

COIR BOARD

*MINISTRY OF MICRO SMALL &
MEDIUM ENTERPRISES*

GOVERNMENT OF INDIA

ANNUAL ACCOUNTS FOR THE YEAR

2013-14

COIR HOUSE
M.G.ROAD, KOCHI - 682 016
KERALA

1

**SEPARATE AUDIT REPORT OF THE COMPTROLLER & AUDITOR
GENERAL OF INDIA ON THE ACCOUNTS OF THE COIR BOARD,
COCHIN FOR THE YEAR ENDED 31 MARCH 2014**

We have audited the attached Balance Sheet of THE COIR BOARD, COCHIN as at 31 MARCH 2014 and the Income & Expenditure Account, Receipts & Payment Account for the year ended on that date under Section 19(2) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with Section 17 (2) of THE COIR INDUSTRY ACT, 1953. These financial statements include the accounts of five Regional Offices, four Sub Regional Offices, seven Sub Offices/Extension centres, twenty nine Show Rooms/Sales Depots in various States and one Commercial Unit (Hindustan Coir). These financial statements are the responsibility of THE COIR BOARD, COCHIN's management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. This Separate Audit Report contains the comments of the Comptroller & 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 transactions 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 Reports separately.
3. We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit includes examining, on a test basis, evidences supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.
4. Based on our audit, we report that:
 - (i) 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;
 - (ii) The Balance Sheet and Income & Expenditure Account / Receipt & Payment Account dealt with by this report have been drawn up in the format approved under Section 19(2) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with section 17 (2) of THE COIR INDUSTRY ACT, 1953.
 - (iii) In our opinion, proper books of accounts and other relevant records have been maintained by THE COIR BOARD, COCHIN as required under Section 19(2) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with Section 17 (2) of THE COIR INDUSTRY ACT 1953 in so far as it appears from our examination of such books.

(iv) We further report that:

A. Consolidated Balance Sheet

1. Corpus / Capital Fund and Liabilities

Current Liabilities & Provisions – (Schedule -7)

Other current liabilities - ₹ 304.56 lakh

This is understated by ₹ 109.82 crore due to non provision of liability towards Pension ₹92.70 crore, Death cum Retirement Gratuity ₹ 10.64 crore and Leave Encashment ₹6.48 crore resulting in understatement of current liabilities by ₹ 109.82 crore. Consequently, the excess of expenditure over income for the year stands understated by ₹ 109.82 crore.

2. Current Assets, Loans & Advances etc (Schedule-11)

Loans & Advances (Schedule-11) - ₹ 7181.94 lakh

Advances and other amounts recoverable in Cash or in kind or for value to be received (c) others- ₹ 7158.31 lakh

The Board released advances to units for conducting Plan activities. It is seen that many of these Plan activities were completed on incurring expenditure out of these advances. Details of advances pending adjustment as on 31.03.2014 are given below:

S.No	Fund/Scheme	Period	Amount (₹ in crore)
1)	All schemes other than DMD	Upto 2006	0.40
		From 2006-11	6.52
2)	Domestic Market Development (DMD)	From 2006-11	8.15
		Total	<u>15.07</u>

Further, the Board advanced ₹ 1, 43, 45,964 for conducting Karnataka Fair Exhibition 2013 to the Regional Office, Bangalore. The Regional Office submitted December 2013 that it had spent ₹ 1,39,45,964 and refunded ₹ 4.00 lakh to the Head Office. Non adjustment of these advances resulted in overstatement of advances recoverable in the form of cash or kind and understatement of expenditure to the extent of ₹ 16.46 crore. (₹15.07+₹1.39 crore).

3. Impact of Comments.

The net impact of comments given above is that the liabilities were understated by ₹. 109.82 crore and assets overstated by ₹. 16.46 crore. Expenditure is understated by ₹. 126.28 crore.

B. Grants in aid

- i. The unspent balance of Grants in Aid as at the beginning of the year was ₹ 1.84 crore. The Board received ₹ 64 crore during the year and out of it, the Board had utilized ₹ 61.75 crore leaving a balance of ₹ 4.09 crore as unutilized. Grants as on 31.03.2014 were not disclosed in the notes on Accounts.
- ii. The Board had diverted an amount of ₹ 5.00 crore from Market Development Assistant (MDA) ₹.1.4 crore from REMOT and ₹1.05 crore from SFURTI to Non-Plan Fund for meeting the expenses towards salaries and wages and pension of the employees of the Board. The facts have not been disclosed in the Accounts.

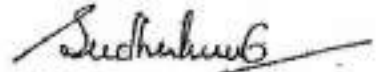
(v) Subject to our observations in the preceding paragraphs, we report that the Balance sheet and Income & Expenditure Account/Receipts & Payments Account dealt with by this report are in agreement with the books of accounts.

(vi) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with the Accounting Policies and Notes on Accounts and because of the significant matters discussed above and other matters mentioned in Annexure-I to this Audit Report give a true and fair view in conformity with accounting principles generally accepted in India:

(a) In so far as it relates to the Balance Sheet, of the state of affairs of the Coir Board as at 31 March 2014; and

(b) In so far as it relates to Income & Expenditure Account of the deficit for the year ended on that date.

For and on behalf of the C&AG of India



(G. SUDHARMINI)

PRINCIPAL DIRECTOR OF COMMERCIAL AUDIT &
EX-OFFICIO MEMBER AUDIT BOARD, CHENNAI.

Place: Chennai

Date: 12.12.2014

ANNEXURE - I**1. Adequacy of Internal Audit System**

Though the periodicity of Internal Audit prescribed by the Board is annual, all the units of the Board are not subjected to annual audit. Head Office of the Board at Kochi has not been audited since inception. Audit coverage during the year was about 20 per cent including showrooms and Sub Offices of the Board located in different parts of India. The Board has not strengthened the prevailing internal audit system so as to make it commensurate with the size and activities/schemes undertaken. The Senior Accounts Officer (Internal Audit) holds charge of the Accounts Department also.

2. Adequacy of Internal Control System

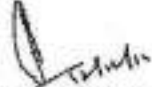
Internal Control Mechanism is deficient to the extent that advances are pending settlement for over three years and confirmation of balances from sundry debtors has not been confirmed. Non availability of an approved Accounts Manual leads to adoption of non- standardized procedures in accounting the similar set of transactions by different units of the Board located throughout the country.

3. System of Physical verification of fixed assets and inventory.

Though there is a system of physical verification of fixed assets and inventories but the fixed assets register with up to date entries has not been maintained.

4. Regularity in payment of statutory dues

The Board is regular in payment of statutory dues.


Deputy Director (Admin.)

**COIR BOARD
COCHIN**

**CONSOLIDATED
STATEMENTS
2013-2014**

COIR BOARD, COCHIN
CONSOLIDATED BALANCE SHEET AS AT 31-03-2014

[Rs. In 000]

	Schedule	2013-2014	2012-2013
CORPUS/CAPITAL, FUND AND LIABILITIES			
CORPUS/CAPITAL FUND	1	517,804	408,329
RESERVES AND SURPLUS	2	147,368	112,943
EARMARKED/ ENDOWMENT FUNDS	3	290,393	264,834
SECURED LOANS AND BORROWINGS	4	-	-
UNSECURED LOANS AND BORROWINGS	5	13,580	13,131
DEFERRED CREDIT LIABILITIES	6	120,380	112,765
CURRENT LIABILITIES AND PROVISIONS	7	36,307	64,769
TOTAL		1,125,832	976,765
ASSETS			
FIXED ASSETS	8	87,194	90,473
INVESTMENTS - FROM EARMARKED/ENDOWMENT FUNDS	9	-	-
INVESTMENTS - OTHERS	10	-	-
CURRENT ASSETS, LOANS, ADVANCES ETC	11	1,038,638	885,292
MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted)		-	-
TOTAL		1,125,832	976,765
SIGNIFICANT ACCOUNTING POLICIES	24		
CONTINGENT LIABILITIES AND NOTES ON ACCOUNTS	25		


 Sr. Accounts Officer


 Secretary


 Chairman

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COIR BOARD, COCHIN
CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31-03-2014

		(Rs. in 000)	
	Schedule	2013-2014	2012-2013
INCOME			
Income from Sales/Services	12	88,015	66,273
Grants/Subsidies	13	543,104	342,094
Fees/Subscriptions	14	2,359	1,197
Income from Investments (Income on Invest. from earmarked/ endow. funds trfd to Fund)	15	-	-
Income from Royalty, Publications etc.	16	173	253
Interest Earned	17	15,704	14,582
Other Income	18	1,040	3,933
Increase/(decrease) in stock of Finished goods and Work in Progress	19	1,947	(2,847)
TOTAL (A)		652,342	425,485
EXPENDITURE			
Establishment Expenses	20	230,014	213,536
Other Administrative Expenses etc	21	210,933	147,211
Expenditure on Grants, Subsidies etc	22	83,768	63,327
Interest	23	7,647	7,536
Depreciation (Net total at the year end - corresponding to schedule 8)		7,373	7,820
TOTAL (B)		539,735	439,430
Balance being excess of Income over Expenditure (A-B)		112,607	(13,945)
Transfer to Special Reserve (Specify each) - Capital Reserve		-	-
Transfer to/from General Reserve		-	-
BALANCE BEING SURPLUS/(DEFICIT) CARRIED TO CORPUS/CAPITAL FUND		112,607	(13,945)
SIGNIFICANT ACCOUNTING POLICIES	24		
CONTINGENT LIABILITIES AND NOTES ON ACCOUNTS	25		


Sr. Accounts Officer


Secretary


Chairman

COIR BOARD, COCHRIN
SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31-03-2014

(Rs. In 000)

	2013-2014		2012-2013	
SCHEDULE 1- CORPUS/CAPITAL FUND:				
Balance as at the beginning of the year		408,323		422,268
Add: Contribution towards Corpus/Capital Fund	(3,126)		-	
Add/(Deduct):Balance of net income/(expenditure) transferred from the Income and Expenditure A/c	112,607	109,481	(13,945)	(13,945)
BALANCE AS AT THE YEAR - END		517,804		408,323
SCHEDULE 2- RESERVES AND SURPLUS:				
1. Capital Reserve:				
As per last Account	112,943		104,549	
Addition during the year	34,425		8,394	
Less: Deductions during the year		147,368	-	112,943
2. Revaluation Reserve:				
As per last Account	.	.	.	.
Addition during the year	.	.	.	.
Less: Deductions during the year	.	.	.	.
3. Special Reserve:				
As per last Account	.	.	.	.
Addition during the year	.	.	.	.
Less: Deductions during the year	.	.	.	.
4. General Reserve:				
As per last Account	.	.	.	.
Addition during the year
Less: Deductions during the year
TOTAL		147,368		112,943


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COIR BOARD, COCHIN
SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31-03-2014

(Rs. in 000)

	FUND-WISE BREAK UP									TOTALS	
	REMOT	A&N	New Pen- sion Fund	SPURTI	MDA (DMD)	CDB	NRDC	Singal Cetr Chuzar	Sific Board	2013-14	2012-13
SCHEDULE 3- EARMARKED/ENDOWMENT FUNDS											
a) Opening balance of the funds:	20,728	94	(3,125)	192,817	53,804	-	517	-	-	264,834	337,969
b) Additions to the Fund:	-	-	-	-	-	-	-	-	-	-	-
i. Donations/grants	65,900	-	3,126	-	2,142	-	-	44,296	188	115,652	1,292
ii. Income from investments made on account of fund	-	-	-	-	-	-	-	746	-	746	-
iii. Other additions (specify nature)	-	-	-	-	-	-	-	-	-	-	-
a) Interest on SB	508	-	-	-	-	-	-	-	-	508	1,357
b) Interest on FD	1,105	-	-	407	957	-	-	-	-	2,469	8,231
c) Interest (Coir Board)	-	-	-	-	-	-	-	-	-	-	-
d) Interest to subscribers	-	-	-	-	-	-	-	-	-	-	-
e) Sales Proceeds	-	-	-	-	-	-	-	-	-	-	-
TOTAL (a+b)	68,241	94	-	193,224	56,903	-	517	45,042	188	384,209	348,859
d) Utilisation/Expenditure towards objectives of funds:											
i. Capital Expenditure	-	-	-	-	-	-	-	-	-	-	-
Fixed Assets	-	-	-	-	808	-	-	-	-	808	475
Others	-	-	-	-	-	-	-	42,551	188	42,739	7,946
Total	-	-	-	-	808	-	-	42,551	188	43,547	8,421
ii. Revenue Expenditure	-	-	-	-	-	-	-	-	-	-	-
Salaries, Wages and Allowances etc	-	-	-	-	-	-	-	-	-	-	-
Rent	-	-	-	-	-	-	-	-	-	-	-
Other Administrative Expenses	43,918	-	-	1,113	5,235	-	-	-	-	50,269	75,604
Total	43,918	-	-	1,113	5,235	-	-	-	-	50,269	75,604
TOTAL (c)	43,918	-	-	1,113	6,046	-	-	42,551	188	93,816	84,025
NET BALANCE AS AT THE YEAR-END(a+b-c)	44,323	94	-	192,111	50,857	-	517	2,491	-	290,393	264,834


Sr. Accounts Officer



Secretary


Chairman

COIR BOARD, COCHIN
SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31-03-2014

(Rs. In 000)

SCHEDULE 4 - SECURED LOANS AND BORROWINGS:	2013-2014		2012-2013	
1. Central Government		.		.
2. State Government (Specify)		.		.
3. Financial Institutions				
a) Term Loans	.		.	
b) Interest accrued and due		.		.
4. Banks:				
a) Term Loans	.		.	
Interest accrued and due		.		.
b) Other Loans (specify)	.			
Interest accrued and due		.		.
5. Other Institutions and Agencies		.		.
6. Debentures and Bonds		.		.
7. Others (Specify)		.		.
TOTAL		.		.

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 Sr. Accounts Officer


 Secretary



 Chairman

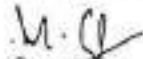
COIR BOARD, COCHIN
SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31-03-2014

(Rs. In 000)

	2013-2014	2012-2013
SCHEDULE 5 - UNSECURED LOANS AND BORROWINGS:		
1. Central Government	13,580	13,131
2. State Government (Specify)		.
3. Financial Institutions		.
4. Bank:		
a) Term Loans		.
b) Other Loans (Specify)		.
5. Other Institutions and Agencies		.
6. Debetures and Bonds		.
7. Fixed Deposits		.
8. Others (Specify)		.
TOTAL	13,580	13,131

	2013-2014	2012-2013
SCHEDULE 6- DEFERRED CREDIT LIABILITIES:		
a) Acceptances secured by hypothecation of capital equipment and other assets	-	-
b) Others		
(i) Subscription	118,745	106,835
(ii) Coir Board Plan Fund	-	-
(iii) Coir Board MDA	-	-
(iv) Amount Deposited for Fab Looms	1,635	1,635
(v) Coir Board Non-Plan Fund	-	-
(vi) SFURTI A/c.	-	-
(vii) REMOT A/c.	-	-
(viii) Hindustan Coir A/c.	-	-
(ix) Market Development Assistance	-	-
(x) Singai Coir Cluster	-	4,295
TOTAL	120,380	112,765


Sr. Accounts Officer


Secretary

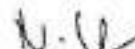

Chairman


COIR BOARD, COCHIN
SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31-03-2014

(Rs. In 000)

	2013-2014		2012-2013	
<u>SCHEDULE 7 - CURRENT LIABILITIES AND PROVISIONS</u>				
<u>A. CURRENT LIABILITIES</u>				
1. Acceptances				
2. Sundry Creditors:				
a) For Goods	5,062		937	
b) Others	789	5,851	248	1,185
3. Advances Received				
4. Interest accrued but not due on:				
a) Secured Loan/Borrowings				
b) Unsecured Loan/Borrowings				
5. Statutory Liabilities:				
a) Overdue				
b) Others :-				
ESI & Provident Fund				
6. Other Current Liabilities				
TOTAL (A)		30,456		63,584
		36,307		64,769
<u>B. PROVISIONS</u>				
1. For Taxation				
2. Gratuity				
3. Superannuation/Pension				
4. Accumulated Leave Encashment				
5. Trade Warranties/Claims				
6. Others (Specify)				
TOTAL (B)				
TOTAL (A+B)		36,307		64,769


 Sr. Accounts Officer


 Secretary


 Chairman

COIL BOARD, COCHIN
SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31-03-2014

(Rs. In 000)

	GROSS BLOCK			Cost/valuation as at 31-03-2014	As at 01-04-2013	Prior Period Deduction	DEPRECIATION		Total up to 31-03-2014	NET BLOCK	
	Cost/valuation as at 01-04-2013	Additions during the year	Deductions during the year				On Additions during the year	On Deductions during the year		As on 31-03-2014	As on 31-03-2013
SCHEDULE 8- FIXED ASSETS											
DESCRIPTIONS											
A. FIXED ASSETS:											
1. LAND											
a) Freehold	7,206	674	-	7,880	-	-	-	-	-	7,880	7,206
b) Leasehold	-	-	-	-	-	-	-	-	-	-	-
2. BUILDINGS:											
a) On Freehold Land	51,651	-	-	51,651	9,197	-	1,062	-	10,259	41,402	42,464
b) On Leasehold Land	-	-	-	-	-	-	-	-	-	-	-
c) Ownership Flats / Premises	-	-	-	-	-	-	-	-	-	-	-
d) Superstructure on land not belonging to the entity	-	-	-	-	-	-	-	-	-	-	-
3. Plant, Machinery and Equipment											
	63,153	495	-	63,648	40,697	-	3,439	-	44,136	19,512	22,456
4. Vehicles	845	4	-	849	583	-	40	-	623	220	262
5. Furniture and Fixtures	13,604	130	-	13,734	4,737	-	539	-	5,276	8,458	8,867
6. Office Equipments	11,301	453	82	11,682	6,910	-	714	50	7,574	4,108	4,391
7. Computer/Peripherals	21,483	2,439	1,506	22,335	19,765	-	1,239	1,508	19,497	2,829	1,717
8. Electric Installations	481	-	-	481	309	-	28	-	335	146	172
9. Library Books	4,840	8	-	4,848	2,346	-	250	-	2,596	2,252	2,494
10. Tubewells & W. Supply	-	-	-	-	-	-	-	-	-	-	-
11. Other Fixed Assets											
a) Sundry Assets	104	-	-	104	59	-	4	-	63	41	45
b) Tools & Equipments	54	-	-	54	39	-	2	-	41	13	15
c) Machine Tools	257	-	-	257	183	-	11	-	194	63	74
d) Lab Equipments	728	-	-	728	431	-	48	-	476	252	297
e) Patent	38	-	-	38	5	-	2	-	7	11	13
TOTAL OF CURRENT YEAR	175,735	4,213	1,678	178,270	85,262	-	7,373	1,558	91,077	87,194	90,473
PREVIOUS YEAR	174,657	975	-	175,735	77,442	-	7,830	-	85,202	90,473	102,416
B. CAPITAL WORK-IN-PROGRESS:											
TOTAL	175,736	4,213	1,678	178,270	85,262	-	7,373	1,558	91,077	87,194	90,473


Sr. Accounts Officer


Secretary


Chairman

COIR BOARD, COCHIN
SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31-03-2014

(Rs. In 000)

	2013-2014	2012-2013
<u>SCHEDULE 9- INVESTMENTS FROM BARMARKED/ENDOWMENT FUNDS:</u>		
1. In Government Securities	.	.
2. Other Approved Securities	.	.
3. Shares	.	.
4. Debentures and Bonds	.	.
5. Subsidiaries and Joint Ventures	.	.
6. Others (to be specified)	.	.
TOTAL	.	.

	2013-2014	2012-2013
<u>SCHEDULE 10- INVESTMENTS - OTHERS:</u>		
1. In Government Securities	.	.
2. Other Approved Securities	.	.
3. Shares	.	.
4. Debentures and Bonds	.	.
5. Subsidiaries and Joint Ventures	.	.
6. Others (to be specified)	.	.
TOTAL	.	.


 Sr. Accounts Officer


 Secretary

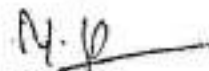

 Chairman

COIR BOARD, COCHIN
SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31-03-2014

(Rs. In 000)

SCHEDULE 11- CURRENT ASSETS, LOANS, ADVANCES ETC:	2013-2014		2012-2013	
A. CURRENT ASSETS:-				
1. Inventories:				
a) Stores and Spares	2,579		3,061	
b) Packing Materials	359		360	
c) Loose Tools	-		-	
d) Stock in Trade				
Finished Goods	15,903		13,963	
Work in progress	33		26	
Raw Materials	2,134	21,008	1,540	18,950
2. Sundry Debtors:				
a) Debts Outstanding for a period exceeding six months	7,486		2,937	
b) Others	11,037	18,523	8,322	11,259
3. Cash Balances in Hand (including cheques/draft and imprest)		5		6
4. Bank Balances:				
a) With Scheduled Banks:				
On Current Accounts	42,139		51,742	
On Deposit Accounts (including Margin Money)	142,601		85,169	
On Savings Accounts	17,616	202,356	36,907	173,818
b) With non - Scheduled Banks:-				
On Current Accounts	-		-	
On Deposits Accounts	-		-	
On Savings Accounts	-		-	
5. Post Office-Savings Accounts				
		-		-
TOTAL (A)		241,892		204,033


Sr. Accounts Officer


Secretary


Chairman

COIR BOARD, COCHIN
SCHEDULES FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31-03-2014

(Rs. in 000)

<u>SCHEDULE 11- CURRENT ASSETS, LOANS, ADVANCES ETC.</u>	2013-2014		2012-2013	
<u>B. LOANS, ADVANCES AND OTHER ASSETS:-</u>				
<u>1. Loans</u>				
a) Staff	58,528		51,591	
b) Other Entities engaged in activities/objectives similar to that of the Entity	-	58,528	-	51,591
c) Others(Specify)	-		-	
<u>2. Advances and other amounts recoverable in cash or in kind or for value to be received</u>				
a) On Capital Account	1,632		1,633	
b) Prepayments	731		122	
c) Others	715,831	718,194	619,626	621,381
<u>3. Income Accrued:</u>				
a) On Investment from Earmarked/Endowment Funds	-		-	
b) On Investment - Others	-		-	
c) On Loans and Advances	-		-	
d) Others (MDA Receivable)	-		-	
(Includes income due realised- Rs.....)				
(i) Interest Accrued on FD	3,336		5,749	
(ii) Commission Receivable	4,589		309	
(iii) Dying & Electricity Charges	-		-	
(iv) Grant Receivable Plan Fund	-		-	
(v) Pension contribution receivable	2,946		50	
(vi) Space Rent Receivable - Abroad	9,153	20,024	3,179	9,287
<u>4. Claims Receivable</u>				
TOTAL (B)		796,746		682,259
TOTAL (A+B)		1,038,638		886,292

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Sr. Accounts Officer


M.S.

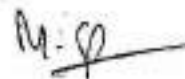


COIR BOARD, COCHIN
SCHEDULES FORMING PART OF CONSOLIDATED INCOME & EXPENDITURE FOR THE YEAR ENDED 31-03-2014

		(Rs. In 000)	
SCHEDULE 12- INCOME FROM SALES /SERVICES:		2013-2014	2012-2013
1. Income from Sales			
a) Sale of Finished Goods		48,853	37,149
b) Sale of Raw Material		-	-
c) Sale of Scraps		1,302	706
2. Income from Services			
a) Labour and Processing Charges		-	-
b) Professional/Consultancy Services		-	-
c) Agency Commission and Brokerage		-	-
d) Maintenance Services (Equipment/Property)		18,276	20,093
e) Others (Specify)		1,992	1,109
i) Space Rent Received		17,592	7,200
ii) Technology Transfer		-	16
TOTAL		88,015	66,273

		2013-2014	2012-2013
SCHEDULE 13- GRANTS/SUBSIDIES (Irrevocable Grants & Subsidies Received)			
1. Central Government			
2. State Government(s)			
3. Government Agencies			
4. Institution/Welfare Bodies			
5. International Organisations			
6. Others (Specify)			
(a) Pension contribution - Coir Board		-	-
(b) MDA - HC		-	62
(c) Pension Contribution - Deputation Staff		3,443	-
TOTAL		539,661	342,032
		543,104	342,094


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Chairman

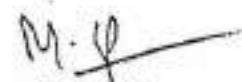
COIR BOARD, COCHIN
SCHEDULES FORMING PART OF CONSOLIDATED INCOME & EXPENDITURE FOR THE YEAR ENDED 31-03-2014

(Rs. In 000)

	2013-2014	2012-2013
SCHEDULE 14- FEES/SUBSCRIPTIONS		
1. Entrance Fees		
1) Entrance Fees	-	-
2) Annual Fees / Subscriptions	2,359.00	1,197.00
3) Seminar / Program Fee	-	-
4) Consultancy Fee	-	-
5) Others(Specify)	-	-
TOTAL	2,359	1,197

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 Sr. Accounts Officer


 Secretary


 Chairman

COIR BOARD, COCHIN
 SCHEDULES FORMING PART OF CONSOLIDATED INCOME & EXPENDITURE FOR THE YEAR ENDED 31-03-2014

	Investment from Earmarked Fund		Investment Others	
	2013-2014	2012-2013	2013-2014	2012-2013
(Rs. In 000)				
SCHEDULE 15- INCOME FROM INVESTMENTS:				
1. Interest				
a) On Government Securities
b) Other Bonds / Debentures
2. Dividends				
a) On Shares
b) On Mutual Fund Securities
3. Rent				
4. Others (Specify)
TOTAL
TRANSFERRED TO EARMARKED / ENDOWMENT FUNDS


 Sr. Accounts Officer


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 Chairman

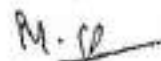
COIR BOARD, COCHIN
 SCHEDULES FORMING PART OF CONSOLIDATED INCOME & EXPENDITURE FOR THE YEAR ENDED 31-03-2014
 (Rs. In 000)

SCHEDULE 16- INCOME FROM ROYALTY, PUBLICATION ETC	2013-2014	2012-2013
1) Income from Royalty	-	-
2) Income from Publications	-	-
3) Others (Specify)	173.00	253.00
TOTAL	173	253

SCHEDULE 17- INTEREST EARNED	2013-2014	2012-2013
1) On Term Deposits:-		
a) With Schedule Banks	-	-
b) With Non Schedule Banks	10,873.00	8,277.00
c) With Institutions	-	-
d) Others : Interest on Govt. Securities	-	41.00
2) On Savings Accounts:-		
a) With Schedule Banks	-	-
b) With Non Schedule Banks	4,300.00	5,738.00
c) Post Office Savings Accounts	-	-
d) Others	-	-
3) On Loans:		
a) Employees / Staff	-	-
b) Others	531.00	526.00
4) Interest on Debtors and Other Receivables	-	-
TOTAL	15,704	14,582

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COIR BOARD, COCHIN

SCHEDULES FORMING PART OF CONSOLIDATED INCOME & EXPENDITURE FOR THE YEAR ENDED 31-03-2014

(Rs. in 000)

	2013-2014	2012-2013
SCHEDULE 18- OTHER INCOME		
1) Profit on Sale/disposal of Assets:-		
a) Owned Assets	-	-
b) Assets acquired out of grants or received free of cost	-	-
2) Export Incentive Realised	-	-
3) Fees for Miscellaneous Services	-	-
4) Miscellaneous Income	1,009.00	3,861.00
5) Prior Period Items	31.00	-
6) Insurance Claim Received	-	72.00
TOTAL	1,040	3,933

	2013-2014	2012-2013
SCHEDULE 19- INCREASE/(DECREASE) IN STOCK OF FINISHED GOODS & WORK IN PROGRESS		
a) Closing Stock:-		
Finished Goods	15,903.00	13,963.00
Work in Progress	33.00	26.00
b) Less: Opening Stock:-		
Finished Goods	13,963.00	16,810.00
Work in Progress	26.00	26.00
NET INCREASE/(DECREASE) (a-b)	1,947	(2,847)

	2013-2014	2012-2013
SCHEDULE 20- ESTABLISHMENT EXPENSES		
a) Salaries and Wages	170,450.00	157,036.00
b) Allowances and Bonus	-	-
c) Contribution to Provident Fund	-	-
d) Contribution to Other Fund - ESI	25.00	9.00
e) Staff Welfare Expenses	338.00	290.00
f) Expenses on Employees Retirement and Terminal Benefit	57,814.00	56,191.00
g) Others (Specify)	-	-
(i) Contribution Pension Fund	1,387	10
TOTAL	230,014	213,536


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**SCHEDULES FORMING PART OF CONSOLIDATED INCOME & EXPENDITURE FOR THE YEAR
ENDED 31-03-2014**

	(Rs. In 000)	
	2013-2014	2012-2013
SCHEDULE 21- OTHER ADMINISTRATIVE EXPENSES		
a) Purchases	23,703	14,683
b) Labour and Processing Expenses	286	415
c) Cartage and Carriage Inward	45	2
d) Electricity and Power	5,446	4,432
e) Water Charges	9	7
f) Insurance	244	187
g) Repairs and Maintenance	2,006	4,237
h) Excise Duty	-	314
i) Rent, Rates and Taxes	10,980	8,724
j) Vehicles Running and Maintenance	347	351
k) Postage, Telephone and Communication Charges	2,960	2,946
l) Printing and Stationery	3,996	3,694
m) Travelling and Conveyance Expenses	18,035	19,569
n) Expenses on Seminar / Workshop	52,389	35,549
o) Subscription Expenses	319	231
p) Expenses on Fees	-	-
q) Auditors Remuneration	200	224
r) Hospitality Expenses	703	171
s) Professional Charges	3,026	1,200
t) Provision for Bad and Doubtful Debts/ Advances	-	-
u) Irrecoverable Balances Written-off	-	-
v) Packing Charges	195	199
w) Freight and Forwarding Expenses	1,766	1,525
x) Distribution Expenses	9,385	8,213
y) Advertisement and Publicity	27,203	14,892
z) Others (Specify)		
(1) General Expenses	4,165	3,811
(2) Training	40,362	16,991
(3) Loss on goods damaged	-	-
(4) Product Diversification	765	1,190
(5) Award Distribution Expenses	-	-
(6) Economic & Market Research Study	-	-
(7) Export Promotion Expenses	220	371
(8) Prior Period Expenses	294	1,373
(9) Incidental Charges	141	94
(10) Welfare Measures	1,250	1,165
(11) Sample testing	12	-
(12) Loss on Sale of Fixed Asset	481	451
(13) Technology Transfer	-	-
TOTAL	210,933	147,211


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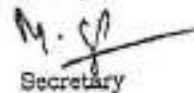

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COIR BOARD, COCHIN
SCHEDULES FORMING PART OF CONSOLIDATED INCOME & EXPENDITURE FOR THE YEAR ENDED 31-03-2014
 (Rs. In 000)

	2013-2014	2012-2013
SCHEDULE 22- EXPENDITURE ON GRANTS, SUBSIDIES ETC		
a) Grants given to Institutions / Organisations	75,741	59,227
b) Subsidies given to Institutions / Organisations	8,027	4,100
TOTAL	83,768	63,327

	2013-2014	2012-2013
SCHEDULE 23- INTEREST		
a) On Fixed Loans	59	69
b) On Other Loans (including Bank Charges)		
c) Others (Specify)		
i) On Subscription	6,141	5,966
ii) Interest on Loan (Govt of India)	1,447	1,501
iii) Interest (New Pension Fund)		
TOTAL	7,647	7,536


 Sr. Accounts Officer


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COIR BOARD CONSOLIDATED FINANCIAL STATEMENTS
SCHEDULE 24

SIGNIFICANT ACCOUNTING POLICIES

1. ACCOUNTING CONVENTION

- 1.1 The financial statements are prepared on the basis of historical cost convention, unless otherwise stated and on the accrual method of accounting except subscription, interest on subscription, interest on Government Securities in Provident fund Account and interest on Savings Bank Account and interest paid to Govt. Loans which are accounted on cash basis.
- 1.2 REMOT, SFURTI, MDA (DMD), Fund Received from National Research Development Centre (NRDC), Fund received from Govt. of Andaman and Nicobar Island (A & N), Fund received from Silk Board and fund received from Singai Coir Cluster are treated as Earmarked / Endowment Fund.
- 1.3 The Board is having Eight schemes or funds and separate financial statements are prepared for all the schemes / funds viz, Plan Fund, Non Plan Fund, Market Development Assistance Fund (DMD), SFURTI, Hindustan Coir, General Provident Fund, Pension Fund, and REMOT and a consolidated financial statements incorporating all these schemes / funds are also prepared.
- 1.4 Interest received on Fixed Deposits, Savings Account and sales proceeds are treated as income of Earmarked / Endowment Fund.
- 1.5 The figures in the accounts are presented after rounding off to thousands.

2. INVENTORY VALUATION

Stock of furnace oil and chemicals, stationery, Stores and Spares (including machinery spares) are valued at cost and is included under stores and spares.

2.2 Raw materials and semi finished goods at factory are valued at lower of cost and net realizable value and finished goods with showrooms is valued after deducting the 20% commission and 5% Profit Margin. The finished goods at factory are valued at ex factory price.

3. FIXED ASSETS

Fixed Assets are stated at cost of acquisition inclusive of inward freight, duties and taxes and incidental and direct expenses related to acquisition.


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4. DEPRECIATION

Depreciation is provided on Written Down Value method on the rates consistently applied year after year. Half of the normal rates are applied on Fixed Assets, which are used for less than 182 days. The rate of depreciation provided is as follows:-

Fixed Assets	Rate of Depreciation
Building	2.50%
Library Books	10.00%
Computer / Peripherals	40.00%
Furniture and Fixtures	6.00%
Machine Tools	15.00%
Plant, Machinery & Equipments	15.00%
Office Equipments	15.00%
Vehicles	15.00%
Lab Equipments	15.00%
Electric Installations	15.00%
Sundry Assets	10.00%
Tools and Equipments	15.00%

Subsidies/grants utilized for capital expenditure are not considered for the calculation of depreciation.

5. ACCOUNTING FOR SALES

5.1 Sales are net of sales returns, rebate and trade discount.

6. GOVERNMENT GRANTS/SUBSIDIES

6.1 Government grants received towards capital expenditure are treated as Capital Reserve.


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7. FOREIGN CURRENCY TRANSACTIONS

7.1. Transactions denominated in foreign currency are accounted at the exchange rate prevailing at the date of the transaction.

8. RETIREMENT BENEFITS

8.1 Provision for accumulated leave encashment benefit to the employees is not provided in the accounts. But actuarial liability comes around Rs. 6,48,37,714/-

8.2 Actuarial liability to pensioners under this scheme is Rs. 10,64,34,006/-, for Gratuity and Rs. 92,70,18,564/- for pension, which are not provided for in books of account.

SCHEDULE 25

CONTINGENT LIABILITIES AND NOTES ON ACCOUNTS

1. CONTINGENT LIABILITIES

Claims against the Entity not acknowledged as debts- Rs. Nil (Previous Year Rs. Nil)


In respect of:


- Bank guarantees given by/on behalf of the Entity Rs. Nil (Previous Year Rs Nil)
- Letters of Credit opened by Bank on behalf of the Entity-Rs Nil (Previous year Rs. Nil)
- Bills discounted with banks Rs Nil (Previous year Rs Nil).

1.3. Disputed demands in respect of:

Income-tax Rs Nil (Previous year Rs. Nil)
Sales-tax Rs... Nil... (Previous year Rs Nil)
Municipal taxes Nil... (Previous year Rs Nil)

1.4 In respect of claims from parties for non-execution of orders, but contested by the Entity Rs Nil (Previous Year Rs Nil)


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2 CURRENT ASSETS, LOANS AND ADVANCES

In the opinion of the Management, the current assets, loans and advances have a value on realization in the ordinary course of business, equal at least to the aggregate amount shown in the Balance Sheet.

3. TAXATION

In view of there being no taxable income under Income-tax Act 1961, no provision for Income tax has been considered necessary.

4. <u>FOREIGN CURRENCY TRANSACTIONS</u>	<u>(Amount-Rs)</u>	
	2013-2014	2012-2013

4.1. Value of Imports Calculated in C.I.F. Basis:

- | | | |
|---|--|-----|
| - Purchase of finished Goods | | |
| - Raw Materials & Components (including in transit) Nil | | Nil |
| - Capital Goods | | |
| - Stores, Spares and Consumables | | |

4.2 Expenditure in foreign Currency

- | | | |
|---|----------------|----------------|
| a) Travel | 14,16,765.00 | 10,52,189.00 |
| b) Remittances and interest payment to Financial Institutions/Banks in Foreign Currency | | |
| c) Other Expenditure | | |
| Commission on Sales | | |
| Legal and Professional Expenses | | |
| Miscellaneous Expenses | 1,97,08,350.00 | 1,42,59,913.00 |

4.3. Earnings:

- | | | |
|-------------------------------|-----|-----|
| Value of Exports on FOB basis | Nil | Nil |
|-------------------------------|-----|-----|

4.4 Remuneration to auditors:

As Auditors

- | | | |
|---------------------------|-----|-----|
| - Taxation matters | | |
| - For Management services | Nil | Nil |
| - For certification | | |

Others


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5. Prior Period Items (Schedule 18) includes:-

(a) Excess provision for rent provided for the year 2012-13 reversed during the year.(Non Plan)

6. Prior period Expenses included in Schedule 21:-

(a) Expenses incurred during the previous years, which has been settled from advances given earlier years, during the year 2013-14. (Plan)

7. Fund received from NRDC, A&N, Silk Board and Singai Coir Cluster for the implementation of particular scheme/ activity is shown under Earmarked / Endowment Fund in schedule 3 along with the expenditure incurred for above scheme / activity.

8. The board has ceased to maintain separate books of accounts for New Pension Scheme from the year 2012-13 onwards and because of netting off in the consolidated financial statements the debit balance of Rs.3,126.00 in NPS in the Schedule 3 is nullified by corresponding debit in the Combined Capital Fund.

9. Corresponding figures for the pervious year have been regrouped/Rearranged, wherever necessary.

10. Schedules 1 to 25 are annexed to and form an integral part of the Balance Sheet as at 31-03-2014 and the Income and Expenditure Account for the year ended on that date.


Sr. Accounts Officer



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COIR BOARD, COCHIN
CONSOLIDATED RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Receipts	2013-2014	2012-2013	Payments	2013-2014	2012-2013
(Rs. in 000)					
I Opening Balances			I Expenses		
a) Cash in hand	6	5	a) Establishment expenses (corresponding to Schedule 20)	215,701	204,731
b) Bank Balances			(corresponding to Schedule 21)	105,217	90,632
i) In current accounts	51,742	61,596	II Payments made against funds for various projects		
ii) In deposit accounts	55,825	173,819	a) Expenses under SFURTI		
iii) Savings accounts	36,907	38,605	b) Expenses under MDA (DMD)		
II Grants Received			c) Expenses under REMOT	92,387	75,515
a) From Government of India			d) Expenses under other Earmarked Fund		
i) Capital Purpose	34,425	8,394	III Investments and deposits made		
ii) Revenue Purpose	539,661	342,032	a) Out of Earmarked/Endowment funds	25,000	-
iii) For SFURTI			b) Out of Own Funds(Investments-others)	-	-
iv) For REMOT	65,900	-	IV Expenditure on Fixed Assets & Capital Work-in-Progress		
b) From State Government	-	-	a) Purchase of Fixed Assets	3,736	1,163
c) From other sources			b) Expenditure on Capital Work in Progress		
i) Earmarked/Endowment Funds			V Refund of surplus money/Loans		
a) CDB			a) To the Government of India	2,210	2,210
b) SILK Board	188	-	b) To the State Government		
c) Grant from Coir Board			c) To other providers of funds		
c) Singal Coir Cluster	44,295	-	VI Finance Charges (interest)	1,532	1,549
Revenue Purpose			VII Other Payments (Specify)		
i) Pension Contribution	-	1,323	a) Salary Advance	2,870	2,634
ii) Grants - Coir Board			b) Other Advances	162,250	142,165
iii) Coir Board(Pension Contr.)			c) Temporary Advance	1,497	896
III Income on Investments from			d) TA Advance	1,097	973
a) Earmarked/Endow. Funds	327	-	e) Prepaid Expenses	722	80
b) Own Funds (Oth. Investment)	-	-	f) Deposit with CPWD	6,387	2,710
IV Interest Received			g) Expenses Payable	5,111	7,359
a) On Bank deposits	44,444	28,712	h) Coir Board Non Plan Fund	5	-
b) Loans, Advances etc.	283	-	i) Coir Board - MDA (DMD)	-	-
V Other Income (Specify)					
a) Miscellaneous Income	839	3,848			
b) Income from Royalty/Publication	173	253			
c) Income from Sales/Services	28,846	29,108			
d) Fee/Subscriptions	2,359	1,197			


S. Accounts Officer


Secretary


Chairman

