F.O.)	0

SCHEDULE `E' Prior Period Expenses (2015-2016) (Figures in Rs.)

Previous Year	Particulars	Current Year
0 38	Overtime Allowance H.O.	9740
0 39	Payment to Contractual Appointee H,O.	236330
0 40	Travelling Allowance F.O.	2630
0 41	Overtime Allowance F.O.	81486
0 42	Provision for Tax On Dividend	518260
0 43	Lab. Testing Charges	79776
0 44	Audit Fees to Statutory Auditors	85099
0 45	Payment to Attendent-Cum-Operator H.O.	3617
0 46	Lease Rent & Expenses HO	156000
0 47	Payment to Attendent -Cum-Operator F.O.	220600
0 48	Handling & Transportation Charges Paid (R.C.F)	67510
0 49	L.T.A. Construction F.O.	3600
3399260.53	TOTAL	1464648



SCHEDULE 'F' - Prior Period Income (2015-2016)

(Figures in Rs.)

Previous Year	PARTICULARS	Current Year
4690	1 Interest on Bank Balance & Fixed Deposit	0
0	2 Receipt form Sale fo Tender form	117500
0	3 Int. On F. D. (I.D.B.I., Camp Br. Pune)	1310019
0	4 Term Loan (SBI Agri. Comm. Br.) 15.43 Crores	12000
0	5 Processing Charges On Grant Recd. From APEDA for Cold Storage, Gultekadi	2000000
4690	TOTAL	3439519

SCHEDULE 'G' - Liabilities (2015-2016)

(Figures in Rs.)

Previous Year	PARTICULARS	Current Year
223763	1 Unpaid payments to Employees	188891
	2 Outstanding Creditors for Expenses incurred on	
253725317	a) Handling, Salary, Insurance Premium etc.	207851252
6445176	b) Rent	1599888
67650793	c) Construction	81785749
9245615	3 Recovery made for Shortages etc.	12390795
	4 Others	
75358176	a) Insurance Claims Payable	77108127
0	b) Insurance Claims Takari	9743
967628	c) Imprest Advance F. O.	1069068
20476	d) Imprest Advance for Hired Vehicle	20476
125000	e) Special Adv. Against Revision of Pay Scale	275000
	f) Income Tax R & P	
0	i) R.M.Office	418
113061	ii) Construction Contractor	343255
490181	iii) H & T	1977319
138764	iv) Income Tax (R & P)	366013
545906	v) Security	241729
11913	vi) PPP	991995
938261	g) Sales Tax	635668
37068	h) Vat	33755
339436	i) 1% Labour Cess (R&P)	39197
	j) Service Tax Deducted Under Reverse Charges	
942	i) Service Tax Reverse Charges (Manpower Supply)	-46693
799707	ii) Service Tax Reverse Charges (Const.)	390778
417177183	SUB TOTAL	387272423
40000000	5 Grant Recd. From APEDA for Cold Storage Gultekdi	38000000
	6 Unspent Grants	
13391286	i) Unspent Grants M.A.C.P.	10216385
52944296	ii) Unspent Grants R.K.V.Y.	66869861
2406	7 Insurance Claim (Parbhani City)	2406
0	8 Employees Contri. Bombay L.W.F.	-312
523515171	GRAND TOTAL	502360763

**SCHEDULE 'H' - Deposits (2015-2016)**

(Figures in Rs.)

Previous Year	PARTICULARS	Current Year
	1 Earnest Money Deposits	
5163455	a) H & T	32783465
715700	b) Security	2709600
122600	c) Supplies	1073553
7054095	d) Construction	5468050
282790	e) C.F.S. Dronagiri	367790
57211	f) Auction Sale	57211
96795	g) R.M.	179488
694000	h) R.K.V.Y.	721950
50000	i) Storage	50000
25000	j) O.P.P. (Non-Taxable)	25000
0	k) Consultatnt	51000
	2 Security Deposits	
46357503	a) Const.Contractors	46595824
99229915	b) H & T.Contractors	147013915
17740	c) Staff	17740
6625473	d) Security Guard Services	6582777
6234561	e) Supplies	8017343
34500	f) Auction Sale	34500
34050	g) Weighbridge	58705
38500	h) Salvage material	38500
678890	i) C.F.S. Dronagiri	687705
2979251	j) Data Entry Comp. Empl.	2217374
7575673	k) Storage	11881749
493780	l) R.M.	775066
10400	m) R.K.V.Y.	26250
5160000	n) P.P.P.	3560000
63200	o) Consultant	77150
96000	p) Brisk Facilities	96000
498988	q) Vishal Enterprises	245980
351720	r) Vishal Intelligence	406842
2031028	3 Bank Guarantee for H & T work	2011028
42295760	4 Sundry Deposits	60968248
25501710	5 Retention Money Deposit	24889717
3100301	6 Pre-Deposit	4073913
2805000	7 Amt. Withheld of Shri. M.T.Nawale, H&T Cont., Dhule	2805000
266475589	TOTAL	366568433

SCHEDULE 'I' - Other Items (2015-2016)

(Figures in Rs.)

Previous Year	PARTICULARS	Current Year
	1 Amount Relating to Employees	
1199929	A) Deduction From Pay of Staff	5495452
20182422	B) Deposit form Gratuity	25776142
-3004479	2 Other amounts payable ot various Parties	-6981644
795423	3 Deposit form Employees Provident Fund	-4777552
19173295	TOTAL	19512398

SCHEDULE 'J' - Cash in Hand (2015-2016)

(Figures in Rs.)

Previous Year	PARTICULARS	Current Year
3851887	1 Cash with Storage Superintendents	2204943
1627028	2 Remittance in Transit	1627028
5478915	TOTAL	3831971

**SCHEDULE 'K' - Fixed Assets (2015-2016)**

(Figures in Rs.)

Previous Year	PARTICULARS	Current Year
	A Land	
111445155	1 Free Hold	111889303
160754953	2 Lease Hold	158454104
272200108		270343407
3127676	B Container Yard	3127676
	C Buildings	
7219956	1 Ownership Flats at Pune & Bombay	7219956
1582346	2 H.O.Building Main	1582346
6680762	3 H.O.Building Annexe	7864890
3131952403	4 Godowns and Warehouses (General & Rural WH)	3629617454
2828879	5 Security Cabin Account	2950597
1147617	6 Staff Quarters F.O.	1147617
2159591	7 Property on Lease	2019511
9590250	8 Ownership Flats of Regional Office	9590250
3163161804	TOTAL	3661992621
0	9 Less-Subsidy received from Govt for Rural WH & NABARD	0
3163161804	SUB TOTAL	3661992621
	D Electrification	
47651936	1 Godowns & Warehouses	49641942
237911	2 Rural Warehouses	237911
652114	3 H.O.Building & Ownership flats	652114
581168	4 Electrification To Warehouse	1905316
49123129	TOTAL	52437283
0	5 Less : Subsidy received from Govt. NABARD for Rural WH	0
49123129	SUB TOTAL	52437283

SCHEDULE 'K' - Fixed Assets (2015-2016)

(Figures in Rs.)

Previous Year	PARTICULARS	Current Year
	E Work in Progress	
484153893	1 Godowns and warehouses	185018572
165893	2 Advance for purchase of land	165893
484319786	TOTAL	185184465
	F Dead Stock	
	1 Furniture & Fixture	
3365037	a) Head Office	3663505
6309108	b) Field Office	6344309
	2 Office Equipment	
8074058	a) Head Office	8226414
12939064	b) Field Office	13232051
721487	3 Laboratory Equipments	1596487
112763074	4 Warehousing Equipments	121420499
	5 Computer Equipments	
21013779	a) Head Office	20695524
1110	b) Field Office	165257
165186717	TOTAL	175344046
8721333	G Motor Vehicle	8624055
4145840553	GRAND TOTAL	4357053553

*

**SCHEDULE 'K-1' Depreciation Fund as on 31/03/2016**

(Figures in Rs.)

Sr. No.	Description of Assets	Opening Balance as on 01.04.2015	Additions during the year 2015-2016	Excess Provision Written Back/ Deduction	Closing Balance as on 31.03.2016
1	Buildings	626158993	69343302	1907413	693594882
2	Electrification	36181328	3738592	0	39919920
3	Movable Assets	112554074	9838350	0	122392424
TOTAL		774894395	82920244	1907413	855907226

SCHEDULE 'K-2' Fixed Assets as on 31/03/2016

(Figures in Rs.)

Sr. No.	Description of Assets	Opening Balance as on 01.04.2015	Additions during the year 2015-2016	Sales/ Excess Provision Written Back	Closing Balance as on 31.03.2016
A	LAND				
1	Free hold land	111445155	444148	0	111889303
2	Lease hold land	160754953	1398797	3699646	158454104
3	Container Yard	3127676	0	0	3127676
B	BUILDING				
1	Ownership flats at Pune & Mumbai	7219956	0	0	7219956
2	Head Office Main	1582346	59492	59492	1582346
3	Head Office Annexe	6680763	2379102	1194974	7864891
4	Property on Lease	2159591	0	140080	2019511
5	Godown & Warehouse	3131952403	548627012	50961962	3629617453
6	Staff Quarters F.O.	1147617	0	0	1147617
7	Electrification to Warehouse Head Office Building & Ownership flats	49123129	8123041	4808887	52437283
8	Security Cabin	2828879	121718	0	2950597
9	Ownership Flats of Regional Office	9590250	0	0	9590250
C	DEAD STOCK FURNITURE & FIXTURE				
1	Head Office	3365036	447234	148766	3663504
2	Field Office	6309107	48517	13315	6344309
D	OFFICE EQUIPMENTS				
1	Head Office	8074058	701562	549206	8226414
2	Field Office	12939064	375390	82403	13232051
E	LABORATORY EQUIPMENTS	721487	875000	0	1596487
F	WAREHOUSING EQUIPMENTS	112763075	13259935	4602510	121420500
G	COMPUTER				
a)	Head Office	21013779	237991	556246	20695524
b)	Field Office	1110	165257	1110	165257
H	MOTOR VEHICLES	8721333	0	97278	8624055
I	WORK IN PROGRESS	484319786	185018572	484153893	185184465
	TOTAL	4145840553	762282768	551069768	4357053553



SCHEDULE 'L' - Stock on Hand as on 31/03/2016

(Figures in Rs.)

Previous Year	PARTICULARS	Current Year
5249288	1 Insecticides for Scientific Treatment	7218033
803813	2 Stationery	1094884
13503175	3 Dunnage	9181648
5406077	4 Polythene Sheeting	5908902
24962353	TOTAL	23403467

(As per valued & certified by the concerned officers at cost or market price whichever is less except stock of printed stationery which is at cost price.)

SCHEDULE 'M' - Advances (2015-2016)

(Figures in Rs.)

Previous Year	PARTICULARS	Current Year
	1 Advance to Staff & Others for Expenses	
5406845	Head Office	4902301
27493784	Field Offices	22176110
321921	Head Office staff for Tour	320314
425948	Field Offices staff for Tour	540432
6600	Permanent Adv.to Sr.Manager, Mumbai	6600
22750	Repairs to staff cars (FO)	22750
85022	Permanent Imprest Advance (Engg.)	85022
29200	Permanent Advance with Regional Managers	29200
33792070	TOTAL	28082729
	2 Loan and Advance to Staff for Personal Purpose	
207677	Festival Advance (HO)	480677
-374490	Festival Advance (FO)	1256010
761472	Purchase of Vehicles	667005
7757939	Advance for House Building	6511774
951328	Advance for purchase of Computer	637124
2450	Special Festival Advance H.O.	2450
4332	Advance against Medical Claim	4332
390258	Advance against 6th pay	290258
2195	Advance for Flood Affected Employees	2195
9703161	TOTAL	9851825
	3 Other Advances	
19435	Advance F.O.	19435
23858	Imprest Advance H.O.	23858
13574687	Advance against P.L.I.	13027481
148465	Service Tax Reverse Charges (Car Renting)	148465
6626203	Service Tax	13305986
27200	Adv. Against Vardhapan Day (8th Aug)	27200
131072	Adv. For Liveries	34068
20550920	TOTAL	26586493
64046151	GRAND TOTAL	64521047

**SCHEDULE 'N' - Other Debit Balances (2015-2016)**

(Figures in Rs.)

Previous Year	PARTICULARS	Current Year
	1 Amount Recoverable From	
948133	Damages Paid but recoverable	907446
56554	Workmen's Compensation	56554
1004174	Loss cases at Nagpur, Solapur, Wardha & Pune	1004174
27590	Amount recoverable from HAMCO (Godown Repairs)	27590
3519	Shri V.B.Kohade (Ex-Employee)	3519
120358	Gratuity Receivable Mumbai/Nagpur CSD	120358
26785	Amount attached by I.T.Department	26785
16864	M/s Khandelwal Pipes Pvt.Ltd.	16864
520093	M/s G.D.Pitale, Contractor	520093
2697315	Amt. Recoverable From Staff	2517735
6047850	Insurance claim receivable	189843
188394	Amount Receivable from Shri.S.K.Sawai	154914
190000	Amount Recoverable from Reliance Company	190000
11847629	SUB TOTAL	5735875
	2 Various Deposits for/with	
78081	Telephones	78081
285928	Rent	285928
2000	Security Deposit with CIDCO	2000
129345	Electricity	129345
55010	Deposit with Co-op Housing Societies & Builders	55010
27600	Fixed Deposit against Security Deposit and E.M.D.	27600
14000	A.P.M.C.Pune (Petrol)	14000
58059	Deposit with ESI Court	58059
36000	Deposit with Tele-Communication	36000
46308	Bank Guarantee(Supplies)	46308
5000	Deposit with PCMC (Bhosari BW)	5000
245375694	Deposit with Civil Court, Pune	245375694
19467525	Deposit with High Court, Mumbai	19467525
75000	Deposit with Govt. of Maharashtra (Govt.fumigation work)	75000
1037	Security Deposit with M.I.D.C.Latur	1037

SCHEDULE 'N' - Other Debit Balances (2015-2016)

(Figures in Rs.)

Previous Year	PARTICULARS	Current Year
12000	Security Deposit with YASHADA,Pune	12000
5683600	E.M.D. with M.I.D.C.	5683600
200000	E.M.D. with M.S.CO.OP. MKTG. FED.	200000
59500	Deposit with consumer forum	59500
37800	Deposit with M.C. Malegaon(N)	37800
546615	Deposit with M.S.E.D.C.L.	546615
5811267	Deposit with S.D.O. Sillod for Land	5811267
35000	Security Deposit with Govt. for Fumigation Work	35000
377195	Security Deposit with WDRA, New Delhi	422195
7550	Security Deposit with M.S.E.B.	1783650
1619	Deposit with Maha.Agri. Competiveness Project	119
328914	Deposit with Civil Court, Bombay	328914
278757647	SUB TOTAL	280577247
	3 Prepaid Expenses	
9769896	1. Insurance (Prepaid)	13157289
2978112	2. Other Expenses	36248
12748008	SUB TOTAL	13193537
303353284	GRAND TOTAL	299506659

**MAHARASHTRA STATE WAREHOUSING CORPORATION****NOTES ON ACCOUNTS:-**

Notes attached to and forming part of Balance Sheet as at 31st March, 2016 and Profit and Loss Account for the year ended on that date.

1. Contingent liabilities are amounting to Rs. 82,51,96,180/- (Previous Year Rs. 90,30,89,161/-) is as under-

Sr.No.	Particulars	Amount in Rs.
1,	Claims Lodged Against the Corporation not acknowledged as Debt	10,46,77,777/-
2.	Custodian Guarantee Bonds	53,77,27,277/-
3.	Bank Guarantees Against the Corporation	7,20,00,000/-
4	Demands raised by Income Tax Department	9,09,35,776/-
5.	FCI Storage Charges (PPP) payable to concerned Godown Owners.	1,98,55,350/-
	Total	82,51,96,180/-

2. An amount of Rs. 1,98,55,350/- related to above contingent liability (point number5) is receivable as on 31.03.2016 towards the Storage Charges (PPP) from FCI. This issue is under dispute and discussion / correspondence with FCI is under process in this regards. The details as below-

Parties/Year	FY 2013-14	FY 2014-15	FY 2015-16	Total
FCI Nagpur	707/-	1,90,187/-	27,50,091/-	29,40,985/-
FCI Manmad	-	3,38,020/-	20,59,514/-	23,97,534/-
FCI Pune	-	70,16,394/-	75,00,437/-	1,45,16,831/-
Total	707/-	75,44,601/-	1,23,10,042/-	1,98,55,350/-

3. An amount of Rs. 4,35,74,110/- towards the Supervision charges on H & T (PPP) (it includes amount of FY 2013-14 ,FY 2014-15 and FY 2015-16) is not received from FCI. In FY 2012-13 and FY 2013-14 FCI had paid such supervision charges on H & T (PPP), but from the FY 2014-15 and FY 2015-16 it has stopped paying this amount and also deducted earlier paid amount. This amount is receivable which is under dispute and related communication/correspondence is going on. The details as below-

(Amount in Rs.)

Parties/Year	FY 2013-14	FY 2014-15	FY 2015-16	Total
FCI Nagpur	-	2,06,83,712/-	1,09,64,561/-	3,16,48,273/-
FCI Manmad	3600/-	20,33,327/-	39,20,215/-	59,57,142/-
FCI Pune	-	15,80,237/-	43,88,458/-	59,68,695/-
Total	3600/-	2,42,97,276/-	1,92,73,234/-	4,35,74,110/-

4. Estimated / Tender amount of contracts to be executed on capital account as on 31-03-16 is of Rs.33,45,57,906/- amount / expenditure incurred up to 31-03-16 is Rs.20,77,88,588/- and balance work to be executed as on 31-03-16, is of Rs.12,67,69,318/-.

5. The Corporation has lodged 21 court cases for recoveries / compensation amounting to Rs.25,64,40,812/-.

6. The Corporation follows the policy on the lines of CWC for accounting the income from storage of Bonded goods on cash basis. Had the method of accounting on accrual basis been adopted the accumulated profit would have been more by Rs.1,40,84,758/- (previous year Rs. 3,56,82,624/-)

The income of Bonded goods is accounted on cash basis. However, as on 31.3.2016 the storage charges on account of Bonded Warehouses are accrued / receivable amounting to Rs.20,77,63,615/- (Previous year Rs. 23,50,02,256/-) from the various parties out of which Rs.19,36,78,857/- (Previous year Rs.19,93,19,632/-) are doubtful for recovery. In some cases the matter is subjudice.

7. Claims against Corporation filled in various courts are Rs.9,68,02,777.50/- .

As regard case of M/s. Apollo Tyres regarding the fire was occurred at Kalamboli Warehouse in F.Y. 2005-06, for which court case was going on. The said case has resulted against the Corporation on 16/01/2012. The Civil Court, Pune has passed the order that "The defened shall pay Rs.13,47,44,658/- along with interest @ 12% p.a. from 19/09/2002 till the date of filing the suit & thereafter realization of decreetal amount".

The Corporation has filed the appeal before High Court, Mumbai against the order passed by Civil Court, Pune. High court has admitted the appeal and passed order on dt.27/06/2012 and thereafter on 06/08/2012 to deposit the entire decreetal amount alongwith interest. The Corporation has deposited Rs.8.00 cr. on 09/07/2012 and Rs.16,46,29,162/- on 21/09/2012. On 03/05/2013 High Court has permitted to M/s Apollo Tyres to withdraw the entire decreetal amount deposited by M.S.W.C. subject to either furnishing a bank guarantee of a Nationalized Bank for the entire amount or subject to furnishing adequate security of immovable property. The withdrawal of the amount will be subject to final outcome of the appeal.

The Corporation has also deposited Rs. 1,94,67,525/- in the High Court, Bombay against Malegaon Land case on dated 26/04/2005. High court passed the order under which 25% of total amount deposited is released to the applicant without any surety. 25% released by furnishing a solvent surety and remaining 50% of the amount released on bank guarantee.

These cases will be decided on merits at the time of final hearing of the appeal



filed by the Corporation.

8. The Corporation has made various insurance claims. The settlement of the claims amounting to Rs. 13,42,53,380/- is awaited as on 31-03-2016.
9. Fixed Assets include amount of Rs.40,500/- paid for property at Bhandara Road purchased in auction which is under dispute.
10. The construction works on 196 units of Warehouse Buildings at 70 places are completed, for which the Building Completion Certificates are awaited from Local / Municipal authorities, as on 31-03-2016. The same are being pursued vigorously.
11. Sections referred to in this Balance Sheet are of Warehousing Corporation Act 1962 passed by Central Govt.
12. Figures of previous year have been recast / regrouped wherever necessary to make them comparable to figures for the year under audit.
13. Schedule No. A to N Annexed to P & L Account and balance sheet are signed as a whole.
14. As per the Accounting Standard 22(AS-22) issued by ICAI, deferred tax liabilities is arrived at Rs.11.23 crores as against provision for previous year of Rs. 27.06 crores.
15. Impairment of Assets: - The Corporation is of the opinion that all the assets appearing in the Balance Sheet but excluding inventories, assets arising from construction contract, financial assets are carried at no more than their recoverable amount.
16. Segment Reporting: - Business activities of the Corporation are integrated activities and are restricted in the State of Maharashtra. Thus, the Corporation is having only one "business-segment" and "geographical segment" and hence segment wise reporting is not required as per the Accounting Standard No 17 issued by the ICAI.
17. The deduction u/s 80IA(4) of the Income Tax Act 1961 in respect of Dronagiri Unit where ICD, CFS and other activities conducted, is claimed even for this year. This is the 9th year of claim of deduction. This deduction will be claimed for total 10 years commencing from F.Y. 2008-09. The total claim of deduction for this year is around Rs.7.00 Crores(Approx.).
18. Our Corporation also started claiming deduction u/s 80IB(11A) of the Income Tax Act, 1961 in respect of income derived from integrated business of handling, storage and transportation of food grains w. e. f. F.Y. 2007-08. The hearings are pending for all three years before the appropriate appellate authority.
19. Demands raised by the Income Tax Department for AY 2006-07,2007-08,2008-

09,2009-10,2012-13 & 2013-14 is amounting to Rs 9,09,35,776/- . The corporation has filed appeals with appropriate authorities, Pune. The Corporation has filed appeal with ITAT for the year 2010-11. Also Corporation has filed appeal with CIT (A) for the year AY 2012-13.

20. Custodian guarantee bonds amounting to Rs.53,77,27,277/- have been furnished to customs department.

21. AS-18 Related Party Disclosure:-

1) Key Management Personnel :

- I) Shri . Vilas B. Patil, Chairman & M.D.
- II) Shri. Karamvir Singh, Director
- III) Shri.P.M. Kide , Director
- IV) Shri. S.C.Mudgerikar, Director
- V) Shri.Raghuram Shetty, Director
- VI) Shri.R.V.Vishwanath, Director
- VII) Shri. Sadashiv Shivdas, Director
- VIII) Shri. K Prakash, Director
- IX) Shri. Vikas Deshmukh, Director

1.1) Key Management Personnel:

Particulars	Amount Rs.
Salary To Chairman & Managing Director	14,37,759/-
Salary To Joint Managing Director & Secretary	9,80,719/-
Director's Sitting Fees	2,000/-

There is no any loan or any contract given to the Directors &/or their relatives during F.Y. 2015-16.

22. AS-19 Disclosure under Accounting Standard - on "Accounting for Leases" Operating Leases: Assets acquired on lease, where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Lease rentals are charged off to the profit and loss account as incurred.

**23. AS-20 Disclosure of Earning per Share:-**

Calculation Of EPS for FY 2015-16(As per AS 20)

Sr. No.	Particulars	Amount in Rs.
A	Profit before Taxes	32,49,25,145
B	Less:-Income Tax	10,00,00,000
C	Profit After Tax(A-B)	22,49,25,145
D	Less:-Preference dividend (if any)	0
E	Profit Available to Equity share holders(C-D)	22,49,25,145
F	No. Of Equity Shares	8,71,120
G	Earnings Per Share	258.20

24. The constructed capacity of the Warehouses as on 1.04.2015 was 16,49,607 M.T. The capacity added during the year 2015-16, is 74,380 M.T. Thus, the total constructed capacity of Warehouses of the Corporation, as on 31.3.2016 is 17,23,987 M.T.

Subject to our report of odd dated attached
For V.J.Kulkarni & Associates, Pune
Chartered Accountants
FRN: 105448 W

Mrs. M.G.Inamdar
 Gen. Manager(A&A)&
 Financial Advisor

Director

Vilas. B. Patil
 Chairman and
 Managing Director

Mangesh Kulkarni
 Partner
 Membership No. 130127

Place - Pune

ACCOUNTING POLICIES AND PROCEDURE

1. (A) Depreciation on fixed assets has been provided on straight line method for Building and Electrification and Container Yard while on other assets written down value method, as per the rates determined by the Corporation as detailed below:-

1) (a) Warehouses Godowns/Building/Flats	2.5%
(b) For new Godown (new design)	2%
(c) Temporary Shed.	6.67%
2) Electrification to Warehouses and Buildings	15%
3) Container Yard	6.67%
4) Vehicles	25.89%
5) Equipment/Furniture & Fixtures	25.88%
6) Computer Machinery	40%

(B) Fixed Assets items costing less than Rs.5,000/- such as consumables, short lived assets etc. are depreciated at 100%.

(C) The depreciation is charged on Assets on the basis of number of days from the date of utilization of the assets in case of Buildings, Electrification and Container Yard while on other assets is charged on prorata basis from the date of purchase.

(D) For Warehouses /Buildings constructed over lease hold lands, above rates of Depreciation are charged irrespective of the period of lease.
2. The provision for Gratuity is considered as per actuarial valuation given by LIC.
3. (A) If the establishment charges on const. cell are at par or more than 16.5% of construction cost:-Establishment charges in respect of the construction cell comprising of payments to employees of this department are capitalized to the extent of 16.5% of the construction cost of the building incurred during the year in accordance with the provision made in P.W.D. Manual. The balance amount is charged to the P & L account.

(B) If the establishment charges on construction cell are less than 16.5% of construction cost:-then actual establishment charges are capitalized.
4. Premium towards the lease hold land is written off over the period of lease.
5. Stocks in hand i.e. printed stationery; polythene sheeting, dunnage etc. are physically verified and valued at cost.
6. Property Tax for which ratable value is not fixed is accounted for only when demand is raised by concerned authority. Land Revenue Charges are accounted for on receipt of first bill.
7. Income from Bonded goods of Bonded Warehouses, Sale of empties and waste (like old newspapers), interest on Government Securities, interest on advances to staff and delayed payment charges are accounted for on realization basis.
8. Storage charges for excess stock are not accounted for the centers for which information is awaited. Storage charges for excess stocks of Food Corporation of India and short recoveries pointed out by Internal Audit during the year are



- accounted on realization basis.
9. Any expenditure or income of earlier years not exceeding Rs. 1000/- in each case is accounted for as part of current year head of account.
 10. Expenditure on consultancy charges, Telephone charges (FO) and Electricity and Water charges (FO) are charged to revenue in the year of payment.
 11. The Corporation has insured the stock stored in warehouses against the risk of fire, Flood, inundation, storm & tempest, strike & terrorist activities, malicious damage, lightning & burglary with one of the general insurance company. The losses are compensated to the depositors after settlement of claim by insurer and to the extent of the amount settled by insurer on the depositors production of warehouse receipt, Such claims are shown under "Insurance claim payable A/c" in the books of accounts.
 12. The compensation to the depositor, concerned is paid/given only after settlement of the claim by the Insurance Company and hence, the Corporation does not make any provision for claims/ liability to be settled by the Insurance Companies.
 13. Regarding Deferred Tax Liabilities as per ICAI methods of Accounting Standard i.e. AS22 provision has to be provided for the Deferred Tax Liabilities while distributing the Net Profit. (The total Deferred Tax Liabilities for the Corporation arise up to Rs.11.23 Cr. (approximately)
 14. Subsidy: Subsidy received from the Banks/Govt. for various construction works is accounted for, on receipt basis instead of accrual basis. [i.e. on actual receipt of the same]. Amount of Subsidy received is Rs. 05.56 Crore in F.Y. 2015-16.
 15. The insurance premium on the stock in warehouses has been accounted for, by considering on the Maximum stock during the year 2015-16.

Subject to our report of odd dated attached
For V.J.Kulkarni & Associates, Pune
Chartered Accountants
FRN: 105448 W

Mrs. M.G.Inamdar
Gen. Manager(A&A)&
Financial Advisor

Director

Vilas. B. Patil
Chairman and
Managing Director

Mangesh Kulkarni
Partner
Membership No. 130127

Place - Pune

SEPARATE AUDIT REPORT OF COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 31 (10) OF THE STATE WAREHOUSING CORPORATIONS ACT, 1962 ON THE ACCOUNTS OF MAHARASHTRA STATE WAREHOUSING CORPORATION, PUNE FOR THE YEAR ENDED 31 MARCH 2015.

The preparation of the financial statements of “**Maharashtra State warehousing Corporation, Pune**” for the year ended 31 March 2015 in accordance with the financial reporting framework prescribed under Section 31(1) of the Warehousing Corporations Act, 1962 and the generally accepted accounting principles is the responsibility of the management of the Corporation. The Statutory Auditors appointed by the State Government on the advice of the Comptroller and Auditor General of India under Section 31(3) of the Warehousing Corporations Act, 1962 are responsible to express an opinion on these financial statements 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 **16th September 2015**.

This Separate Audit Report contains the comments of the Comptroller and Auditor General of India (CAG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards and disclosure norms, etc. Audit observations on financial transaction with regard to compliance with the Law, Rules & Regulations (Propriety and Regularity) and efficiency –cum-performance aspects, etc., if any are reported through Inspection Reports/ CAG's Audit Report separately.

I, on behalf of the Comptroller and Auditor General of India, have conducted the audit of the financial Statement of the above said Corporation for the year ended **31 march 2015** under section 31 (8) of the Warehousing Corporations Act 1962 . This 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 and the Corporation's personnel and a selective examination of some of the accounting records. Based on our audit, we would like to highlight the following significant matters under Section 31(10) of Warehousing Corporations Act 1962, which have come to our attention and which in our view are necessary for enabling a better understanding of the financial Statements and the related Audit report issued by the Statutory Auditors:

BALANCE SHEET

Asset & Property

4. Fixed Assets(as per Schedule 'K') : 414.58 Crore

A. Land : 27.22 Crore

1.Freehold : 11.14 Crore

1. The above does not include Freehold Land at Aurangabad for which the acquisition proceedings were completed, payment made and possession thereof taken in July 2014 itself.

Non capitalization of expenditure made has resulted in understatement of 'Fixed Assets' and overstatement of 'Other Debit Balances' by ₹ 44.63 lakh.



**Profit and Loss Account
Establishment Expenses (FO)
(Schedule A):**

Rs. 42.82 Crore

2. The above includes Rs. 2.49 crore paid to employees towards Profit Sharing Bonus and Productive Linked Incentive for the previous year 2012-13, as the payment was pertaining to earlier period, the same should have been accounted for as Prior Period Expenses'.

This has resulted in understatement of Prior Period Expenses and Profit for the year by 2.49 crore.

**Profit And Loss Account
Storage charges paid (PPP) : Rs. 9.74 crore**

3. The above does not include storage charges of Rs. 2.54 crore payable to private entrepreneur of PPP godowns.

This has resulted in the understatement of provision for Storage Charges Payable (PPP) and overstatement of Profit for the year by Rs. 2.54 crore.

III Notes on Accounts

4 The corporation incurred a loss of Rs. 4.20 crore due to fire at Umerkhed warehouse in February 2015. Though claim has been lodged, the same is not yet settled.

This fact has not been disclosed in the Notes to Accounts.

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

Sd/-

Principal Accountant General (AUDIT) - III

MAHARASHTRA STATE WAREHOUSING CORPORATION

583/B, Market Yard, Gultekadi, PUNE-411 037

Tel. 020-24262951,66266800 FAX:020-66266839, 66266849

Email: - mswcinfo@mwarehouseing.com, mswc2k@yahoo.com

Website: mwarehouseing.com

Reply to the comments on Annual Accounts of Maharashtra State Warehousing Corporation, Pune mentioned in the Separate Audit Report for the year ended 31st March, 2015.

Sr. No.	Comment in the S.A.R. dated 29/04/2016 (F.Y.2014-15)	Reply of MSWC
1	<p>Balance Sheet Asset & Property 4.Fixed Assets (as per Schedule 'K'): Rs. 414.58 Crore A. Land: Rs. 27.22 Crore 1.Freehold: Rs. 11.14 Crore</p> <p>The above does not include Freehold Land at Aurangabad for which the acquisition proceedings were completed, payment made and possession thereof taken in July 2014 itself.</p> <p>Non capitalization of expenditure made has resulted in understatement of 'Fixed Assets' and overstatement of 'Other Debit Balances' by ₹44.63 lakh.</p>	<p>The expenditure of Rs. 44,13,581/- for acquisition of land has now been debited to Free Hold Land A/c crediting Deposit with S.D.O. Sillod A/c.</p>
2	<p>Profit and Loss Account Establishment Expenses (FO) (Schedule A): Rs. 42.82 Crore</p> <p>The above includes ₹ 2.49 crore paid to employees towards Profit Sharing Bonus and Productive Linked Incentive for the previous year 2012-13, as the payment was pertaining to earlier period, the same should have been accounted for as Prior Period Expenses'.</p> <p>This has resulted in understatement of Prior Period Expenses and Profit for the year by 2.49 crore.</p>	<p>The said amount is paid for F.Y. 2012-13, through oversight, the said amount is recorded under the regular expense head. Actually these expenses should have been recorded as Prior period expenses.</p> <p>Due care will be taken in future by the Corporation.</p>



Sr.	Comment in the S.A.R. dated 29/04/2016(F.Y.2014-15)	Reply of MSWC
3	<p>Profit And Loss Account Storage charges paid (PPP): Rs.9.74 crore</p> <p>The above does not include storage charges of ₹ 2.54 crore payable to private entrepreneur of PPP godowns.</p> <p>This has resulted in the understatement of provision for Storage Charges Payable (PPP) and overstatement of Profit for the year by ₹ 2.54 crore.</p>	<p>An amount of ₹ 9,74,11,761/- was shown in Profit & Loss A/c upto 31.03.2015 after making the payment of storage charges bills of PPP godown owner & Rs. 2,54,37,918/- is receivable for the year 2014-15. Out of this amount the payment of ₹ 1,53,43,759/- have been released during the year 2014-15 & balance amount of ₹ 1,00,94,159/- shown as receivable from FCI for the various reasons i.e. AUB charges, Storage Loss, RTL etc.</p> <p>Considering the above fact, an amounts are deducted by MSWC after making the payment to the PPP Godown owner i.e. AUB Charges, Storage Loss etc. The above deducted amounts are shown in the balance sheet as receivable.</p> <p>However, due care will be taken in future by the Corporation.</p>
4	<p>III Notes on Accounts</p> <p>The corporation incurred a loss of ₹ 4.20 crore due to fire at Umerkhed warehouse in February 2015. Though claim has been lodged, the same is not yet settled.</p> <p>This fact has not been disclosed in the Notes to Accounts.</p>	<p>There was a fraud incidence happened at Umerkhed, that is not a fire incidence.</p> <p>Umerkhed warehouse fraud incidence has been reported by Regional Manager , Amravati. Accordingly FIR has been lodged in Umarmked police station by Regional Manager ,Amravati. Even if the said incidence came to light on 25th February 2014 which comes under the financial year 2014-15. But the corporation has lodged fidelity claim of Rs 4,20,31,613/- on dt. 10.04.2015 to United India insurance Co. against the policy no. 50060046141300000063.</p> <p>Therefore, since the fidelity claim of Rs. 4,20,31,613/- has been lodged on 10th April 2015 which comes under the financial year 2015-16, due to which the fidelity claim amount is not added in the annual accounts of year 2014-15 which will be added in the financial year 2015-16.</p> <p>It cannot be said that MSWC has incurred loss of Rs. 4,20,31,613/- as this loss has not been established till date. MSWC is trying to recover the amount from employees of the corporation involved into this case and one of the depositor Shri. Shridhar Mane. After the due procedure of recovery is followed, the loss amount would be established.</p>