

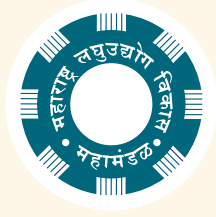


MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED

Krupanidhi, 9, Walchand Hirachand Marg,
Ballard Estate, Mumbai - 400 001.
Phone : (022) 22611121-22-23
<http://www.mssidc.maharashtra.gov.in>



53rd ANNUAL REPORT 2014-15



MSSIDC

THE FOLLOWING CUSTOMER FRIENDLY SERVICES ARE BEING PROVIDED TO SMALL SCALE INDUSTRIES

RAW MATERIAL

- Warehousing Facilities

MARKETING ASSISTANCE

- Participation in tenders on behalf of units in government / semi-government bodies tenders.
- Operate various rate contracts on behalf of State Government

HANDICRAFT DEVELOPMENT & EXHIBITIONS

- Conducting Training and arranging Exhibitions for Handicraft items.

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**53rd ANNUAL REPORT
FOR THE YEAR 2014-15**

COMPANY INFORMATION

BOARD OF DIRECTORS	DR. HARSHDEEP KAMBLE, IAS SHRI. SHIVAJI DAUND, IAS DR. RICHA BAGLA, IAS SHRI. A. B. MISAL, IAS
MANAGING DIRECTOR	SHRI SHIVAJI DAUND, IAS
JT. MANAGING DIRECTOR	SMT. LEENA BANSODE
CHIEF FINANCIAL OFFICER	SHRI. MANESH WAGHIRKAR
COMPANY SECRETARY	SHRI. KUSH KESHRI
BANKERS	STATE BANK OF INDIA
STATUTORY AUDITORS	OM PRAKASH S. CHAPLOT & CO. CHARTERED ACCOUNTANT, MUMBAI
REGISTERED OFFICE	KRUPANIDHI, 9, WALCHAND HIRACHAND MARG, BALLARD ESTATE, MUMBAI - 400 001.

Director Reports

On behalf of the Board of Directors, We have great pleasure in presenting the 53rd Annual report on the working of the MSSIDC Limited, together with the Audited Accounts for the year ended on 31st March, 2015.

1. CONSOLIDATED FINANCIAL SUMMARY OR HIGHLIGHTS/PERFORMANCE OF THE COMPANY :

The financial results for the year ended 31st March, 2015 and the corresponding figures for the last year are as under :-

	(Amount in Rs.)	
Particulars	2014 – 15	2013 – 14
Profit Before interest, Depreciation & Tax	31080657	115621071
Less: Finance Cost	104195	134206
Less: Depreciation & Amortization Expense	1731670	2288017
Profit before Tax	29244792	113198848
Provision for Tax	19317184	39024596
Deferred Tax	-	(3107175)
Income Tax (Net)	-	-
Profit after Tax	9927608	77281427
Less : Proposed Dividend & Tax thereon	-	-
Balance carried to Balance Sheet	9927608	77281427

2. RESERVE & SURPLUS :

The total profit of Rs. 9927608.00 for the financial year ended on 31th March, 2015, is transferred to the General Reserve.

3. BRIEF DESCRIPTION OF THE COMPANY'S WORKING DURING THE YEAR, STATE OF COMPANY'S AFFAIR, ITS OPERATIONS AND FUTURE PROSPECTS :

Your Directors inform you that gross revenue has reduced down to Rs. 96.90 cr in the F.Y. 2014-15 as compared to gross revenue of Rs.183.01 cr in F.Y. 2013-14. Similarly the profit after tax is Rs.0.99 cr only for F.Y. 2014-15.

4. CHANGE IN THE NATURE OF BUSINESS :

The Corporation has entered into a new business activity of extraction of coir (coconut fiber) from coconut husk. It's a natural activity where the fibres is extracted from the coconut husk and are converted into coir ropes, coir mats and into coir handicrafts. This activity was undertaken with a view to generate employment in the entire state of Maharashtra.

5. EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS:

No event took place in the year under review which can question the existence of the Corporation.

6. DIVIDEND :

In order to conserve the resources of the Company, the Directors do not recommend any dividend for the Financial Year 2014 – 15.

7. MEETINGS :

Five meeting of the Board of Directors were held during the financial year.

Sr. No.	Date of Meeting	Serial No of meeting
1.	24.06.2014	334 th Board Meeting
2.	19.08.2014	335 th Board Meeting
3.	10.12.2014	336 th Board Meeting
4.	04.03.2015	337 th Board Meeting

8. DIRECTORS AND KEY MANAGERIAL PERSONNEL :

The details of the Directors are as follows :

Sr. No.	Name of Directors	Designation	Date of Appointment	Date of Cession
1	Shri Anand Kulkarni, IAS	Nominee Director	30.05.2013	-
2	Shri Apurva Chandra, IAS	Nominee Director	14.03.2014	26.08.2014
3	Shri Ramesh Devkar, IAS	Director	30.05.2013	-
4	Shri Shivaji Daund, IAS	Managing Director	20.01.2014	-
5	Dr. P. Anbalagan, IAS	Director	02.02.2013	07.01.2015
6	Shri Mohd. Tarique Farooqui	Chairman	01.07.2014	02.03.2015
7	Shri Surendrakumar Bagde, IAS	Director	26.08.2014	-
8	Shri A L Jarhad, IAS	Director	21.01.2015	-

The details of the Key Managerial Personnel are as follows :

Sr. No.	Name of Key Managerial Personnel	Designation	Date of Appointment
1	Shri Rajendra Madke	CFO	19.08.2014
2	Shri Kush Keshri	CS	19.08.2014

9. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES :

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company, since it is a State Government undertaking incorporated under Companies Act, and the Directors are appointed by the Government. Hence the Company has not devised any policy relating to appointment of Directors, payment of Director's remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

10. DECLARATION OF INDEPENDENT DIRECTORS

The provision of Section 149 pertaining to the appointment of Independent Directors does not apply to our Company.

11. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES :

The Corporate Social Responsibility Committee (CSR Committee) has formulated and recommended to the Board, a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, which has been approved by the Board.

The CSR Policy may be accessed on the Company's website at the link

<https://mssidc.maharashtra.gov.in/wp-content/uploads/2014/03/CSR-Policy-Revised.pdf>

The key philosophy of the Company's CSR initiative is to promote development through social and economic transformation and imparting vocational skills for livelihood generation.

12. INTERNAL CONTROL SYSTEM :

The Company's internal control system comprises of audit and compliance by a team of efficient and effective Internal Auditors. The internal auditors independently evaluate the adequacy of internal control and concurrently audit the transactions. Moreover, we are further taking steps to strength the internal control system.

13. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS:

During the year no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

14. CHANGES IN SHARES CAPITAL :

During the year under review, there has been no change in Authorized Share Capital of the Corporation.

15. STATUTORY AUDITORS:

M/s. Om Prakash S. Chaplot & Co., Chartered Accountants, Mumbai were appointed as Statutory Auditors for the Financial Year by C&AG.

16. REPLY TO QUALIFICATIONS AND ADVERSE COMMENTS OF AUDITORS' REPORT :

Attached in Appendix 1

17. REVIEW BY THE COMPTROLLER AND AUDITOR GENERAL

Comment on the working result of the Corporation by the Comptroller and Auditor General of India form's a part of this Annual Report.

18. EXTRACT OF ANNUAL RETURN:

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014 an extract of annual return in MGT 9 as a part of this Annual Report as ANNEXURE 'II'.

19. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 :

No loans, investment or guarantee or security has been provided by the Company under the provisions of Section 186 of the Companies Act, 2013.

20. DEPOSIT :

The Company has neither accepted nor renewed any deposits during the year under review.

21. PARTICULARS OF EMPLOYEE :

There are no employees in receipt of remuneration exceeding the limits specified under Rule 5(2) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014.

22. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES :

No agreement was entered with related parties by the Company during the current year. No related party transactions were entered by the Company in ordinary course of business.

23. SUBSIDIARIES, JOINT VENTURE AND ASSOCIATE COMPANIES.

Krupanidhi Limited is a subsidiary company of MSSIDC. MSSIDC holds 62% of its shares. MSSIDC do not have any Joint venture or an Associate company.

24. FRAUD REPORTING :

During the year under review, neither the management nor the auditors have observed and reported any frauds.

25. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The company has a sexual harassment committee for prevention of sexual harassment in accordance with the requirements of the Sexual Harassment of women at workplace (Prevention, Prohibition & Redressed) Act, 2013. The Company did not receive any complain during the year 2014 – 15.

26. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREGIN EXCHANGE EARNING AND OUTGO

NIL

27. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND :

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF)

28. DIRECTORS'S RESPONSIBILITY STATEMENT:

The Directors' Responsibility Statement referred to in clause (c) of Sub- section (3) of Section 134 of the Companies Act, 2013 shall state that :

- a. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures:
- b. The director had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- c. the director had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

- d. the directors had prepared the annual accounts on a going concern basis; and
- e. The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

29. ACKNOWLEDGEMENTS

The Directors gratefully acknowledge the valuable guidance and support extended by the State Government, Company's Bankers, Suppliers, and Dealers for their assistance, cooperation and encouragement they extend to the Corporation.

The Directors also acknowledge the contribution made by the dealers, suppliers, retailers/distributors of the corporations towards improving the service as well as for the overall performance of the Corporation.

Your directors also thank all Government Agencies and Employees of the Corporation for their support during the year and look forward to their continued support in the future

For and on behalf of the Board of Directors of

Sd/-

Sd/-

Managing Director

Director

Place : Mumbai.

Date : 30.06.2017

ANNEXURE -II

**FORM NO.MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31st March,2015**

(Pursuant to section 92(3) of the companies Act,2013 and Rule 12(1) of the companies (Management and Administration) Rules,2014

I. REGISTRATION AND OTHER DETAILS:

CIN:	U74999MH1962SGC012501		
Foreign Company Registration Number/NA	N.A.		
Registration Date	19	10	1962
	Date	Month	Year
Name of the company	MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED		
Category of the Company	COMPANY LIMITED BY SHARE		
Sub category of the Company	STATE GOVERNMENT COMPANY		
whether shares listed on recognized Stock Exchange (S)	NO		
Registered Office Address of Company :			
Address	KRUPANIDHI,9,W H MARG BALLARD ESTATE MUMBAI MAHARASHTRA.400001		
Telephone(With STD Area Code Number)	022 22611121		
Email Address	acs.mssidc@maharashtra.gov.in		

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

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

Sr No	Name and Description of main products/services	NIC Code of the Product /service	% to total turnover of the
1	Trading	G	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Holding Company :- Nil

Subsidiary Company :-

Sr No	NAME AND ADDRESS OF THE COMPANY	CIN/GLN
1.	Krupanidhi Limited	U70101MH1964SGC013078

Associated Company :- Nil

IV. Share Holding Pattern (Equity Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Share holds at the beginning of the year		No. of shares held at the end of the year		% Change during the year
	Total	% of Total Shares	Total	% of Total Shares	
A. Promoters					
(1) Indian					
a) Individual / HUF	-	-	-	-	-
b) Central Govt.	10000	0.6896	-	-	-

c) State Govt(s)	1440093	99.30	-	-	-
d) Bodies Corp.	-	-	-	-	-
e) Bank / F1	-	-	-	-	-
f) Any Other	-	-	-	-	-
Subtotal (A) (1)	1450093	99.9896		-	-
(2) Foreign					
a) NRI's Individual	-	-	-	-	-
b) Other Individuals	-	-	-	-	-
c) Body Corp	-	-	-	-	-
d) Bank / F1	-	-	-	-	-
e) Any Other	-	-	-	-	-
Subtotal (A)(2)	-	-	-	-	-
Total Promoter Shareholding (A)=(A) (1)+(A)(2)	1450093	99.9896	-	-	-
B. Public/Others Shareholding					
1. Institutions					
a) Mutual Funds	-	-	-	-	-
b) Banks/FI	-	-	-	-	-
c) Central Govt.	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-
e) Venture capital Funds	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-
g) FIs	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-
i) Others (specify)	6	0.0004	-	-	-
Sub-total (B)(1):-	-	-	-	-	-
2. Non Institutions					
a) Bodies Corp.	-	-	-	-	-
i) Indian	-	-	-	-	-
ii) Overseas	-	-	-	-	-
b) Individuals	-	-	-	-	-
i) Individuals Shareholders holding nominal share capital upto Rs.1 lakh	-	-	-	-	-
ii) Individual Shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-
c) Others (specify)	-	-	-	-	-
Sub-total (B) (2) :-	6	0.0004	-	-	-

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary	-	415414	877186	1292600
	a) Salary as per provisions contained in section 17(l) of the Income tax Act , 1961	-	-	-	-
	b) Value of perquisites u/s 17(2) Income tax Act,1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	others specify...	-	-	-	-
5	Others please specify	-	-	-	-
	Total	-	415414	877186	1292600

VII. PENALTIES / PUNISHMENT /COMPOUNDING OF OFFENCES :

There were no penalties / punishment / compounding of offences for breach of any section of the Companies Act, 1956/2013 against the company or its Directors or other officers in default, if any, during the year

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

FOR MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED

Sd/-
MANAGING DIRECTOR

Sd/-
DIRECTOR

DATE: 30-06-2017

PLACE: MUMBAI



INDEPENDENT AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

TO THE MEMBERS OF MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED

Report on the Consolidated Financial Statements :

We have audited the accompanying consolidated financial statements of Maharashtra Small Scale Industries Development Corporation Limited ("hereinafter referred to as the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), which comprise the consolidated Balance Sheet as at 31st March, 2015 and the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information prepared based on the relevant records (hereinafter referred to as "the Consolidated Financial Statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. 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.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that

give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Holding Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in paragraph 1 of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our adverse audit opinion on the consolidated financial statements.

Basis for Adverse Opinion

1. (i) As informed by the management, the Holding Company has trade receivables of Rs. 35,87,65,001 and debit balance in trade payables of Rs. 5,23,96,051 which are pending for adjustment for more than three years. Provision of Rs. 2,64,85,000 has only been made against the same.

(ii) Rent receivable of Rs. 35,44,918 from Hindustan Zinc is overdue for more than 3 years but not provided for (Refer Note No. 16.1 of notes to accounts)

The cumulative effect of not providing for items (i) and (ii) in point 1 mentioned above would have resulted in the Group incurring a loss of Rs. 3747.49 lakhs as against the reported profit of Rs. 99.27 lakhs.

2. Holding Company has not fully complied with certain Accounting Standards issued by ICAI as detailed below:

(i) Holding Company is accounting purchases and sales only after receiving invoices from the suppliers and not when the seller has transferred the property in the goods to the buyer for a consideration. This practice of revenue recognition is not in compliance with AS 9 – Revenue Recognition. This gives an unfair view of the purchases and sales of the Holding Company for the year. Rebate income is being booked at the time of accounting of sales. Since booking of sales is not in compliance with AS 9, rebate income should have been adjusted to comply with AS 5 - Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies. The same has not been done and the Statement of Profit & Loss gives an unfair view of Profit for the year. The Holding Company has not fully complied with AS 9 and AS 5 and the effect of the same cannot be quantified.

(ii) The Holding Company has not made certain disclosures as required by AS 15 – Employee Benefits & AS 19 – Leases.

3. No provision for interest payable on the following unsecured loans is made in the books from the year 2007-08

Name of the Account	Amount outstanding (Rs.)
Ind. & Lab. Dept. Mah. Govt. Edu. Unempl. H.P.	40,92,408.00
Ind. & Lab. Dept. Mah. Govt- Seed Capital (3.5%)	1,54,52,630.00

4. Internal control system of the Holding Company is very weak and not commensurate with the size and volume of business of the Holding Company. The system is also susceptible to fraud, manipulation and misappropriation at various levels.

5. Various accounts under the head Godown and office rent receivable are not reconciled. Thus, we are unable to comment on the accuracy of Godown rent received & receivable and rent paid & payable accounted for in the books of accounts.

Adverse Opinion

In our opinion, and due to the significance of the matters stated in the Basis for Adverse Opinion paragraph,

the consolidated financial statements do not give the information required by the Companies Act, 2013 in the manner so required and also do not give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Group as at 31st March, 2015, and their consolidated profit/loss and their consolidated cash flows for the year ended on that date.

Other Matter

1. We did not audit the financial statements of the subsidiary whose financial statements reflect total assets of Rs. 3,53,08,334 as at 31st March, 2015, total revenue and expense both of Rs. 41,39,241 for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the reports of the other auditor.
2. Physical verification of fixed assets or any other procedure was not being carried out by the Holding Company to ensure that its assets are carried at no more than their recoverable amount. The useful lives of major depreciable assets had not been reviewed periodically and the Holding Company had failed to maintain a proper fixed asset register. During the year, the Holding Company appointed a CA Firm for Physical verification of Fixed Assets and preparation of Fixed Assets Register. On the basis of workings submitted by the CA firm, an impairment loss of Rs. 38,73,684 has been booked in 2014-15. Same has been approved by the Board in its 345th Board Meeting dated 07.02.2017.
3. We draw your attention to Notes No. 7.4, 14.1 and 27.1 of Notes to Accounts.
4. In the absence of details, we are unable to comment on the amount and interest on delayed payments payable to Micro, Small and Medium Enterprises, if any.
5. In the absence of details of status of pending Sales Tax, Service Tax and WCT (Work Contract Tax) assessments and other legal cases, the contingent liability, if any, in respect thereto cannot be ascertained as cases of various years are under process with the concerned Appellate Authorities and the quantum of the same cannot be ascertained.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and, except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) Except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, in our opinion proper books of account as required by law have been kept by the Group so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us;
 - (c) The consolidated Balance Sheet, the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) Except for the matter described in the Basis for Adverse Opinion paragraph above, the consolidated Balance Sheet, consolidated Statement of Profit and Loss and consolidated Cash Flow Statement comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies

(Accounts) Rules, 2013;

- (e) The matter described in the Basis for Adverse Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Group.
- (f) The directors of the Holding Company are disqualified as on March 31, 2015, from being appointed as directors in terms of section 164(2) of the Act as the Holding Company has not filed financial statements or annual returns for a continuous period of three financial years as on March 31, 2015. On the basis of the report of the statutory auditor of the subsidiary company, none of the directors of the subsidiary company is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
- (g) The adverse remarks relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Adverse Opinion paragraph above.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Group has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note No. 29 to the financial statements;
 - (ii) Except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, the Group has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
 - (iii) There has not been any occasion in case of the Group during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

For Om Prakash S. Chaplot & Co.

Chartered Accountants

Firm's Registration No. 000127C

Place: Mumbai

Date: June 30, 2017

Sd/-

(Yash Punjawat)

Partner

Membership No. 415552



INDEPENDENT AUDITORS' REPORT ON THE STANDALONE FINANCIAL STATEMENTS

TO THE MEMBERS OF MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED

Report on the Standalone Financial Statements :

We have audited the accompanying standalone financial statements of Maharashtra Small Scale Industries Development Corporation Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2015 and the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements :

The Company's management is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility :

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which Page are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. 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.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our

adverse audit opinion on the standalone financial statements.

Basis for Adverse Opinion :

1. (i) As informed by the management, the Company has trade receivables of Rs. 35,87,65,001 and debit balance in trade payables of Rs. 5,23,96,051 which are pending for adjustment for more than three years. Provision of Rs. 2,64,85,000 has only been made against the same.

(ii) Rent receivable of Rs. 35,44,918 from Hindustan Zinc is overdue for more than 3 years but not provided for (Refer Note No. 16.1 of notes to accounts)

The cumulative effect of not providing for items (i) and (ii) in point 1 mentioned above would have resulted in the Company incurring a loss of Rs. 3747.49 lakhs as against the reported profit of Rs. 99.27 lakhs.

2. Company has not fully complied with certain Accounting Standards issued by ICAI as detailed below:

(i) Company is accounting purchases and sales only after receiving invoices from the suppliers and not when the seller has transferred the property in the goods to the buyer for a consideration. This practice of revenue recognition is not in compliance with AS 9 – Revenue Recognition. This gives an unfair view of the purchases and sales of the Company for the year. Rebate income is being booked at the time of accounting of sales. Since booking of sales is not in compliance with AS 9, rebate income should have been adjusted to comply with AS 5 - Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies. The same has not been done and the Statement of Profit & Loss gives an unfair view of Profit for the year. The Company has not fully complied with AS 9 and AS 5 and the effect of the same cannot be quantified.

(ii) The Company has not made certain disclosures as required by AS 15 – Employee Benefits & AS 19 – Leases.

3. No provision for interest payable on the following unsecured loans is made in the books from the year 2007-08

Name of the Account	Amount outstanding (Rs.)
Ind. & Lab. Dept. Mah. Govt. Edu. Unempl. H.P.	40,92,408.00
Ind. & Lab. Dept. Mah. Govt- Seed Capital (3.5%)	1,54,52,630.00

4. Internal control system of the Company is very weak and not commensurate with the size and volume of business of the Company. The system is also susceptible to fraud, manipulation and misappropriation at various levels.

5. Various accounts under the head Godown and office rent receivable are not reconciled. Thus, we are unable to comment on the accuracy of Godown rent received & receivable and rent paid & payable accounted for in the books of accounts.

Adverse Opinion :

In our opinion, and due to the significance of the matters stated in the Basis for Adverse Opinion paragraph, the standalone financial statements do not give the information required by the Companies Act, 2013 in the manner so required and also do not give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March, 2015, and its profit/loss and its cash flows for the year ended on that date.

Other Matter

1. Physical verification of fixed assets or any other procedure was not being carried out by the Company to ensure that its assets are carried at no more than their recoverable amount. The useful lives of major

depreciable assets had not been reviewed periodically and the Company had failed to maintain a proper fixed asset register. During the year, the company appointed a CA Firm for Physical verification of Fixed Assets and preparation of Fixed Assets Register. On the basis of workings submitted by the CA firm, an impairment loss of Rs. 38,73,684 has been booked in 2014-15. Same has been approved by the Board in its 345th Board Meeting dated 07.02.2017.

2. We draw your attention to Notes No. 6.4, 13.1 and 26 of Notes to Accounts.
3. In the absence of details, we are unable to comment on the amount and interest on delayed payments payable to Micro, Small and Medium Enterprises, if any.
4. In the absence of details of status of pending Sales Tax, Service Tax and WCT (Work Contract Tax) assessments and other legal cases, the contingent liability, if any, in respect thereto cannot be ascertained as cases of various years are under process with the concerned Appellate Authorities and the quantum of the same cannot be ascertained.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and, except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) Except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us;
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) Except for the matter described in the Basis for Adverse Opinion paragraph above, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2013;
 - (e) The matter described in the Basis for Adverse Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
 - (f) The directors are disqualified as on March 31, 2015, from being appointed as directors in terms of section 164(2) of the Act as the Company has not filed financial statements or annual returns for a continuous period of three financial years as on March 31, 2015.
 - (g) The adverse remarks relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Adverse Opinion paragraph above.
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note No. 28 to the financial statements;

- (ii) Except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
- (iii) There has not been any occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

For Om Prakash S. Chaplot & Co.

Chartered Accountants

Firm's Registration No. 000127C

Sd/-

(Yash Punjawat)

(Partner)

Membership No. 415552

Place: Mumbai

Date: June 30, 2017

Annexure to the Independent Auditors' Report

The Annexure referred to in our report of even date. We report that:

- i) In respect of its Fixed Assets:
 - a) The Company has not maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets;
 - b) The Company does not have a regular programme of physical verification of its fixed assets having regard to the size of the Company and the nature of its assets.
 - c) According to the information, explanations and representation given to us, the Company has not disposed off any substantial part of its Fixed Assets during the year.
- ii) In respect of its inventories:
 - a) The inventory of the Company has not been physically verified by the management during the year.
 - b) Systematic procedures reasonable and adequate in relation to the size of the company and nature of its business need to be implemented for physical verification of inventory by the management.
 - c) Since physical verification of inventory was not done during the year, dealing with material discrepancy on physical verification cannot be commented on.
- iii) As explained to us, the Company has neither granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 2013 nor has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 2013.
- iv) In our opinion, internal control procedures with regard to purchase of inventories, fixed assets and for the sale of goods and services need to be strengthened. During the course of our audit, we have observed that there is a continuing failure to correct major weaknesses in internal control procedures.
- v) According to the information, explanations and representation given to us, we are of the opinion that there are no transactions during the year at the Company that needs to be entered in the register maintained under section 301 of the Companies Act, 2013.
- vi) The Company has not accepted deposits from the public. Hence provisions of section 58 A and 58 AA of the Companies Act, 2013 and Rules framed there under are not applicable.
- vii) In our opinion, the Company's internal audit system is not commensurate with the size and nature of its business (a firm of chartered accountants has been appointed for the purpose). During the audit we have observed:
 - a) Supporting bills/ invoices are not attached with certain payment vouchers.
 - b) TDS has not been deducted/ short deducted in various cases. TDS has been paid after due date in some cases.
 - c) Rent agreements for some godowns and offices are expired and not renewed. We have observed that some godowns are lying vacant. There is no proper system to check compliance

of various terms and conditions of the agreements such as recovery of electricity charges, telephone charges, subletting charges and rent increment. d) Journal Vouchers are not properly serially numbered at a few divisions. e) MVAT auditor has reported that books of accounts and other sales tax records maintained by the company are insufficient for computation of tax liability for FY 2014-15.

viii) According to the information and explanations given to us, the Central government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Act for any products or services of the Company.

ix)

a) According to the records of the Company and according to the information and explanation given to us, the Company is regular in depositing with appropriate authorities, undisputed Statutory dues, including Provident Fund, Investor Education and Protection Fund, Employee's State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other Statutory dues applicable to it except Service Tax (amount unascertainable) and TDS (amount unascertainable).

According to the records of the Company and according to the information and explanation given to us, no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty and Cess which in arrears as at 31st March, 2015 for a period of more than six months from the date they became payable.

b) According to the information and explanation given to us, there are no material statutory dues which have not been deposited with the appropriate authorities on account of any dispute except the following:

Name of Statute	Nature of Dues	Period to which the amount relates	Amount	Forum where dispute is pending
Income Tax	Income tax demand	2010-11	17,54,290	CIT, Appeals
		2011-12	5,50,83,290	
MVAT/ CST	Tax, interest & penalty	2005-06	1,16,69,644	JC Appeal-IV Bandra
		2007-08	21,03,81,183	JC Appeal-LTP-3 Mazgaon
		2008-09	4,20,07,119	JC Appeal-IV Bandra
		2009-10	20,96,62,310	JC Appeal-II D-13, Mazgaon
		2010-11	12,33,35,973	JC Appeal-II D-13, Mazgaon
		2011-12	45,79,23,363	Dy. Comm of Sales Tax
		2012-13	3,01,97,552	Dy. Comm of Sales Tax

x) Without considering the effects of auditors' qualifications, the Company has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year. The Company has no accumulated losses as per the reported Statement of Profit & Loss.

xi) According to the information, explanations & representation given to us, the Company has not defaulted in repayment of its dues to banks or financial institutions. The Company does not have any borrowings by way of debentures.

- xii) According to the information, explanations & representation given to us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures or other securities.
- xiii) The provisions of any special statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund / Societies are not applicable to the Company.
- xiv) The Company is not dealing or trading in shares, securities, debentures or other investments and hence the requirements of clause 4(xiv) are not applicable to the Company.
- xv) According to the information, explanations and representation given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions.
- xvi) The Company has not taken any term loan during the year.
- xvii) The Company has not taken any loan during the year. Hence, our comments regarding use of funds raised on short term basis being used for long term investment and vice versa are not required.
- xviii) According to the information, explanations and representation given to us, the Company has not made any preferential allotment of shares to any parties and companies covered in the register maintained under section 301(3) of the Act.
- xix) The Company has not issued any debentures during the year.
- xx) Since the Company has not raised any money by public issue during the year, our comments under clause (xx) of the Order are not required.
- xxi) On the basis of our examination and according to the information, explanations and representation given to us, no fraud on or by the Company, has been noticed or reported during the year.

For Om Prakash S. Chaplot & Co.

Chartered Accountants

Firm's Registration No. 000127C

Place: Mumbai

Date: June 30, 2017

Sd/-

(Yash Punjawat)

Partner

Membership No. 415552

Reply to Auditor's Report FY 2014-15

Sr no.	Comments of Auditor	Comments of Management
1	<p>Basis for Adverse Opinion</p> <p>i) As informed by the management, the Company has trade receivables of Rs. 35,87,65,001 and debit balance in trade payables of Rs. 5,23,96,051 which are pending for adjustment for more than three years. Provision of Rs. 2,64,85,000 has only been made against the same.</p>	<p>In trade receivables, we have taken scrutiny of debtors, creditors on priority basis considering voluminous transaction. Prior to scrutiny the total debtors was Rs. 89.02 Crores and after scrutiny which come to Rs. 61.11 Crores. Out of which debtors more than 3 years is 35.87 Crores. The Debtors is supported by Creditors in marketing transactions. In above 3 years debtors amount of legal cases involve is Rs.19.23 Crores. (MTRM Rs. 8.37 Crores, Mehta Group Rs. 5.63 Crores, Khutale Rs. 0.47 Crores). Trade payables prior scrutiny was Rs.6.42 Crores and after scrutiny is Rs 6.43 cr out of that Rs 5.23 Crores is above three years . Further, the debtors & Creditors scrutiny work in progress. Considering the fact corporation has not made any provision in books of account.</p>
	<p>(ii) Rent receivable of Rs. 35,44,918 from Hindustan Zinc is overdue for more than 3 years but not provided for (Refer Note No. 16.1 of notes to accounts)</p>	<p>Arbitration award passed in favor of Corporation. Hindustan Zinc Limited has moved to High Court against the Arbitration award. The case is pending with Udaipur Court. Further, Hindustan Zinc has shown willingness to settle the matter. The decision of the same is yet to be decided. Therefore, we have not made any provision in books of Accounts</p>
	<p>The cumulative effect of not providing for items (i) and (ii) in point 1 mentioned above would have resulted in the Company incurring a loss of Rs. 7665.14 lakhs as against the reported profit of Rs. 99.27 lakhs.</p>	<p>We have explained the reason in (i) and (ii).</p>

2	<p>Company has not fully complied with certain Accounting Standards issued by ICAI as detailed below:</p> <p>(i) Company is accounting purchases and sales only after receiving invoices from the suppliers and not when the seller has transferred the property in the goods to the buyer for a consideration. This practice of revenue recognition is not in compliance with AS 9 – Revenue Recognition. This gives an unfair view of the purchases and sales of the Company for the year. Rebate income is being booked at the time of accounting of sales. Since booking of sales is not in compliance with AS 9, rebate income should have been adjusted to comply with AS 5 - Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies. The same has not been done and the Statement of Profit & Loss gives an unfair view of Profit for the year.</p> <p>The Company has not fully complied with AS 9 and AS 5 and the effect of the same cannot be quantified.</p>	<p>Our major turnover is with Government Department. Sales invoices are raised to Govt. Dept. in month of January, February and March of every year however their delivery effected in subsequent year (Delivery challan date is in subsequent years.) Further Government department follows the Cash basis system of accounting whereas corporation follows mercantile system of accounting. Considering above mention two different accounting system this issue is arise. Due to this practical difficulty with respect to accounting standards we are not able to follow AS-9 & AS-5.</p>
	(ii) The Company has not made certain disclosures as required by AS 15 – Employee Benefits & AS 19 – Leases.	Noted the content and we comply accordingly.
3	<p>No provision for interest payable on the following unsecured loans is made in the books from the year 2007-08</p> <p>Name of the Account Amount outstanding (Rs.) Ind. & Lab. Dept. Mah. Govt. Edu. Unempl. H.P. 40,92,408.00 Ind. & Lab. Dept. Mah. Govt- Seed Capital (3.5%) 1,54,52,630.00</p>	The liabilities are outstanding from 1974. We will be seeking information from industries department.
4	Internal control system of the Company is very weak and not commensurate with the size and volume of business of the Company. The system is also susceptible to fraud, manipulation and misappropriation at various levels.	Corporation is finalization Accounts manual and internal audit manual for making uniform accounting system. The internal audit is carried out by independent CA firm and we will streamline the internal control by adopting suitable steps.

5	<p>Various accounts under the head Godown and office rent receivable are not reconciled. Thus, we are unable to comment on the accuracy of Godown rent received & receivable and rent paid & payable accounted for in the books of accounts.</p> <p>Other Matter :</p> <p>1. Physical verification of fixed assets or any other procedure was not being carried out by the Company to ensure that its assets are carried at no more than their recoverable amount. The useful lives of major depreciable assets had not been reviewed periodically and the Company had failed to maintain a proper fixed asset register.</p> <p>During the year, the company appointed the CA firm for physical verification of fixed Assets and preparation of fixed assets Resister. On the basis of working submitted by the CA firm, an impairment loss of Rs. 38,73,684 has been booked in 2014-15. Same has been approved by the Board in its 345th Board Meeting dated 07.02.2017.</p>	<p>On the basis of record we have book all godown rent. Further, we will reconcile the account.</p>
		<p>Noted the content.</p>
	<p>2. We draw your attention to Notes No. 6.4 and 13.1 of Notes to Accounts.</p>	<p>We have made disclosure for exhibition account and trade receivable account.</p>
	<p>3. In the absence of details, we are unable to comment on the amount and interest on delayed payments payable to Micro, Small and Medium Enterprises, if any.</p>	<p>Corporation had not paid any interest payment to any SSI units.</p>
	<p>4. In the absence of details of status of pending Sales Tax, Service Tax and WCT (Work Contract Tax) assessments and other legal cases, the contingent liability, if any, in respect thereto cannot be ascertained as cases of various years are under process with the concerned Appellate Authorities and the quantum of the same cannot be ascertained.</p>	<p>Cases are pending with appeals and there are assessment cases which are not completed. Hence the exact contingent liability cannot be ascertained.</p>
	<p>Reply to Annexure to the Independent Auditor Report</p>	

i)	<p>In respect of its Fixed Assets:</p> <p>a) The Company has not maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets;</p> <p>b) The Company does not have a regular program of physical verification of its fixed assets having regard to the size of the Company and the nature of its assets.</p>	<p>Corporation has appointed independent CA firm for preparation of Fixed Asset register and they have submitted their report.</p>
ii)	<p>In respect of its inventories:</p> <p>a) The inventory of the Company has not been physically verified by the management during the year.</p> <p>b) Systematic procedures reasonable and adequate in relation to the size of the company and nature of its business need to be implemented for physical verification of inventory by the management.</p> <p>c) Since physical verification of inventory was not done during the year, dealing with material discrepancy on physical verification cannot be commented on.</p>	<p>Inventory at paithan, Delhi, WTC is verified jointly by person deputed from officers of other division of Corporation & Emporia in charge for physical verification of inventory.</p> <p>Management is regularly verifying physical inventory by officer deputed from other divisions of Corporation and Emporia in charge</p> <p>As above</p>
iii)	<p>As explained to us, the Company has neither granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 2013 nor has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 2013.</p>	<p>No transaction was executed therefore information is NIL.</p>

iv)	<p>In our opinion, internal control procedures with regard to purchase of inventories, fixed assets and for the sale of goods and services need to be strengthened. During the course of our audit, we have observed that there is a continuing failure to correct major weaknesses in internal control procedures.</p>	<p>We are following standardized procedure of Govt. department for purchase of inventories, fixed assets and for the sale of goods and service in the Corporation. We are following E-tendering procedure now. We issued circular No. 880 dt. 22.02.2016 to all divisions in this regard. Further, to strengthen the weak internal control system, we will finalize internal Audit manuals and Accounts manual in due course on time</p>
v)	<p>According to the information, explanations and representation given to us, we are of the opinion that there are no transactions during the year at the Company that needs to be entered in the register maintained under section 301 of the Companies Act, 2013.</p>	<p>No transaction was executed therefore information is NIL.</p>
vi)	<p>The Company has not accepted deposits from the public. Hence provisions of section 58 A and 58 AA of the Companies Act, 2013 and Rules framed there under are not applicable.</p>	<p>This information is NIL.</p>
vii)	<p>In our opinion, the Company's internal audit system is not commensurate with the size and nature of its business (a firm of chartered accountants has been appointed for the purpose). During the audit we have observed:</p>	<p>Noted the content. Corporation is finalization Accounts manual and internal audit manual for making uniform accounting system. The internal audit is carried out by independent CA firm and we will streamline the internal control by adopting suitable steps.</p>
	<p>a) Supporting bills/ invoices are not attached with certain payment vouchers.</p>	
	<p>b) TDS has not been deducted/ short deducted in various cases. TDS has been paid after due date in some cases</p>	
	<p>c) Rent agreements for some godowns and offices are expired and not renewed. We have observed that some godowns are lying vacant. There is no proper system to check compliance of various terms and conditions of the agreements such as recovery of electricity charges, telephone charges, subletting charges and rent increment.</p>	<p>Even though rent agreement is not renewed, Corporation has initiated action for renting of various godowns, however, response not received properly. Regarding recovery Corporation has communicated to all the concern for recovery and the recovery is under process.</p>
	<p>d) Journal Vouchers are not properly serially numbered at a few divisions.</p>	<p>Point noted and will ensure the serial number will be maintained in FY 2015-16.</p>

	<p>e) MVAT auditor has reported that books of accounts and other sales tax records maintained by the company are insufficient for computation of tax liability for FY 2014-15.</p>	<p>We comply correctly in FY 2015-16.</p>
viii)	<p>According to the information and explanations given to us, the Central government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Act for any products or services of the Company.</p>	<p>Not applicable.</p>
ix)	<p>a) According to the records of the Company and according to the information and explanation given to us, the Company is regular in depositing with appropriate authorities, undisputed Statutory dues, including Provident Fund, Investor Education and Protection Fund, Employee's State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other Statutory dues applicable to it except Service Tax (amount unascertainable) and TDS (Rs. 2,11,220).</p> <p>According to the records of the Company and according to the information and explanation given to us, no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty and Cess which in arrears as at 31st March, 2015 for a period of more than six months from the date they became payable.</p>	<p>Noted.</p>

The cases of Sales Tax, Income Tax, MVAT is in appeal with concerned authority and we are following matter with respective authority for saying.

b) According to the information and explanation given to us, there are no material statutory dues which have not been deposited with the appropriate authorities on account of any dispute except the following:

Name of Statute	Nature of Dues	Period to which the amount relates	Income Tax	Forum where dispute is pending
Income Tax	Income tax demand	2010-11 2011-12	17,54,290 5,50,83,290	CIT, Appeals
MVAT/ CST	Tax, interest & penalty	2005-06 2007-08 2008-09 2009-10 2010-11 2011-12 2012-13	1,16,69,644 21,03,81,183 4,20,07,119 20,96,62,310 12,33,35,973 45,79,23,363 3,01,97,552	JC Appeal-IV Bandra JC Appeal-LTP-3 Mazgaon JC Appeal-IV Bandra JC Appeal-II D-13, Mazgaon JC Appeal-II D-13, Mazgaon Dy. Comm of Sales Tax Dy. Comm of Sales Tax

x)	Without considering the effects of auditors' qualifications, the Company has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year. The Company has no accumulated losses as per the reported Statement of Profit & Loss.	The information is NIL.
Xi)	According to the information, explanations & representation given to us, the Company has not defaulted in repayment of its dues to banks or financial institutions. The Company does not have any borrowings by way of debentures.	The information is NIL.
xii)	According to the information, explanations & representation given to us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures or other securities.	The information is NIL.
xiii)	The provisions of any special statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund / Societies are not applicable to the Company.	No applicable.
xiv)	The Company is not dealing or trading in shares, securities, debentures or other investments and hence the requirements of clause 4(xiv) are not applicable to the Company.	The information is NIL.
Xv)	According to the information, explanations and representation given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions.	The information is NIL.
Xvi)	The Company has not taken any term loan during the year.	Not applicable.
Xvii)	The Company has not taken any loan during the year. Hence, our comments regarding use of funds raised on short term basis being used for long term investment and vice versa are not required.	No preferential share issued.

xviii)	According to the information, explanations and representation given to us, the Company has not made any preferential allotment of shares to any parties and companies covered in the register maintained under section 301(3) of the Act.	No allotment shares were issued.
xix)	The Company has not issued any debentures during the year.	Not applicable.
xx)	Since the Company has not raised any money by public issue during the year, our comments under clause (xx) of the Order are not required.	Not applicable.
xxi)	On the basis of our examination and according to the information, explanations and representation given to us, no fraud on or by the Company, has been noticed or reported during the year.	No fraud has been reported till date.

फॅक्स नं. } 2209 2326
Fax No. } 2201 4438

दूरभाषा संख्या } 2205 4022
Telephone No. } 2205 7360
 } 2201 4437

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महालेखाकार (लेखापरीक्षा)-III महाराष्ट्र यांचे कार्यालय
महालेखाकार (लेखापरीक्षा)-III महाराष्ट्र यांचे कार्यालय
प्रतिष्ठा भवन, तल मंजिल,
१०१, महर्षि कर्वे मार्ग, मुंबई - ४०० ०२०.
OFFICE OF THE ACCOUNTANT GENERAL
(AUDIT) - III, MAHARASHTRA
PRATIKSHA BHAVAN, GROUND FLOOR,
101, MAHARSHI KARVE MARG, MUMBAI - 400 020.

संख्या/No. गोपनीय

मले/लेप-III /वालेप-I/स्माल स्केल/ 2014-15/1330

दिनांक/Date : 27-09-2017

सेवा में,
प्रबंध निदेशक,
महाराष्ट्र स्मॉल स्केल इंडस्ट्रिज डेव्हलपमेंट कॉर्पोरेशन लिमिटेड,
मुंबई

विषय : मार्च 31, 2015 को समाप्त हुए वर्ष के महाराष्ट्र स्मॉल स्केल इंडस्ट्रिज डेव्हलपमेंट
कॉर्पोरेशन लिमिटेड, मुंबई के समायोजित (consolidated) लेखो पर कम्पनी
अधिनियम, २०१३ की धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक एवं
महालेखापरीक्षक की टिप्पणियाँ ।

महोदय,

31 मार्च 2015 को समाप्त हुए वर्ष के महाराष्ट्र स्मॉल स्केल इंडस्ट्रिज डेव्हलपमेंट कॉर्पोरेशन लिमिटेड, मुंबई के समायोजित (consolidated) लेखो पर कम्पनी अधिनियम, 2013 की धारा 143 (6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की निरंक टिप्पणियाँ (Nil Comments) संलग्न है ।

वार्षिक सर्वसाधारण सभा (A.G.M.) होने के पश्चात, वार्षिक रिपोर्ट की तीन मुद्रित प्रतियाँ कृपया इस कार्यालय भज दें ।

भवदीया,

(पी. माधवी)

महालेखाकार
(लेखापरीक्षा) - III

संलग्न : यथोपरि

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(B) READ WITH SECTION 129 (4) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL STATEMENT OF MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED, MUMBAI FOR THE YEAR ENDED 31 MARCH 2015.

The preparation of consolidated Financial Statements of **Maharashtra Small Scale Industries Development Corporation Limited, Mumbai** for the year ended 31 March 2015 in accordance with the financial reporting framework prescribed under the Companies act 2013 is the responsibility of the Management of the company. The Statutory auditors appointed by the Comptroller and Auditor General of India under section 139(5) read with section 129(4) of the Act are responsible for expressing opinion on the financial Statement under section 143 read with section 129(4) of the act based on independent audit in accordance with the standard on auditing prescribed under section 143(10) of the act. **This is stated to have been done by them vide their Audit Report dated 30 June 2017.**

I, on behalf of the Comptroller and Auditor General of India, have conducted a Supplementary Audit under section 143 (6)(a) read with the section 129(4) of the act of the consolidated financial Statements of **Maharashtra Small Scale Industries Development corporation Limited, Mumbai** for the year ended 31 March 2015. We conducted a supplementary audit of the financial Statement of **Maharashtra Small Scale Industries Development Corporation Limited, Mumbai** but did not conduct supplementary audit of the financial statement of **Krupanidhi Limited, Mumbai** (a subsidiary of the Company) for the year ended on that date for which, Non-Review Certificate was issued. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditor's Report.

For and on behalf of

The Comptroller and Auditor General of India

Sd/-

(P. MADHAVI)

ACCOUNTANT GENERAL
(AUDIT)-III

Place : Mumbai

DATE : 25.09.2017

फॅक्स नं. } 2209 2326
Fax No. } 2201 4438

दूरभाषा संख्या } 2205 4022
Telephone No. } 2205 7360
 } 2201 4437

e-mail : agcommaumaharashtra@cag.gov.in



महालेखाकार (लेखापरीक्षा)-III महाराष्ट्र यांचे कार्यालय
महालेखाकार (लेखापरीक्षा)-III महाराष्ट्र यांचे कार्यालय
प्रतिष्ठा भवन, तल मंजिल,
१०१, महर्षि कर्वे मार्ग, मुंबई - ४०० ०२०.
OFFICE OF THE ACCOUNTANT GENERAL
(AUDIT) - III, MAHARASHTRA
PRATIKSHA BHAVAN, GROUND FLOOR,
101, MAHARSHI KARVE MARG, MUMBAI - 400 020.

संख्या/No. गोपनीय

मले/लेप-III /वालेप-I/स्माल स्केल/ 2014-15/1349

दिनांक/Date : 06-10-2017

सेवा में,
प्रबंध निदेशक,
महाराष्ट्र स्मॉल स्केल इंडस्ट्रिज डेव्हलपमेंट कॉर्पोरेशन लिमिटेड,
मुंबई

विषय : मार्च 31, 2015 को समाप्त हुए वर्ष के महाराष्ट्र स्मॉल स्केल इंडस्ट्रिज डेव्हलपमेंट
कॉर्पोरेशन लिमिटेड, मुंबई के स्टैंडअलोन लेखों पर कम्पनी अधिनियम, २०१३ की
धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ ।

महोदय,

31 मार्च 2015 को समाप्त हुए वर्ष के महाराष्ट्र स्मॉल स्केल इंडस्ट्रिज डेव्हलपमेंट कॉर्पोरेशन लिमिटेड, मुंबई के स्टैंडअलोन लेखों पर कम्पनी अधिनियम, 2013 की धारा 143 (6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की निरंक टिप्पणियाँ (Comments) संलग्न है ।

वार्षिक सर्वसाधारण सभा (A.G.M.) होने के पश्चात, वार्षिक रिपोर्ट की तीन मुद्रित प्रतियाँ कृपया इस कार्यालय भज दें ।

भवदीया,

(पी. माधवी)

महालेखाकार
(लेखापरीक्षा) - III

संलग्न : यथोपरि

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE STANDALONE FINANCIAL STATEMENT OF MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED, MUMBAI FOR THE YEAR ENDED 31 MARCH 2015.

The preparation of Standalone Financial Statements of **Maharashtra Small Scale Industries Development Corporation Limited for the year ended 31 March 2015** in accordance with the financial reporting framework prescribed under the Companies act 2013 is the responsibility of the Management of the company. The Statutory auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act are responsible for expressing opinion on the financial Statement under section 143 of the act based on independent audit in accordance with the standard on auditing prescribed under section 143(10) of the act. This is stated to have been done by them vide their Audit Report dated **30 June 2017**.

I, on behalf of the Comptroller and Auditor General of India, have conducted a Supplementary Audit under section 143 (6) of the act of the Standalone financial Statements of **Maharashtra Small Scale Industries Development corporation Limited for the year ended 31 March 2015**. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquires of the statutory auditors and company personnel and a selective examination of some of the accounting records. Based on my supplementary audit, I would like to highlight the following significant matters under section 143(6) (b) of the Companies Act which have come to my attention and which in my view are necessary for enabling a better understanding of the Financial Statement and the related Audit Report.

PROFITABILITY

Statement of Profit & Loss

Other Income (Note (18))	₹ 16,77,94,434
Interest received :	₹ 9,05,90,865

This includes ₹ 6.57 lakh being the interest on five fixed deposits booked in excess during the year due to incorrect apportionment of the interest pertaining to 2014-15. Instead of an amount of ₹ 71.60 lakh, an amount of ₹ 78.17 lakh was booked in the accounts.

This resulted in overstatement of interest income, current assets and profit for the year by ₹ 6.57 lakh.

Financial Position

Balance Sheet

Current Liabilities

other Current Liabilities (Note 6) ₹ 69,09,62,442

Other Statutory Liabilites (6.1) ₹ (5,73,324)

This represents the Debit Balance in current liabilities due to netting off various Debit and Credit Balances of service tax, TDS etc. which should be classified as Current Assets. This resulted in understatement of Current Assets of Current Assets and Current Liabilities by ₹ 5.73 lakh.

For and on behalf of

The Comptroller and Auditor General of India

Sd/-

Place : Mumbai

(P. MADHAVI)

DATE : 25.09.2017

ACCOUNTANT GENERAL (AUDIT)-III

REPLY TO COMMENTS OF THE CONTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) OF THE COMPANIES ACT 2013 ON THE STANDALONE FINANCIAL STATEMENT OF MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LTD , MUMBAI FOR THE YEAR ENDED 31ST MARCH 2015.

COMMENTS	REPLY
<p>1) PROFITABILITY Statement of Profit & Loss Other Income (Note 18) Rs.16,77,94,434 Interest received Rs. 9,05,90,865</p> <p>This includes Rs.6.57 lakh being the interest on five fixed deposits booked in excess during the year due to incorrect apportionment of the interest pertaining to 2014-15. Instead of an amount of Rs.71.60 lakh, an amount of Rs. 78.17 lakh was booked in the accounts. This resulted in overstatement of interest income, current asset and profit for the year by Rs.6.57 lakh.</p>	<p>The interest accrued work out for FY 2013-14 is taken short amounts at the time of booking. Due to this reason interest booked on higher side in FY 2014-15. Point noted and in future proper care will be taken.</p>
<p>2) FINANCIAL POSITION Balance Sheet</p> <p>Current Liabilities Other Current Liabilities (Note 6) Rs.69,09,62,442 Other Statutory Liabilities (6.1) Rs. (5,73,324)</p> <p>This represents the Debit Balance in Current Liabilities due to netting off various Debit and Credit Balances of Service Tax, TDS etc. which should have been classified as Current Assets. This resulted un understanding of Current Assets and Current Liabilities by Rs.5.73 lakh.</p>	<p>Point noted further, to have better presentation in balance sheet, we have shown Debit balances also (other Statutory liability Rs.5.703 lacs) also.</p>

MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION
CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2015

Particulars	Note No	(Amount in Rs.)
		As At 31.03.2015
I. EQUITY AND LIABILITIES		
(1) Shareholders' Funds		
(a) Share Capital	2	14,50,09,900
(b) Reserves and Surplus	3	46,14,72,037
(2) Minority Interest	4	38,000
(3) Non-Current Liabilities		
(a) Long-term borrowings	5	2,41,75,038
(4) Current Liabilities		
(a) Trade payables	6	64,38,06,926
(b) Other current liabilities	7	72,13,34,523
(c) Short-term provisions	8	19,86,09,424
Total		2,19,44,45,849
II. Assets		
(1) Non-current assets		
(a) Fixed assets	9	
(i) Tangible assets		13,39,78,297
(ii) Capital work-in-progress		42,23,210
(b) Non-current investments	10	1,69,950
(c) Other non-current assets	11	3,44,14,561
(d) Deferred tax Assets (Net)	12	1,17,44,430
(2) Current assets		
(a) Inventories	13	90,51,381
(b) Trade receivables	14	62,24,02,934
(c) Cash and Bank Balances	15	95,84,76,157
(d) Short-term loans and advances	16	21,56,08,802
(e) Other Current Assets	17	20,43,76,128
Total		2,19,44,45,849
Summary of significant accounting policies	1	

The notes are an integral part of this financial statements.

As per our attached report of even date

For Om Prakash S. Chaplot & Co.

Chartered Accountants

Firm Reg. No. : 000127C

For and on behalf of the Board

Chief Financial Officer Managing Director

Partner

(M.No.415552)

Place : MUMBAI

Date : 30-06-2017

Sd/-

Company Secretary

Sd/-

Director

MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION
CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2015

Particulars	Total	Note No	(Amount in Rs.)
			FY 2014-15
I. Revenue from operations		18	80,12,17,092
			80,12,17,092
II. Other Income		19	16,93,67,345
III.Total Revenue (I +II)			97,05,84,437
IV. Expenses:			
Cost of materials consumed		20	75,59,22,317
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		21	(3,50,312)
Employee benefit expense		22	7,47,84,906
Bank Charges		23	1,04,195
Depreciation and amortization expense		9	17,31,670
Other expenses		24	7,72,65,207
Debit balances written off		25	11,19,873
Provision for Bad & Doubtful Debts		26	1,11,77,258
Impairment loss on Fixed Assets		9	38,73,684
Provision for Krupanidhi Mumbai Port Trust Liability		27	1,83,03,001
Total Expenses			94,39,31,799
V. Profit before exceptional and extraordinary items and tax (III - IV)			2,66,52,638
VI. Exceptional Items			
(a) Prior Period Items (Net)		28	(25,92,153)
(b) Other Exceptional Item			Nil
VII. Profit before tax (V - VI)			2,92,44,792
VIII. Tax expense:			
(a) Current tax			1,93,17,184
(b) Deferred tax		12	Nil
IX. Profit for the period (VII - VIII)			99,27,608
X. Earning per equity share (face value Rs.10/-each):			
(1) Basic (Rs.)			6.85
(2) Diluted (Rs.)			6.85
Summary of significant accounting policies		1	

The notes are an integral part of this financial statements.

As per our attached report of even date

For Om Prakash S. Chaplot & Co.
Chartered Accountants
Firm Reg. No. : 000127C

Partner
(M.No.415552)
 Place : Mumbai
 Date : 30-06-2017

For and on behalf of the Board

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Sd/-
Managing Director

Sd/-
Director

MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015

	F.Y 2014-15
1. CASH FLOW FROM OPERATING ACTIVITIES	
Profit before exceptional and extraordinary items and tax	2,66,52,638
Adjustment For -	
Depreciation	17,34,669
Grant In Aid taken to P& L Account	(42,338)
Transfer to Marketing Risk reserve	40,087
Transfer to Contingency Charges Reserve	6,59,522
Transfer from Marketing Risk Reserve	(11,12,652)
Interest & Dividend Income	(9,07,50,865)
Provision for Doubtful Debts	1,11,77,258
Provision for Krupanidhi MBPT Liabilities	1,83,03,001
Grant in Aid Paithani compound wall	-
Impairment loss on Fixed Assets	38,73,684
Less/Add -Profit On Sale Of Assets / Dividend Dist Tax	-
Operating Profit Before Working Capital Changes	(2,94,64,996)
(Increase) / Decrease In Sundry Debtors	27,24,83,191
(Increase) / Decrease In Inventories	(2,45,722)
(Increase) / Decrease In Deposits / Loans-Advances	8,31,27,094
Increase / (Decrease) In Sundry Creditors	(29,04,71,127)
Increase / (Decrease) In Other Liabilities	(4,96,09,790)
Increase / (Decrease) In Retirement benefit Provisions	44,07,767
Increase / (Decrease) In Dtl	-
Cash Flow From Operations	(97,73,583)
Income Tax Paid	(15,89,66,023)
Cash Flow Before Extra Ordinary Items	(16,87,39,606)
Extra Ordinary Items	25,92,153
Net Cash Flow From Operating Activities	(16,61,47,453)
2 CASH FLOW FROM INVESTING ACTIVITIES	
(Increase) / Decrease In Fixed Assets	(1,33,45,184)
Interest & Dividend Received	9,07,50,865
Net Cash Flow From Investing Activities	7,74,05,681
3 CASH FLOW FROM FINANCING ACTIVITIES	Nil
Net Increase In Cash Or Cash Equivalent	(8,87,41,772)
Cash Or Cash Equivalent At The Beginning Of Period	1,04,72,17,924
Cash Or Cash Equivalent At The End Of Period	95,84,76,157
Note :	
Cash in Hand	2,08,531
Fixed Deposits	86,45,00,000
Bank Accounts	937,67,626
Margin Money	-
	9584,76,157
Significant accounting policies - Note 1	

See accompanying notes forming part of financial statements

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 on 'Cash Flow Statements' as prescribed by Companies (Accounting Standard) Rules.

For Om Prakash S. Chaplot & Co.

Chartered Accountants
Firm Reg. No. : 000127C
Partner
(M.No.415552)

Place: Mumbai

Date : 30-06-2017

For and on behalf of the Board

Sd/-
Chief Financial Officer
Sd/-
Company Secretary

Sd/-
Managing Director
Sd/-
Director

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

A) BASIS OF PREPARATION

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting, unless otherwise stated, and comply with generally accepted accounting principles in India, the applicable mandatory Accounting Standards as notified by the Companies (Accounting Standard) Rules, 2014 and the relevant provision of the Companies Act, 2013 along with the rules of allocation, classification, recognition of revenue and expenditure adopted by the Corporation as are relevant and applicable.

B) BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

The Consolidated Financial Statements relate to the company and its subsidiary, Krupanidhi Ltd. and have been prepared on the following basis.

The preparation of the financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, revenues and expenses and disclosure of contingent liabilities at the date of financial statements. Actual results could differ from those estimates. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Any revisions to the accounting estimates are recognized prospectively when the results are known or materialize.

- i) In respect of Subsidiary Company, the financial statements have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses after fully eliminating intra-group balances and intra-group transactions resulting unrealized profits/losses as per Accounting Standard (AS21) "Consolidated Financial Statements". The results of subsidiary companies are included from the date of acquisition of controlling interest.
- ii) Minority interest in the net assets of consolidated subsidiaries consist of the account of equity attributable to the minority shareholder at the dates on which investments are made by the company in the subsidiary companies and further movements in their share in equity, subsequent to the dates of investments.
- iii) The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are prepared to the extent possible, in the same manner as the Company's separate financial statements.

C) FIXED ASSETS

- i) Fixed Assets are stated at cost including all incidental expenses till the date, asset is put to use.
- ii) In case of lease-hold lands, original cost revalued by the valuer is considered in the accounts.
- iii) Expenditure during Construction period is included under capital work in progress and the same is allocated to the respective fixed assets on the completion of construction.

D) DEPRECIATION/AMORTIZATION

Depreciation on fixed assets is charged on straight line method at rates prescribed under Schedule II of the Companies Act, 2013 subject to following deviations:

- i) Individual items of assets costing up to Rs. 5,000 are depreciated 100%.
- ii) Lease-hold Lands, where revalued, are amortized in the balance period of lease.

E) LEASES

Fixed Assets acquired and given on Lease are shown as part of Fixed Assets. With respect to Operating Leases, rental is expensed with reference to terms of the lease agreement. Lease rental income is accounted on accrual basis.

F) GOVERNMENT GRANTS

Government grants related to Leasehold land are treated as deferred income which are recognized in the profit and loss statement on a systematic and rational basis over the useful life of the asset, i.e., such grants are allocated to income over the periods and in the proportions in which depreciation on those assets is charged.

Govt. grants in related to other fixed assets are presented in the balance sheet by showing the grant as a deduction from the gross value of the asset concerned in arriving at their book value.

Further, Government grants which are receivable as compensation for expenses or losses incurred in a previous accounting period or for the purpose of giving immediate financial support to the enterprise with no further related costs, are recognized and disclosed in the statement of profit and loss.

G) INVESTMENTS

Investments are stated at cost.

H) INVENTORY

- i) Raw material and stock in transit are valued at cost, Stock in process is valued at cost, Finished Goods are valued at cost and Trading goods are valued at lower of cost or market value.

I) REVENUE RECOGNITION

All incomes and expenses have been accounted on accrual basis in accordance with generally accepted accounting principles in India & relevant provision of the Companies Act 2013 except following:

- i) In marketing, Govt. department purchases and corresponding rebate on purchases are accounted as purchases on receipt of invoice from sundry creditors and corresponding sales are accounted in books by raising bills.
- ii) Grants in Aid under various schemes, Dividends on investments and interest on Income Tax refunds are accounted for on receipt basis.

J) EMPLOYEES RETIREMENT BENEFITS:

- i) Provident Fund: Corporation's contribution to Recognized provident fund, pension fund paid/payable during the year is debited to Profit & Loss account.
- ii) Gratuity: Corporation has covered **gratuity liability** with LIC under Employees Group Gratuity cum Life Assurance Scheme. A liability towards the same is recognized and accounted on the basis of actuarial valuation done by LIC which are as under:

Fund Disclosure assumption	31.03.2015
Discount Rate	8%
Salary Escalation	4%
Fund Value	6,68,13,270
Valuation Method	Projected Unit Credit
Withdrawal rate	1% to 3% depending on age
Valuation	7,06,15,920
Provision made in the books	3,11,23,60
Upper Limit of Gratuity	10,00,000

- iii) Leave encashment liability occurs due to retirement, superannuation, resignation or death. Leave encashment is recognized and accounted on the basis of actuarial valuation which are as under:

Fund Disclosure assumption	31.03.2015
Discount Rate	8.04% p.a
Salary Escalation	5% p.a
Fund Value	Unfunded- Hence N.A
Valuation Method	Projected Unit Credit
Withdrawal rate	2% for all service group
Valuation	2,28,51,092
Provision made in the books	2,28,51,092
Upper Limit for earned leave	240 days

K) IMPAIRMENT OF ASSETS:

Impairment of Assets is recognized when there is an indication of impairment. On such indication the recoverable amount of the assets is estimated and if such estimation is less than its carrying amount, the carrying amount is reduced to recoverable amount.

L) TRANSACTIONS PERTAINING TO PREVIOUS YEARS:

Prior period expenses paid during the year and income received during the years which were not accounted for on accrual basis is shown as transactions pertaining to previous years.

M) TAXATION:

i) Tax expense comprises both deferred and current taxes. Deferred Income Tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

ii) Deferred Tax is based on tax rates and the tax laws effective at the Balance Sheet date. The effect of deferred tax assets and liabilities of the change in tax rates is recognized in Profit & Loss Account at the year end and corresponding effect is given to Deferred Tax Assets / Liabilities in the Balance Sheet.

iii) Deferred Tax Assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can

be realized.

N) SEGMENT REPORTING

The company has identified its reportable segment for Segment Reporting , in accordance with Accounting Standard 17 , as Marketing , Emporium & CWH Activity which are primary segment. In addition, the following policies have been followed for Segment Reporting.

- i) Segment Revenue includes sales and other income directly identifiable with /allocable to the segment with bifurcation of inter segment revenue.
- ii) Expenses that are directly identifiable with /allocable segments are considered for determining the segment results. Expenses which relate to the company as a whole and not allocable to segments are included under “Unallocable Expenditure”.
- iii) Income which relates to the company as whole and not allocable to segments is included in “ Unallocable Segment”
- iv) Segment assets & liabilities include those directly identifiable with the respective segments, Unallocable Corporate assets and liabilities represents the assets and liabilities that relate to the company as a whole and not allocable to any segment.

O) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

A provision is recognized when the corporation has a present obligation as a result of past event where it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A disclosure of contingent liability is made when there is:

- i. A possible obligation arising from a past event, the existence of which will be confirmed by occurrence or non occurrence of one or more uncertain future events not within the control of the Bank; or
- ii. A present obligation arising from a past event which is not recognized as it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

When there is a possible or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually.

2. SHARE CAPITAL

Particulars	(Amount in Rs.)	
	As at 31.03.2015	As at 31.03.2014
Equity Share Capital		
(a) Authorised : 20,00,000 Equity Shares of Rs.100/- each (Previous Year 20,00,000 shares of Rs.100/- each)	2000,00,000	2000,00,000
	2000,00,000	2000,00,000
(b) Issued : 14,50,099 Equity Shares of Rs.100/- each (Previous Year 1450099 shares of Rs.100/- each)	14,50,09,900	14,50,09,900
(c) Subscribed & Fully Paid-up : 14,50,099 Equity Shares of Rs.100/- each (Previous Year 1450099 shares of Rs.100/- each)	1450,09,900	1450,09,900
Total	14,50,09,900	14,50,09,900

Reconciliation of the number of equity shares :

Particulars	2014-15		2013-14	
	Number	(Amount in Rs.)	Number	(Amount in Rs.)
Shares outstanding at the beginning of the period	14,50,099	14,50,09,900	14,50,099	14,50,09,900
Shares outstanding at the end of the period	14,50,099	14,50,09,900	14,50,099	14,50,09,900

Rights, preferences and restrictions attached to shares

The company has one class of equity shares having a par value of Rs.100/- each. Each shareholder is eligible for one vote per one share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

List of shareholders holding more than 5% of total number of shares issued by the Company.

Sr. No.	Name of Share holder	As at 31 March, 2015		As at 31 March, 2014	
		No. of shares	% of shares	No. of shares	% of shares
		held	held	held	held
1	Shri V.B. Latke, Dy.Secretary, Industries and Representative of the Governor of Maharashtra.	14,40,093	99.31	-	-
2	Shri P. B. Dandekar, Dy.Secretary, Industries and Representative of the Governor of Maharashtra.	-	-	14,40,093	99.31
	TOTAL	14,40,093	99.31	14,40,093	99.31

3. CONSOLIDATED RESERVES AND SURPLUS

		As at 31-03-2015
a.	CAPITAL RESERVES :	44,785
b.	EXPORT INCENTIVE RESERVE	
	Opening Balance	3,75,000
	Add : Transferred from Profit & Loss A/c	Nil
	Closing Balance	3,75,000
c.	GRANT IN AID	
	Opening Balance	9,80,805
	Transferred to Profit & Loss A/c (3.1)	(42,338)
	Closing Balance	9,38,467
d.	GRANT RECD FOR PAITHANI	
	Opening Balance	65,19,550
	Less: Utilised in Construction of Fixed Assets	Nil
	Closing Balance (3.2)	65,19,550
e.	MARKETING RISK & DEVELOPMENT RES.	
	Opening Balance	50,75,639
	Transferred from Profit & Loss A/c (3.3)	40,087
	Less: Adjusted for Payment to Mktg Debtors (3.4)	(11,12,652)
	Closing Balance	40,03,074
f.	REVALUATION RESERVE	
	Opening Balance	5,65,02,529
	Transferred to Profit & Loss A/c	(11,35,466)
	Closing Balance(3.5)	5,53,67,063
g.	CONTINGENCY RESERVES	
	Opening Balance	-
	Transferred from Profit & Loss A/c	6,59,522
	Closing Balance(3.6)	6,59,522
h.	SURPLUS IN THE STATEMENT OF PROFIT AND LOSS	
	Opening Balance	38,36,36,969
	Add : Net Profit for the current year	99,27,608
	Closing Balance	39,35,64,577
Total :		46,14,72,037

3.1 Corporation has purchased leasehold rights of premises "World Trade Centre" for 60 years for Rs. 25,40,250. The same is being written off over a period of 60 years (Rs. 42,338 every year). Against this, Grant has been received for Rs. 25,40,250. The same is shown under "Reserves and Surplus – Grant in Aid" & Rs. 42,338 is being transferred to the statement of Profit & Loss every year.

3.2 Corporation had received grant of Rs.1,26,94,000 in the earlier years for construction of Paithani Development Center. The Corporation had purchased looms amounting to Rs.49,95,000 by utilising this grant and deducted the said amount of Rs.49,95,000 from the grant received. The Corporation had also received subsidy of Rs.21,00,000 in FY 2010-11 for purchase of 100 looms. Since this subsidy pertains to utilisation of Rs.49,95,000 (deducted from Govt. grants in the year 2009-10) towards purchase of looms, the said subsidy of Rs.21,00,000 was added to Govt.Grants. The Corporation had also added Rs.5,00,000 to Govt. Grants towards unutilized grants given to Paithan Division for training of labourers on Paithani Sarees. During FY 2013-14 corporation has utilised Rs.37,79,450 on account of construction of compound wall in paithani Development Centre. The balance of Rs.65,19,950 is shown under the head Gov. Grants.

3.3 "The Corporation is crediting 0.1% of rebate earned on marketing business to Marketing Risk Reserve as per the Board resolution passed earlier."

3.4 As per the resolution passed in 340th Board Meeting , Xyloid has agreed to accept the payment of 974674/- & Interest on the said amount. Principal & TDS amount adjusted through Marketing Risk Reserve

3.5 The Corporation has amortised Rs.11,35,460 from Revaluation Reserve and corresponding amount has been credited to leasehold land to reduce the value thereon.

3.6 Rs. 6,59,522 has been transferred to contingency reserve from certain Marketing Transactions as per terms of tender.

4. MINORITY INTEREST

	As AT 31.03.2015
MINORITY INTEREST	38,000
TOTAL :	38,000

4.1 Minority Interest represents the share of Non-MSSIDC shareholders in Krupanidhi Ltd. Total Share Capital of Krupanidhi Pvt Ltd is Rs.100,000, MSSIDC holds 62% shares in Krupanidhi Pvt Ltd.

5. CONSOLIDATED LONG TERM BORROWINGS

	(Amount in Rs.)
	As at 31.03.2015
Unsecured :	
a IND. & LAB. DEPT, MAH.GOV. EDU.UNEMPL. H.P. A/C	13,18,000
INTEREST PAYABLE ON MAHA. GOVT LOAN (5.1)	27,74,408
b IND. & LAB.- GOVT. OF MAHA.- SEED CAPITAL	64,03,332
INTEREST PAYABLE- EPP GOVT OF MAHA.(5.1)	90,49,299
c DEPOSIT RECEIVED FROM UNITHOLDERS (5.2)	46,30,000
	2,41,75,038
Total :	2,41,75,038

"5.1 Interest amount is more than the principal amount in respect of above loans. Hence, no provision for interest payable from the year 2007-08 is made in the accounts. Management is of the opinion that the scheme amounts reflected in books of accounts are very old one and not reconciled since long back and are not payable to the Govt. Govt. has not also claimed these amounts from MSSIDC. Hence, Corporation has not provided interest since 2007-08."

5.2. Deposit received from Unitholders includes Rs.2915763/-shown as receivable from MSSIDC Ltd in the standalone statements of Krupanidhi Ltd. In the absence of sufficient information the inter company amount cannot be eliminated.

6. CONSOLIDATED TRADE PAYABLES

	(Amount in Rs.)
	As at 31.03.2015
- Micro, Small and Medium Enterprise (6.1)	-
- Others (6.2)	64,38,06,926
Total :	64,38,06,926

6.1 Amount overdue as on 31st March, 2015 to Micro, Small and Medium Enterprises on account of principal amount with interest in aggregate is Rs. Nil (Previous year Rs. Nil). No interest during the year has been paid to Micro, Small and Medium Enterprises on delayed payments.

6.2 This amount is subject to scrutiny, reconciliation and consequential adjustment

7. CONSOLIDATED OTHER CURRENT LIABILITIES

	(Amount in Rs.)
	As at 31.03.2015
Other payables :	
(a) Other Statutory Liabilities(7.1)	(5,55,660)
(b) Raw material Dues & Refund Payable	1,47,08,431
(c) Marketing Advance Received	2,41,615
(d) Retention Money	5,79,627
(e) Security Deposits / Earnest Money Deposits(7.2)	16,98,39,029
(f) Miscellaneous Liabilities(7.3)	7,69,51,580
(g) Contributions Received(7.4)	19,099
(h) Employee Benefits(7.5)	9,52,811
(i) Dues to outside Parties(7.6)	39,96,45,413
(j) Sundry creditors for expenses	5,91,39,649
Less: Intercompany Transaction	(1,87,071)
Total :	72,13,34,523

7.1 Includes Net Service Tax Liability of Rs.26,41,400, Liability on TDS deducted on Contractors Rs.2,34,148, Net CST debit balance of Rs.16,51,839, Net MST & VAT Debit balance of Rs.17,12,700 & Old tax debit balances of Rs. 84,332/- which are subject to scrutiny, reconciliation and consequential adjustment.

7.2 Includes Deposit Received of Rs.16,94,90,277 which is subject to scrutiny, reconciliation and consequential adjustment.

7.3 Includes old liability of Mumbai Port Trust & CIDCO of Rs.2,72,64,845 & 2,63,25,359 respectively.

7.4 Grant received for Exhibition Handicraft & Training 2014-15 of Rs. 56,28,245 while expenditure against it amount Rs.74,37,861 as per books of accounts.

7.5 This amount is subject to scrutiny, reconciliation and consequential adjustment.

7.6 Arbitration award in case of Mohit Mineral Pvt. Ltd. has been passed on 20.04.2017 against MSSIDC directing to pay the party an amount of Rs. 1550 lakhs.

8. CONSOLIDATED SHORT TERM PROVISIONS

	(Amount in Rs.)
	As at 31.03.2015
(a) Provision for Employees' Benefits	
Provision of Gratuity(8.1)	10,14,11,667
Leave Encashment(8.2)	2,28,51,092
(b) Provision for Taxation	
Provision for taxation F.y 2009-10	(89,48,255)
Provision for taxation F.y 2010-11	2,02,11,253
Provision for taxation F.y 2011-12	-
Provision for taxation F.y 2012-13	2,31,73,403
Provision for taxation F.y 2013-14	2,05,93,080
Provision for taxation F.y 2014-15	1,93,17,184
(c) Provision for Other Liabilities	
Provision for Krupanidhi MBPT Arrears	1,83,03,001.40
Less: Intercompany Transaction	(1,83,03,001.40)
	-
Total :	19,86,09,424

8.1 The Corporation has made a provision of Rs.31,12,360 during the year towards gratuity on the basis of LIC demand (Projected unit Credit Method has been used for valuation by LIC.) The Corporation has maintained balance of Rs.16,99,26,089 towards the gratuity fund with LIC against the Provision of Rs 10,14,11,667.

8.2 The Corporation has made provision of Rs.2,28,51,092 towards leave encashment on the basis actuarial valuation.

9 Fixed Assets

	Opening WDV as on 01.04.2014	Additions during the year	Sale/ Discarded during the year	Depreciation	Impairment	WDV as on 31.03.2015
Building on Leasehold Land	4,72,51,814	18,34,911	-	9,90,393	-	4,80,96,332
Computers	21,20,689	6,93,127	-	84,182	11,72,089	15,57,545
Equipments	26,68,235	5,00,786	-	78,079	22,40,431	8,50,511
Freehold Land	76,426	-	-	-	-	76,426
Furniture & Fixtures	12,68,680	3,08,985	-	11,789	3,28,149	12,37,727
Leasehold Land	6,76,08,921	4,88,668	-	13,18,756	-	6,67,78,830
Leasehold Rights	9,80,811	-	-	42,339	-	9,38,472
Office Premises	58,14,675	39,68,322	-	1,89,751	-	95,93,246
Paithani Dev Centre	1,61,435	-	-	2,970	-	1,58,465
Plant & Machinery	16,101	-	-	-	16,101	-
Residential Flats	23,88,021	-	-	62,755	-	23,25,266
Vehicles	12,44,337	13,27,175	-	89,121	1,16,914	23,65,477
Total Tangible Assets	13,16,00,145	91,21,974	-	28,70,135	38,73,684	1339,78,297
Add: Work in Progress		42,23,210	-	-	-	42,23,210
	13,16,00,145	1,33,45,184	-	28,70,135	38,73,684	13,82,01,507
Less: InterCompany Transactions	-	-	-	(2,999)	-	
Net	13,16,00,145	1,33,45,184	-	28,67,136	38,73,684	13,82,01,506

Notes :

- During the year company has appointed a CA Firm for Physical verification of the Assets and Preparation of Fixed Assets Register, Since from last several years corporation did not maintain Fixed Assets register as per the prescribed norms. After verification of Physical Fixed Assets & Preparation of Fixed Assets register, an impairment loss has been booked of Rs. 38,73,684. Same has been approved by Board in its Board Meeting 345/dtd 07.02.2017
- Amortisation has been provided in proportion to Lease Period from the year in which possession of lands is taken, although the agreements to lease stipulate that they will come into force after the execution of lease agreements.
- The Corporation has charged depreciation on the Lease Hold Rights of the premises in World Trade Centre and amortised it over its useful life of 60 years.
- During the year depreciation is provided only to the addition of fixed assets since physical verification of fixed assets is carried out & corporation is booked Impairment loss on old assets.
- Corporation has incurred Rs.42,23,210 for Purchase of Plant & Machinery & construction of Factory Shed of Kudal Coir Factory, since the commencement is started in subsequent year hence we booked this expenditure as Capital WIP.
- Depreciation for the year of Rs.2865298 includes Amortisation of revaluation reserve of Rs.1135466
- Leasehold land includes leasehold land & Building of Rs.4639000 of krupanidhi Ltd shown as Non Current Investment in the standalone statement of Krupanidhi.

10. CONSOLIDATED NON-CURRENT INVESTMENTS

	Nos.	Face Value Rs.	(Amount in Rs.)
			As at 31.03.2015
(Unquoted) :			
1. All India Fabricks Mkt.Co-op soc LTD	1	1,000	1,000
2. Mah.Ind & Tech Consultancy org LTD	1,000	100	40,000
3. Mah.State Handloom coop Fed LTD	1	250	250
4. Krupanidhi LTD	620	100	62,000
Less: Krupanidhi Inter-Company Shareholding			(62,000)
5. 6.75% UTI Bonds (Face Value of Rs.100/-)			1,28,700
TOTAL			1,69,950

11. CONSOLIDATED OTHER NON-CURRENT ASSETS

		(Amount in Rs.)
		As at 31.03.2015
Deposit Paid*	1,11,93,158	
Less: Provision for Bad & Doubtful Debts	(52,96,427)	58,96,731
Deposit - Telephone		1,49,993
Deposit - Court		2,68,09,881
EMD Paid		9,09,349
Deposit for Exhibitions		5,50,937
Deposit Others		97,670
Total :		3,44,14,561

* This Amount is subject to scrutiny, reconciliation and consequential adjustment.

12 DEFERRED TAX ASSETS (NET)

The break-up of net deferred tax assets on account of timing differences as at 31st March, 2015 is as under :

	(Amount in Rs.)	
	As at 31.03.2015	
	Assets	Liability
Opening Balance (DTA)	1,17,44,430	-
Depreciation		
P L Encashment	-	-
Disallowance u/s 40 (a)	-	-
Total :	1,17,44,430	-
Net Deferred Tax Assets*	1,17,44,430	

* During the year, Deferred Tax Assets are not recognized in the absence of reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

13. CONSOLIDATED INVENTORIES

	(Amount in Rs.)
	As at 31.03.2015
(a) Raw Materials and Components (Stock at Paithan)	4,81,367
(b) Work-in-Progress (Paithan)	8,24,743
(c) Finished Goods	
Stock At Yeola	-
Stock At Paithan	4,66,169
Stock in trade-wtc	61,84,219
Stock in trade-Tme Delhi	6,14,024
Stock in trade- Paithan Emporia	1,92,531
Window display at HO	1,23,537
Stock in trade-Nagpur	1,64,791
Total :	90,51,381

14. CONSOLIDATED TRADE RECEIVABLES

	(Amount in Rs.)
	As at 31.03.2015
Outstanding for a period exceeding six months from the due date :	
Secured	Nil
Unsecured - Considered Good (14.1)	5173,06,865
Less: Provision for Krupanidhi MBPT Liability	(183,03,001)
Less: Provision for Bad & Doubtful Debts	(264,85,000)
Less : Intercompany Transactions	(1,87,071)
	4723,31,793
Outstanding for a period not exceeding six months from the due date :	
Secured	Nil
Unsecured - Considered Good	15,00,71,141
Total* :	62,24,02,934

14.1 (a) Includes Rs. 35,87,65,001/- (Rs.38,52,50,001/- less earlier provision Rs.2,64,85,000 under sundry debtors) which is outstanding for over three years & the above three years ageing is done using Tally Data. The Management is of opinion that since Doubtful debts pertaining to marketing activity are backed by creditors and the amounts involved in legal cases are subject to decision thereof, the provision regarding doubtful debts is not considered. The corporation will reconcile all the debtors after completion of pending backlog.

Debtors & Creditor records are very old one and large no of parties involved (no fo units 422 & No of consinee 4707) with voluminous trasaction. Considering this issue, Management had directed all Divisionals & HO to carry out Debtors & Creditors scruity.Accordingly Divisions & HO have scrutinized Marketing Debtors & Creditors accounts and passed scrutiny JV on account of identified wrong posting, short dedution, penalties,etc. The scruity JV reduced i) Sundry Debtors debit balance (outstanding for over 3 years) to Rs 35.88 crores & ii) Sundry Cerditors debit balance to Rs 5.24 crores.

(b) Sundry Debtors include Rs. 8,73.05 Lakhs due from M/S. Metal Tube Rolling Mills (MTRM). The matter is under arbitration. Advocate of the Corporation has finally completed argument before the Arbitrator in April 2011. The arbitrator has passed the award on 30.06.2011 in favour of the Corporation directing the other party to deposit Rs. 19.00 Crores plus interest. The MRTM has challenged the said award by way of Arbitration Petition before Hon. Bombay High Court. The corporation filed execution application in March 2017as per award passed by the Hon.High Court and appeal filed by MTRM is pending before Hon.High Court.

(c) Corporation has filed civil suit against the Industries of Mehta Group of Industries. in the

district court at Nagpur for recovery of Rs.563.59 lakhs. The cases are pending for hearing at Court. For all relevant cases and their application hearing has been done from Corporation's side. The matter is in process. The party has not deposited Rs. 50.00 lakhs as per the order of high court. Corporation has also filled Criminal Complain u/s 138 against M/s.Holum & Steel (One of the company of Mehta Group) for recovery of Outstanding of Rs.50 Lacs.

- (d) M/s. Khutale Steel Rolling Mills Pvt. Ltd., Satara, debtor who unauthorisedly removed raw material supplied under Warehousing Credit Scheme, has an outstanding of Rs. 47.52 Lakhs. The judgment delivered in favour of MSSIDC in civil suit filed by MSSIDC in Satara Court against M/s Khutale for recovery and the original decree execution papers were submitted to Hon'ble High Court, Mumbai (as the immovable property of Director is situated at Mumbai). The Decree execution application came up before Hon. Bombay High Court hearing on 21.03.2012. The matter was dismissed in default for want of prosecution due to absence of advocate. The Corporation has filed a notice of motion to restore the matter .

*** This Amount is subject to scrutiny, reconciliation and consequential adjustment.**

15. CONSOLIDATED CASH AND BANK BALANCES

	(Amount in Rs.)
	As at 31.03.2015
Cash & Cash Equivalents	
Balances with Bank	9,37,67,626
Cash on hand	2,08,531
Deposit with Bank (FDRs)	86,45,00,000
Total :	95,84,76,157

16. CONSOLIDATED SHORT TERM LOANS AND ADVANCES

	(Amount in Rs.)
	As at 31.03.2015
Insecured - Considered Good	
Advance to Suppliers	
Loans to Employees	5,50,201
Prepaid Expenses	2,63,441
Preoperative Expenses	4,01,579
Advance payment of income Tax (15.1)	4,85,62,551
Tax Deducted at Source (15.1)	4,61,59,395
Security Deposits	61,37,890
Other Loans and Advances (15.2)	11,35,33,744
Total :	21,56,08,802

16.1 This amount is subject to scrutiny, reconciliation and consequential adjustment.

16.2 Includes :

Includes Debit balances in sundry Creditors of Rs 5,23,96,051 which are pending for adjustment for more than 3 years

Includes Advance of Rs. 29.42 lakhs which was paid on 24.11.2003 to M/s. Inter National Steel Industries (ISI), Mumbai, towards raw material transaction. Since the amount was outstanding and FIR was lodged with Economic Offence Wing (EOW) on 22.12.2004, the matter is under investigation. Further, the Corporation has also filed 2 criminal complaints against ISI and the same are pending before Metropolitan Magistrate Court (Esplanade), Mumbai. We have submitted fresh addresses of accused to the Hon'ble Court. Hon'ble Court issued non-bailable warrant on fresh addresses. Accused addresses is not traceable.

17. OTHER CURRENT ASSETS

		(Amount in Rs.)
		As at 31.03.2015
TDS UNDER W.C.T.		33,65,868
I.tax on salary 87-88 onwards		12,551
Godown & office rent recoverable(16.1)	3,57,67,053	
Less: Provision for Bad & Doubtful Debts	(48,24,614)	3,09,42,439
Advance against seed capital	34,08,936	
Less: Provision for Bad & Doubtful Debts	(34,08,936)	Nil
Indian oil corporation ltd.	7,95,822	
Less: Provision for Bad & Doubtful Debts	(7,95,822)	Nil
I.P.C.L	10,22,167	
Less: Provision for Bad & Doubtful Debts	(8,92,987)	1,29,180
I.P.C.L credit sale to mkt. units at adj. a/c	1,90,539	
Less: Provision for Bad & Doubtful Debts	(1,90,539)	Nil
Kerala state ind. products trading corp. ltd.	2,13,868	
Leather industry delp. corp. of mah. ltd.	(2,13,868)	Nil
Less: Provision for Bad & Doubtful Debts		
National craft complex, New Delhi	1,39,763	
Less: Provision for Bad & Doubtful Debts	(1,39,763)	Nil
International Craft selling Exhibition at Milan	7,94,107	
Less: Provision for Bad & Doubtful Debts	(7,94,107)	Nil
Adv. Against BG to Marketing Units	17,13,189	
Less: Provision for Bad & Doubtful Debts	(17,13,189)	
Mktg.Bill Adv.Against Accepted DC	49,25,000	
Less: Provision for Bad & Doubtful Debts	(49,25,000)	Nil
Gratuity fund		16,99,26,089
Total :		2043,76,128

17.1 a) The Corporation is to receive Rs.35,44,919 towards rent receivable from Hindustan Zinc Ltd. The case went to Arbitration and Arbitration Award was passed in the favour of the Corporation asking Hindustan Zinc Ltd. to pay Rs.27,40,046.00 to the Corporation against which Hindustan Zinc Ltd. has moved the High Court against the Arbitration Award. The case no.CMM/ 3/14 is pending before Udaipur court . The corporation has filed written statement on dtd 19.11.2014.

Hindustaan Zinc has shown willingness to settle the matter.

b) The MSSIDC had given their godowns on rental basis to Thakkar Warehousing Agency (TWA). The party has sublet the said godowns to 5 parties. There was a dispute between the Corporation and TWA and the matter was handed over to the arbitration. The arbitrator has given their award in favour of the Corporation for Rs.2.59 Crores on 08.10.2010 on which TWA has filed petition in the court of Law challenging the arbitration award, which has been admitted by the court. The Corporation has filed an appeal before divisional bench to challenge the order of the single bench of admission of the petition of TWA. The appeal of the Corporation is admitted and pending for final hearing. Corporation has rented Kalamboli Godown to Central Warehousing Corporation from Sept 2004 on leave & license basis. Corporation has not received rent since March 2011. However we have accounted accrued income upto FY 2012-13 of Rs. 45,39,070 in books of accounts . Now in FY 2014-15, we have made provision for the same.

The Corporation has allotted 2863 sq.ft space at Krupanidhi Building Ground floor, Mumbai to MIDC for running IPFC (Invenstor Promotion & Facilliation Cell) wef 27.08.2013 @ 130 per sq.ft. The rental income booked in FY 2014-15 Rs.29,38,200 however same has been recovered in FY 2016-17.

Corporation has appointed Warehousing Agent in Year 2009 for Kolhapur Godown M/S Lollygrow Markserve Pvt Ltd and M/S Gangavihar Buildcon Pvt Ltd for Ahmednagar Godown. The Corporation has given repair work to M/s Design & Décor in April 2011 and the work is not executed. The corporation has taken possession of both Godown on March 2012, we have raised License fees of Rs.43.83 lacs (June2011 to March2012) & Rs.36.23 lacs (July 2010 to May 2011) for Ahmedagar & Kolhapur Godown respectively. Further corporation has encashed Bank Guarantee of Rs.12.26 lacs. Corporation has issued demand notice for above recovery from units.

18. REVENUE FROM OPERATIONS

		(Amount in Rs.)	
		FY 2014-15	
		Rs.	Rs.
(i)	SALE OF PRODUCTS		
	MANUFACTURING OPERATIONS :-		
1	Marketing Sales	72,84,34,719	
2	Sales paithani saree	38,03,827	
3	Sales through stock transfer	12,20,560	
		7334,59,105	
	Less: Sales Return	(3,97,188)	
	Less: Sales through Stock transfer	(12,20,560)	73,18,41,358
(ii)	Total (i)		73,18,41,358
	OTHER OPERATING REVENUE		
1	Sales handicraft	2,76,46,217	
2	Other Receipts	4,17,29,517	
	Total (ii)		6,93,75,734
	Total		80,12,17,092

19. OTHER INCOME

	(Amount in Rs.)
	FY 2014-15 Rs.
a) Interest Received	9,05,90,865
b) Dividend From Non-Current Investments	1,60,000
c) Rent received	7,18,41,795
d) Excess Provision written Back	32,739
e) Miscellaneous Income	49,81,892
f) Settlement on Assesment (CST 1996-97 Gain)	1,87,144
Less : Inter Company Income	15,72,911
Total :	16,93,67,345

20. COST OF MATERIALS CONSUMED

	(Amount in Rs.)
	FY 2014-15 Rs.
1. Purchase	75,71,42,877
Less: Purchase through Stock Transfer	(12,20,560)
Total :	75,59,22,317

21. CHANGE IN INVENTORIES OF FINISHED GOODS AND PROCESS STOCK

	(Amount in Rs.)
	FY 2014-15 Rs.
Closing Stock : Finished Goods	77,45,271
Less :- Opening Stock : Finished Goods	73,94,960
(Increase) / Decrease :	(3,50,312)

22. EMPLOYEE BENEFITS EXPENSE

	(Amount in Rs.)
	FY 2014-15 Rs.
a) Salaries and Wages	5,90,08,198
b) Contribution to	
(i) Provident fund	62,35,359
(ii) P L Encashment	52,62,783
(ii) Gratuity Fund	31,12,360
	1,46,10,502
c) Staff Welfare Expenses	14,46,421
Less : Inter Company Expenses	(2,80,215)
Total :	7,47,84,906

23. BANK CHARGES

	(Amount in Rs.)
	FY 2014-15 Rs.
(a) Bank Charges	1,04,824
Less : Intercompany Transactions	(629)
Total :	1,04,195

24. OTHER EXPENSES

	(Amount in Rs.)
	FY 2014-15 Rs.
Power	17,63,154
Fuel and Water Charges	8,35,259
Repairs on Building	68,43,042
Other Repairs	2,65,054
Expenses on Godown	24,69,345
Job Work / Processing Charges	10,27,718
Insurance	2,03,298
Godown Rent	54,69,652
Office Rent	19,61,884
Rates and Taxes	17,08,734
MVIRDC Outgoing Charges	79,42,838
Printing and Stationery	17,51,791
Postage and Telephone	13,23,677
Vehicle Running and Maintenance including Hire Charges	24,88,346
Directors' Fees	6,500
Auditors' Remuneration and Expenses	5,59,872
Membership and Subscription Fees	51,541
Travelling and Conveyance	26,71,546
Legal and Professional Charges	54,51,154
General Expenses	1,21,88,844
Interest on Late payment of CST & TDS	1,29,630
Marketing Expenses	6,78,806
Corporate Social Responsibility	5,50,000
Interest to Others	20,07,735
Marketing risk & development reserve	40,087
Dues Paid on assesment	1,91,58,187
Total	7,95,47,693
Less : Intercompany Transactions	(22,82,487)
	772,65,207

25. DEBIT BALANCE WRITTEN OFF

	(Amount in Rs.)
	FY 2014-15
Small Debit Balances W/off	11,19, 873
Total	11,19, 873

26. PROVISION FOR BAD & DOUBTFUL DEBTS

	(Amount in Rs.)
	FY 2014-15
PROVISIONS FOR BAD & DOUBTFUL DEBTS	1,11,77,258
Total	1,11,77,258

27. PROVISION FOR KRUPANIDHI MBPT ARREARS

	(Amount in Rs.)
	FY 2014-15
PROVISION FOR KRUPANIDHI MBPT ARREARS	1,83,03,001
Total	1,83,03,001

27.1 "Krupanidhi Ltd is subsidiary of MSSIDC Ltd. HO building premises is taken on lease from BPT.

Case history

Mumbai port Trust has filed suit against the Ktupandhi Ltd in the year 1985, on the allegation that this company had committed breach of terms and conditions of the indenture of lease by assigning a major portion of the demised premises to Maharashtra Small Scale Industries Development Corporation Ltd., without the consent of Mumbai port Trust. The suit was decided by his Honour Learned Judge Shri M B Mali on 31st August, 2001 and the same was decreed in favour of Mumbai port Trust and the Company were ordered to handover vacant possession of the suit premises within a period of three months from the date decree and it was directed that mesne profit should be ascertained. The Company being aggrieved by the said Judgement and decree dated 31.08.2001 perferred an appeal no. 704 of 2001 in small causes Court, Mumbai through Advocate Shri. Amin Nathani.

Meantime Krupanidhi Ltd. has received a statement of Accounts from Mumbai Port Trust though their Advocate, in the Court during the hearing on 13.03.2008, showing the arrears of Rent etc., amounting to Rs. 2.96 crores payable to Mumbai Port Trust for the period from 01.01.1971 to 31.03.08. The Krupanidhi Ltd have forwarded the said statement to all our unit holders/ members requesting them to make the payment of arrears as per their share.

BPT has raised demand of arrears to Krupanidhi Ltd of Rs. 29520970.00 /- in 2007-08. This subject matter is in court and Krupanidhi Ltd. is perusing matter to respective authority. Krupanidhi Ltd. Has issued arrears of demand to respective shareholders and we are the major shareholder in Krupanidhi Ltd. and at present 62% shareholding with MSSIDC.

As per the accounting standard (AS) 21 we have to consolidate the balance sheet of MSSIDC. Ltd and Krupanidhi Ltd. as per the company Act 2013. The Krupanidhi Ltd. raised the demand of arrears to MSSIDC, therefore we have to make provision in books of accounts FY-2014-15. The 62% share of 2,95,20,970.00/- is work out Rs. 1,83,03,001.00/- we have to book provision in books of accounts in FY-2014-15."

28. PRIOR PERIOD ADJUSTMENT (NET)

	(Amount in Rs.)
	FY 2014-15
	Rs.
INCOME :	
Miscellaneous Income	
Credit Pertaining to Previous Year	1,00,61,890
	1,00,61,890
EXPENDITURE :	
Miscellaneous Expenses	
Debit Pertaining to previous year	74,69,737
	74,69,737
Net Debit / (Credit) Total :	(25,92,153)

Note 29: CONTINGENT LIABILITIES

Sr. No.	Particulars	FY 2014-15 (Rs.)	FY 2013-14 (Rs.)
1	<p>Claims against the Corporation not acknowledged as debts</p> <p>a) Snehdeep Structural Pvt. Ltd. Appeal No.555 of 2006 Rs. 4,18,04,825 & Appeal No.260 of 2013 of Rs.2,36,63,430</p> <p>b) Mumbai Port Trust* (Rs. 16,03,51,088)</p> <p>c) Savatram Polymers, Akola (Rs.24,65,320)</p> <p>d) WIST – Wadala Godown, Mumbai (Rs.1,08,32,189)</p> <p>e) M/s Ajay Entp, Yavatmal (Rs. 6,04,736)</p> <p>f) Dist Cooperative Industrial Development Society , Nanded (Rs.4,39,502)</p> <p>g) Grips India, Parbhani (Rs.3,82,767)</p> <p>h) Maruti Wires, Parbhani (Rs.468,725)</p> <p>i) Mohit Minerals Pvt Ltd, New Delhi (Rs. 3,72,00,000 appx)</p>	27,82,12,582	23,97,21,588
2	<p>Tax Liability not acknowledged as debt and Pending in Appeal with higher authority (exclusive of the effect if similar matters in respect of Assessment remaining to be completed) in respect of :</p> <p>I) Sales Tax</p> <p>II) Income Tax</p> <p>III) Value added tax</p>	<p>2,93,05,974</p> <p>5,68,37,580</p> <p>1,02,56,73,618</p>	<p>1,42,79,323</p> <p>1,07,06,402</p> <p>77,50,73,958</p>
3	Penalty u/s 271B of the Income Tax Act for non-Filing of Tax Audit Report u/s. 44 AB of the Income Tax Act for last 3 years (FY 2013-14 to 2014-15).	3,00,000	4,50,000

Mumbai Port Trust vide letter dt. 17.12.2012 raised demand towards pending regulation / rectification of breaches and liquidation of Port Trust Arrears of Rs.16,03,51,088 in respect of TW-2 Shed at Cotton Green. In this regard vide our letter dt. 27.12.2012 the Corporation has requested to provide details of outstanding / arrears amount to BPT. However, the details are yet to be received.

Note 30 : Segment Reporting: AS-17:

a) -Primary Segment

	Marketing activity	Emporium	CWH	Total
Particulars	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15
Revenue				
Total Revenues	7284,34,719	310,52,856	718,84,030	8313,71,605
Internal Revenues (sales through Stock Trf)	-	12,20,560	-12,20,560	0
Direct Attributable Income to Segment	402,87,702	8,56,089	-	411,43,791
Other Unallocable Income				73,18,176
Total revenues	7687,22,421	331,29,505	706,63,470	8798,33,572
Attributable Expenses to Segment	7284,34,720	275,50,257	184,63,912	7744,48,889
Unallocated Expenses				1694,82,910
Operating Profit	402,87,701	55,79,248	521,99,558	-640,98,227
Interest Expenses	-	-	-	
Interest Income	-	-	-	907,50,865
Other Income	-	-	-	-
Profit before Tax & Extraordinary Items				266,52,638
Income Taxes/ Deferred Taxes	-	-	-	1,93,17,184
Prior period Adjustment (Net)	-	-	-	-25,92,153
Net profit				99,27,608
Other Information				
Segment Assets	3962,29,698	96,24,625	793,24,287	4851,78,610
Unallocated Corporate Assets				170,92,67,239
Total Assets				219,44,45,849
Segment Liabilities	5751,18,478	65,11,116	188,10,881	6004,40,475
Unallocated Corporate Liabilities				159,40,05,374
Total Liabilities				219,44,45,849

Note 31: Related Party Disclosure/Transactions: AS 18:

The Corporation has considered the following as the related parties for disclosure under Accounting Standard 18 issued by ICAI.

S.No	Name of the related Party	Relationship with the MSSIDC	Nature of Transaction	Transaction Amount	Any outstanding Item/ Provision for Doubtful Debts Pertaining to RTP at the Balance Sheet Date
1	Krupanidhi Ltd	Subsidiary Company	Maintenance Charges Contribution	28,79,532	184,90,072
2	Shri Shivaji Daund	Managing Director	Remuneration	2071337	
3	Shri Shivaji Daund	Managing Director	Reimbursement of Other Expenses	116974	
4	Shri A. Rankhamb	Jt.MD	Remuneration	704254	
5	Shri A. Rankhamb	Jt.MD	Reimbursement of Other Expenses	36480	
6	Shri Mohd. Tariq Farookie	Chairman	Remuneration	49000	
7	Shri V.V.Khandale	CFO as KMP	Remuneration	261081	
8	Shri R.D.Madke	CFO as KMP	Remuneration	877186	
9	Shri V.D.Kapate	GM as KMP	Remuneration	916000	
	Total			79,11,844	184,90,072

Note 32: Consolidated Financial Statements: AS 21

Consolidated Financial Statements have been prepared as per the Accounting Standard 21 issued by ICAI.

Additional Information :

1) Name of the Subsidiary Co.	Kripanidhi Pvt. Limited
2) Country Incorporation	Mumbai. India
3) Proportion of interest	62%
4) Date of Acquisition	28.02.1981

Note 33: Additional information to the statement Profit & Loss Account:

i) Earnings and Expenditure in Foreign Exchange

	(Rs. in lakhs)
Particulars	2014-15
Earnings in Foreign Exchange	NIL

Expenditure in Foreign Exchange	NIL
---------------------------------	-----

CIF value of imported and indigenous raw-materials consumed:

Particulars	2014-15	
	%	Value
Imported	---	NIL
Indigenous	100%	24.24
Total	100%	24.24

ii) Payment to Auditors:

Particulars	(Rs. in lakhs)
	2014-15
Audit Fees	2.75
Tax Audit Fees	1.25
Other Services	---

Note 34: Being the first occasion that Consolidated Financial Statements are presented, comparative figures for the previous year have not been presented.

As per our report of even date.

For and on behalf of the Board

For Om Prakash S. Chaplot & Co.
Chartered Accountants
Firm Reg. No. : 000127C

Sd/-
Chief Financial Officer

Sd/-
Managing Director

Sd/-
Partner

Sd/-
Company Secretary

Sd/-
Director

(M.No.415552)

Place : Mumbai
Date : 30-06-2017

MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION
BALANCE SHEET AS AT 31ST MARCH, 2015

				(Amount in Rs.)
Particulars		Note No	As at 31.03.2015	As at 31.03.2014
I. EQUITY AND LIABILITIES				
(1) Shareholders' Funds				
(a) Share Capital		2	14,50,09,900	14,50,09,900
(b) Reserves and Surplus		3	46,14,72,037	45,31,35,278
(2) Non-Current Liabilities				
(a) Long-term borrowings		4	1,95,45,038	1,95,45,038
(3) Current Liabilities				
(a) Trade payables		5	64,38,06,926	93,42,78,053
(b) Other current liabilities		6	69,09,62,442	74,24,81,659
(c) Short-term provisions		7	21,68,93,244	33,38,31,314
	Total		2,17,76,89,587	2,62,82,81,242
II. Assets				
(1) Non-current assets				
(a) Fixed assets		8		
(i) Tangible assets			12,93,09,399	12,69,26,412
(ii) Capital work-in-progress			42,23,210	
(b) Non-current investments		9	1,03,250	1,03,250
(c) Other non-current assets		10	3,43,16,891	2,27,37,623
(d) Deferred tax Assets (Net)		11	1,17,44,430	1,17,44,430
(2) Current assets				
(a) Inventories		12	90,51,381	88,05,659
(b) Trade receivables		13	61,11,16,713	88,55,42,503
(c) Cash and Bank Balances		14	95,78,66,020	1,04,65,81,868
(d) Short-term loans and advances		15	21,55,82,166	33,66,10,535
(e) Other Current Assets		16	20,43,76,128	18,92,28,962
	Total		2,17,76,89,587	2,62,82,81,242
Summary of significant accounting policies		1		

The notes are an integral part of this financial statements.

As per our attached report of even date

For Om Prakash S. Chaplot & Co.
Chartered Accountants
Firm Reg. No. : 000127C

For and on behalf of the Board

Sd/-
Chief Financial Officer

Sd/-
Managing Director

Sd/-
Partner
(M.No.415552)
Place : Mumbai
Date : 30-06-2017

Sd/-
Company Secretary

Sd/-
Director

MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2015

Particulars	Note No	(Amount in Rs.)	
		FY 2014-15	FY 2013-14
I. Revenue from operations	17	80,12,17,092	1,67,29,96,977
	Total	80,12,17,092	1,67,29,96,977
II. Other Income	18	16,77,94,434	15,71,64,008
III.Total Revenue (I +II)		96,90,11,526	1,83,01,60,985
IV. Expenses:			
Cost of materials consumed	19	75,59,22,317	1,58,85,75,239
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	20	(3,50,312)	15,72,308
Employee benefit expense	21	7,46,13,162	7,50,87,395
Bank Charges	22	1,03,809	1,34,206
Depreciation and amortization expense	8	17,29,832	22,88,017
Other expenses	23	7,58,66,263	5,20,57,662
Debit balances written off	24	11,19,873	47,25,605
Provision for Bad & Doubtful Debts	25	1,11,77,258	1,20,62,018
Impairment loss on Fixed Assets	8	38,73,684	
Provision for Krupanidhi MBPT Rent Arrears	26	1,83,03,001	
Total Expenses		94,23,58,888	1,73,65,02,450
V. Profit before exceptional and extraordinary items and tax (III - IV)		2,66,52,638	9,36,58,535
VI. Exceptional Items			
(a) Prior Period Items (Net)	27	(25,92,153)	(1,95,40,313)
(b) Other Exceptional Item		-	-
VII. Profit before tax (V - VI)		2,92,44,792	11,31,98,848
VIII. Tax expense:			
(a) Current tax		1,93,17,184	3,90,24,596
(b) Deferred tax	11	-	(31,07,175)
IX. Profit for the period (VII - VIII)		99,27,608	7,72,81,427
X. Earning per equity share (face value Rs.10/-each):			
(1) Basic (Rs.)		6.85	53.29
(2) Diluted (Rs.)		6.85	53.29
Summary of significant accounting policies	1		

As per our attached report of even date

For and on behalf of the Board

For Om Prakash S. Chaplot & Co.
Chartered Accountants
Firm Reg. No. : 000127C

Sd/-
Chief Finance Officer

Sd/-
Managing Director

Sd/-
Partner
(M.No.415552)
Place : Mumbai
Date : 30-06-2017

Sd/-
Company Secretary

Sd/-
Director

**MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION CASH FLOW
STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015**

		(Amount in Rs.)	
		F.Y. 2014-15	F.Y. 2013-14
1 CASH FLOW FROM OPERATING ACTIVITIES			
Profit before exceptional and extraordinary items and tax		2,66,52,638	9,36,58,535
Adjustment For -			
Depreciation		17,29,832	22,88,017
Grant In Aid taken to P& L Account		(42,338)	(42,338)
Transfer to Marketing Risk reserve		40,087	79,583
Transfer to Contingency Charges Reserve		6,59,522	-
Utilization from Marketing Risk Reserve		(11,12,652)	-
Interest & Dividend Income		(9,07,50,865)	(9,13,57,460)
Provision for Doubtful Debts		1,11,77,258	1,20,62,018
Provision for Krupanidhi Mumbai Port Trust Liability		1,83,03,001	-
Grant in Aid Paithani compound wall		-	(37,79,450)
Impairment loss on Fixed Assets		38,73,684	-
Less/Add -Profit On Sale Of Asses / Dividend Dist Tax		-	-
Operating Profit Before Working Capital Changes		(2,94,69,832)	1,29,08,906
(Increase) / Decrease In Sundry Debtors		27,44,25,790	50,73,98,855
(Increase) / Decrease In Inventories		(2,45,722)	31,38,078
(Increase) / Decrease In Deposits / Loans-Advances		8,31,24,682	(3,17,99,229)
Increase / (Decrease) In Sundry Creditors		(29,04,71,127)	(35,71,41,544)
Increase / (Decrease) In Other Liabilities		(5,15,19,217)	(32,30,05,116)
Increase / (Decrease) In Retirement benefit Provisions		44,07,767	4,39,381
Cash Flow From Operations		-	-
Income Tax Paid		(97,47,660)	(18,80,60,670)
		(15,89,66,023)	-
Cash Flow Before Extra Ordinary Items		(16,87,13,683)	(18,80,60,670)
Extra Ordinary Items		25,92,153	1,95,40,313
Net Cash Flow From Operating Activities		(16,61,21,529)	(16,85,20,357)
2 CASH FLOW FROM INVESTING ACTIVITIES			
(Increase) / Decrease In Fixed Assets		(1,33,45,184)	(12,99,998)
Interest & Dividend Received		9,07,50,865	9,13,57,460
Net Cash Flow From Investing Activities		7,74,05,681	9,00,57,462
3 CASH FLOW FROM FINANCING ACTIVITIES			
Net Increase In Cash Or Cash Equivalent		(8,87,15,848)	(7,84,62,895)
Cash Or Cash Equivalent At The Beginning Of Period		1,04,65,81,868	1,12,50,44,763
Cash Or Cash Equivalent At The End Of Period		957866020	1,04,65,81,868
Note :			
Cash in Hand		2,03,041	1,39,412
Fixed Deposits		86,45,00,000	91,06,86,000
Bank Accounts		9,31,62,979	13,57,56,456
		95,78,66,020	1,04,65,81,868
Summary of significant accounting policies			

See accompanying notes forming part of financial statements

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 on 'Cash Flow Statements' as prescribed by Companies (Accounting Standard) Rules.

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

For Om Prakash S. Chaplot & Co.

Chartered Accountants

Firm Reg. No. : 000127C

Sd/-

Partner

(M.No.415552)

Place : Mumbai

Date : 30-06-2017

For and on behalf of the Board

Sd/-

Chief Financial Officer

Sd/-

Company Secretary

Sd/-

Managing Director

Sd/-

Director

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

A) BASIS OF PREPARATION

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting, unless otherwise stated, and comply with generally accepted accounting principles in India, the applicable mandatory Accounting Standards as notified by the Companies (Accounting Standard) Rules, 2014 and the relevant provision of the Companies Act, 2013 along with the rules of allocation, classification, recognition of revenue and expenditure adopted by the Corporation as are relevant and applicable.

B) USE OF ESTIMATES

The preparation of the financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, revenues and expenses and disclosure of contingent liabilities at the date of the financial statements. Actual results could differ from those estimates. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Any revisions to the accounting estimates are recognized prospectively when the result are Known or materialized.

C) FIXED ASSETS

- i) Fixed Assets are stated at cost including all incidental expenses till the date, asset is put to use.
- ii) In case of lease-hold lands, original cost revalued by the valuer is considered in the accounts.
- iii) Expenditure during Construction period is included under capital work in progress and the same is allocated to the respective fixed assets on the completion of construction.

D) DEPRECIATION/AMORTIZATION

Depreciation on fixed assets is charged on straight line method at rates prescribed under Schedule II of the Companies Act, 2013 subject to following deviations:

- i) Individual items of assets costing up to Rs. 5,000 are depreciated 100%.
- ii) Lease-hold Lands, where revalued, are amortized in the balance period of lease.

E) LEASES

Fixed Assets acquired and given on Lease are shown as part of Fixed Assets.

With respect to Operating Leases, rental is expensed with reference to terms of the lease agreement. Lease rental income is accounted on accrual basis.

F) GOVERNMENT GRANTS

Government grants related to Leasehold land are treated as deferred income which are recognized in the profit and loss statement on a systematic and rational basis over the useful life of the asset, i.e., such grants are allocated to income over the periods and in the proportions in which depreciation on those assets is charged.

Govt. grants in related to other fixed assets are presented in the balance sheet by showing the grant as a deduction from the gross value of the asset concerned in arriving at their book value. Further, Government grants which are receivable as compensation for expenses or losses incurred in a previous accounting period or for the purpose of giving immediate financial support to the

enterprise with no further related costs, are recognized and disclosed in the statement of profit and loss.

G) INVESTMENTS

Investments are stated at cost.

H) INVENTORY

i) Raw material and stock in transit are valued at cost, Stock in process is valued at cost, Finished Goods are valued at cost and Trading goods are valued at lower of cost or market value.

I) REVENUE RECOGNITION

All incomes and expenses have been accounted on accrual basis in accordance with generally accepted accounting principles in India & relevant provision of the Companies Act 2013 except following:

- i) In marketing, Govt. department purchases and corresponding rebate on purchases are accounted as purchases on receipt of invoice from sundry creditors and corresponding sales are accounted in books by raising bills.
- ii) Grants in Aid under various schemes, Dividends on investments and interest on Income Tax refunds are accounted for on receipt basis.

J) EMPLOYEES RETIREMENT BENEFITS:

- i) Provident Fund: Corporation's contribution to Recognized provident fund, pension fund paid/payable during the year is debited to Profit & Loss account.
- ii) Gratuity: Corporation has covered **gratuity liability** with LIC under Employees Group Gratuity cum Life Assurance Scheme. A liability towards the same is recognized and accounted on the basis of actuarial valuation done by LIC which are as under:

Fund Disclosure assumption	31.03.2015
Discount Rate	8%
Salary Escalation	4%
Fund Value	6,68,13,270
Valuation Method	Projected Unit Credit
Withdrawal rate	1% to 3% depending on age
Valuation	7,06,15,920
Provision made in the books	3,11,23,60
Upper Limit of Gratuity	10,00,000

- iii) Leave encashment liability occurs due to retirement, superannuation, resignation or death. Leave encashment is recognized and accounted on the basis of actuarial valuation which are as under:

Fund Disclosure assumption	31.03.2015
Discount Rate	8.04% p.a
Salary Escalation	5% p.a
Fund Value	Unfunded- Hence N.A
Valuation Method	Projected Unit Credit

Withdrawal rate	2% for all service group
Valuation	2,28,51,092
Provision made in the books	2,28,51,092
Upper Limit for earned leave	240 days

K) IMPAIRMENT OF ASSETS:

Impairment of Assets is recognized when there is an indication of impairment. On such indication the recoverable amount of the assets is estimated and if such estimation is less than its carrying amount, the carrying amount is reduced to recoverable amount.

L) TRANSACTIONS PERTAINING TO PREVIOUS YEARS:

Prior period expenses paid during the year and income received during the years which were not accounted for on accrual basis is shown as transactions pertaining to previous years.

M) TAXATION:

- i) Tax expense comprises both deferred and current taxes. Deferred Income Tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.
- ii) Deferred Tax is based on tax rates and the tax laws effective at the Balance Sheet date. The effect of deferred tax assets and liabilities of the change in tax rates is recognized in Profit & Loss Account at the year end and corresponding effect is given to Deferred Tax Assets / Liabilities in the Balance Sheet.
- iii) Deferred Tax Assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

N) SEGMENT REPORTING

The company has identified its reportable segment for Segment Reporting , in accordance with Accounting Standard 17 , as Marketing , Emporium & CWH Activity which are primary segment. In addition, the following policies have been followed for Segment Reporting.

- i) Segment Revenue includes sales and other income directly identifiable with /allocable to the segment with bifurcation of inter segment revenue.
- ii) Expenses that are directly identifiable with /allocable segments are considered for determining the segment results. Expenses which relate to the company as a whole and not allocable to segments are included under “Unallocable Expenditure”.
- iii) Income which relates to the company as whole and not allocable to segments is included in “ Unallocable Segment”
- iv) Segment assets & liabilities include those directly identifiable with the respective segments, Unallocable Corporate assets and liabilities represents the assets and liabilities that relate to the company as a whole and not allocable to any segment.

O) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

A provision is recognized when the corporation has a present obligation as a result of past event where it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance

sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A disclosure of contingent liability is made when there is:

- i. A possible obligation arising from a past event, the existence of which will be confirmed by occurrence or non occurrence of one or more uncertain future events not within the control of the Bank; or
- ii. A present obligation arising from a past event which is not recognized as it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

When there is a possible or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually.

2. SHARE CAPITAL

(Amount in Rs.)

Particulars	As at 31.03.2015	As at 31.03.2014
Equity Share Capital		
(a) Authorised :		
20,00,000 Equity Shares of Rs.100/- each	20,00,00,000	20,00,00,000
(Previous Year 20,00,000 shares of Rs.100/- each)	20,00,00,000	20,00,00,000
(b) Issued :		
14,50,099 Equity Shares of Rs.100/- each	14,50,09,900	14,50,09,900
(Previous Year 1450099 shares of Rs.100/- each)		
(c) Subscribed & Fully Paid-up :		
14,50,099 Equity Shares of Rs.100/- each	14,50,09,900	14,50,09,900
(Previous Year 1450099 shares of Rs.100/- each)		
Total	14,50,09,900	14,50,09,900

Reconciliation of the number of equity shares :

Particulars	2014-15		2013-14	
	Number	(Amount in Rs.)	Number	(Amount in Rs.)
Shares outstanding at the beginning of the period	14,50,099	14,50,09,900	14,50,099	14,50,09,900
Shares outstanding at the end of the period	14,50,099	14,50,09,900	14,50,099	14,50,09,900

Rights, preferences and restrictions attached to shares

The company has one class of equity shares having a par value of Rs.100/- each. Each shareholder is eligible for one vote per one share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

List of shareholders holding more than 5% of total number of shares issued by the Company.

Sr. No.	Name of Share holder	As at 31 March, 2015		As at 31 March, 2014	
		No. of shares	% of shares	No. of shares	% of shares
		held	held	held	held
1	Shri V.B. Latke, Dy.Secretary, Industries and Representative of the Governor of Maharashtra.	14,40,093	99.31	-	-
2	Shri P. B. Dandekar, Dy.Secretary, Industries and Representative of the Governor of Maharashtra.	-	-	14,40,093	99.31
	TOTAL	14,40,093	99.31	14,40,093	99.31

3. RESERVES AND SURPLUS

	(Amount in Rs.)	
	As at 31-03-2015	As at 31-03-2014
a. CAPITAL RESERVES :	44,785	44,785
b. EXPORT INCENTIVE RESERVE		
Opening Balance	3,75,000	3,75,000
Add : Transferred from Profit & Loss A/c	-	0
Closing Balance	3,75,000	3,75,000
c. GRANT IN AID		
Opening Balance	9,80,805	10,23,143
Transferred to Profit & Loss A/c (3.1)	(42,338)	(42338)
Closing Balance	9,38,467	9,80,805
d. GRANT RECD FOR PAITHANI		
Opening Balance	65,19,550	1,02,99,000
Less: Utilised in Construction of Fixed Assets		(3779450)
Closing Balance(3.2)	65,19,550	65,19,550
e. MARKETING RISK & DEVELOPMENT RES.		
Opening Balance	50,75,639	49,96,056
Transferred from Profit & Loss A/c (3.3)	40,087	79,583
Less: Utilization for Payment (3.4)	(11,12,652)	
Closing Balance	40,03,074	5075639
f. REVALUATION RESERVE		
Opening Balance	5,65,02,529	5,76,37,989
Transferred to Profit & Loss A/c (3.5)	(11,35,466)	(1135459)
Closing Balance	5,53,67,063	5,65,02,530
g. CONTINGENCY RESERVES		
Opening Balance		
Transferred from Profit & Loss A/c (3.6)	6,59,522	-
Closing Balance	6,59,522	-
h. SURPLUS IN THE STATEMENT OF PROFIT AND LOSS		
Opening Balance	38,36,36,969	30,63,55,542
Add: Net Profit for the current year	99,27,608	7,72,81,427.04
Closing Balance	39,35,64,577	38,36,36,969
Total :	46,14,72,037	45,31,35,278.04

3.1 Corporation has purchased leasehold rights of premises "World Trade Centre" for 60 years for Rs. 25,40,250. The same is being written off over a period of 60 years (Rs. 42,338 every year). Against this, Grant has been received for Rs. 25,40,250. The same is shown under "Reserves and Surplus – Grant in Aid" & Rs. 42,338 is being transferred to the statement of Profit & Loss every year.

3.2 Corporation had received grant of Rs.1,26,94,000 in the earlier years for construction of Paithani Development Center. The Corporation had purchased looms amounting to Rs.49,95,000 by utilising this grant and deducted the said amount of Rs.49,95,000 from the grant received. The Corporation had also received subsidy of Rs.21,00,000 in FY 2010-11 for purchase of 100 looms. Since this subsidy pertains to utilisation of Rs.49,95,000 (deducted from Govt. grants in the year 2009-10) towards purchase of looms, the said subsidy of Rs.21,00,000 was added to Govt.Grants. The Corporation had also added Rs.5,00,000 to Govt. Grants towards unutilized grants given to Paithan Division for training of labourers on Paithani Sarees. During FY 2013-14 corporation has utilised Rs.37,79,450 on account of construction of compound wall in paithani Development Centre. The balance of Rs.65,19,950 is shown under the head Gov. Grants.

3.3 The Corporation is crediting 0.1% of rebate earned on marketing business to Marketing Risk Reserve as per the Board resolution passed earlier.

3.4 As per the resolution passed in 340th Board Meeting , Xyloid has agreed to accept the payment of 974674/- & Interest on the said amount. Principal & TDS amount adjusted through Marketing Risk Reserve

3.5 The Corporation has amortised Rs.11,35,466 from Revaluation Reserve and corresponding amount has been credited to leasehold land to reduce the value thereon.

3.6 Rs. 6,59,522 has been transferred to contingency reserve from certain Marketing Transactions as per terms of tender.

4. LONG TERM BORROWINGS

	(Amount in Rs.)	
	As at 31.03.2015	As at 31.03.2014
Unsecured :		
a IND. & LAB. DEPT, MAH.GOV. EDU. UNEMPL. H.P. A/C	13,18,000	13,18,000.00
INTEREST PAYABLE- EPP GOVT OF MAHA. (4.1)	27,74,408	90,49,298.80
b IND. & LAB.- GOVT. OF MAHA.- SEED CAPITAL	64,03,332	64,03,331.52
INTEREST PAYABLE ON MAHA. GOVT LOAN (4.1)	90,49,299	27,74,408.00
Total :	1,95,45,038	1,95,45,038

4.1 Interest amount is more than the principal amount in respect of above loans. Hence, no provision for interest payable from the year 2007-08 is made in the accounts. Management is of the opinion that the scheme amounts reflected in books of accounts are very old one and not reconciled since long back and are not payable to the Govt. Govt. has not also claimed these amounts from MSSIDC. Hence, Corporation has not provided interest since 2007-08.

5 TRADE PAYABLES

	(Amount in Rs.)	
	As at 31.03.2015	As at 31.03.2014
- Micro, Small and Medium Enterprise (5.1)	-	-
- Others (5.2)	64,38,06,926	93,42,78,053
Total :	64,38,06,926	93,42,78,053

5.1 Amount overdue as on 31st March, 2015 to Micro, Small and Medium Enterprises on account of principal amount with interest in aggregate is Rs. Nil (Previous year Rs. Nil). No interest during the year has been paid to Micro, Small and Medium Enterprises on delayed payments.

5.2 This amount is subject to scrutiny, reconciliation and consequential adjustment.

6. OTHER CURRENT LIABILITIES

	(Amount in Rs.)	
	As at 31.03.2015	As at 31.03.2014
Other payables :		
(a) Other Statutory Liabilities (6.1)	(5,73,324)	23,33,523
(b) Raw material Dues & Refund Payable	1,47,08,431	1,47,08,431
(c) Marketing Advance Received	2,41,615	2,41,615
(d) Retention Money	2,38,867	2,38,867
(e) Security Deposits / Earnest Money Deposits(6.2)	16,98,14,029	18,71,87,294
(f) Miscellaneous Liabilities(6.3)	7,67,87,092	7,56,31,718
(g) Contributions Received(6.4)	19,099	1,34,84,687
(h) Employee Benefits(6.5)	9,27,649	24,69,015
(i) Dues to outside Parties(6.6)	39,96,42,125	41,17,95,780
(j) Sundry creditors for expenses	2,91,56,859	3,43,90,729
Total :	69,09,62,442	74,24,81,659

6.1 Includes Net Service Tax Liability of Rs.26,41,400, Liability on TDS deducted on Contractors Rs.2,34,148, Net CST debit balance of Rs.16,51,839, Net MST & VAT Debit balance of Rs.17,12,700 & Old tax debit balances of Rs. 84,332/- which are subject to scrutiny, reconciliation and consequential adjustment.

6.2 Includes Deposit Received of Rs.16,94,90,277 which is subject to scrutiny, reconciliation and consequential adjustment.

6.3 Includes old liability of Mumbai Port Trust & CIDCO of Rs.2,72,64,845 & 2,63,25,359 respectively.

6.4 Grant received for Exhibition Handicraft & Training 2014-15 of Rs. 56,28,245 while expenditure against it amount Rs.74,37,861 as per books of accounts.

6.5 This amount is subject to scrutiny, reconciliation and consequential adjustment.

6.6 Arbitration award in case of Mohit Mineral Pvt. Ltd. has been passed on 20.04.2017 against MSSIDC directing to pay the party an amount of Rs. 1550 lakhs.

7. SHORT TERM PROVISIONS

	(Amount in Rs.)	
	As at 31.03.2015	As at 31.03.2014
(a) Provision for Employees' Benefits		
Salary & Reimbursements		
Provision of Gratuity(7.1)	10,13,92,485	9,82,80,125
Leave Encashment(7.2)	2,28,51,092	2,15,55,685
Vth Pay Arrears		-
b) Provision for Taxation		
Provision for taxation F.y 2009-10	(89,48,255)	1,84,82,030
Provision for taxation F.y 2010-11	2,02,11,253	3,74,13,379
Provision for taxation F.y 2011-12	-	7,43,28,672
Provision for taxation F.y 2012-13	2,31,73,403	4,47,46,827
Provision for taxation F.y 2013-14	2,05,93,080	3,90,24,596
Provision for taxation F.y 2014-15	1,93,17,184	-
(C) Provision for Other Liabilities		
Provision for Krupanidhi MBPT Arrears	1,83,03,001	-
Total	21,68,93,244	33,38,31,314

7.1 The Corporation has made a provision of Rs.31,12,360 during the year towards gratuity on the basis of LIC demand (Projected unit Credit Method has been used for valuation by LIC.) The Corporation has maintained balance of Rs.16,99,26,089 towards the gratuity fund with LIC against the Provision of Rs 10,13,92,485.

7.2 The Corporation has made provision of Rs.2,28,51,092 towards leave encashment on the basis actuarial valuation.

8. FIXED ASSETS REGISTER

Summary of Assets as on 31.03.2015

Summary of Assets as on 31.03.2015	Opening WDV as on 01.04.2014	Additions during the year	Sale/ Discarded during the year	Depreciation	Impairment	WDV as on 31.03.2015
Building on Leasehold Land	4,72,51,814	18,34,911	-	9,90,393	-	4,80,96,332
Computers	21,20,689	6,93,127	-	84,182	11,72,089	15,57,545
Equipments	26,33,631	5,00,786	-	73,266	22,40,431	8,20,720
Freehold Land	76,426	-	-	-	-	76,426
Furniture & Fixtures	12,68,549	3,08,985	-	11,765	3,28,149	12,37,620
Leasehold Land	6,29,69,921	4,88,668	-	13,18,756	-	6,21,39,830
Leasehold Rights	9,80,811	-	-	42,339	-	9,38,468
Office Premises	58,14,675	39,68,322	-	1,89,751	-	95,93,250
Paithani Dev Centre	1,61,435	-	-	2,970	-	1,58,465
Plant & Machinery	16,101	-	-	-	16,101	-
Residential Flats	23,88,021	-	-	62,755	-	23,25,266
Vehicles	12,44,337	13,27,175	-	89,121	1,16,914	23,65,477
Tangible Assets (A)	12,69,26,410	91,21,974	-	28,65,298	38,73,684	12,93,09,399
Capital Work in Progress (B)	-	42,23,210	-	-	-	42,23,210
Total Fixed Assets (A+B)	12,69,26,410	1,33,45,184	-	28,65,298	38,73,684	13,35,32,609

Notes :

- During the year company has appointed a CA Firm for Physical verification of the Assets and Preparation of Fixed Assets Register, Since from last several years corporation did not maintain Fixed Assets register as per the prescribed norms. After verification of Physical Fixed Assets & Preparation of Fixed Assets register, an impairment loss has been booked of Rs. 38,73,684. Same has been approved by Board in its Board Meeting 345/dtd 07.02.2017
- Amortisation has been provided in proportion to Lease Period from the year in which possession of lands is taken, although the agreements to lease stipulate that they will come into force after the execution of lease agreements.
- The Corporation has charged depreciation on the Lease Hold Rights of the premises in World Trade Centre and amortised it over its useful life of 60 years.
- During the year depreciation is provided only to the addition of fixed assets since physical verification of fixed assets is carried out & corporation is booked Impairment loss on old assets.
- Corporation has incurred Rs.42,23,210 for Purchase of Plant & Machinery & construction of Factory Shed of Kudal Coir Factory, since the commencement is started in subsequent year hence we booked this expenditure as Capital WIP
- Depreciation for the year of Rs.2865298 includes Amortisation of revaluation reserve of Rs.1135466

9. NON-CURRENT INVESTMENTS

				(AMOUNT IN Rs.)
	Nos.	Face Value Rs.	As at 31.03.2015	As at 31.03.2014
1 (Unquoted) :				
1 All India Fabricks Mkt.Co-op soc LTD	1	1,000	1,000	1,000
2 Mah.Ind & Tech Consultancy org LTD	1,000	100	40,000	40,000
3 Mah.State Handloom coop Fed LTD	1	250	250	250
4 Krupanidhi LTD	620	100	62,000	62,000
TOTAL			1,03,250	1,03,250

10. OTHER NON-CURRENT ASSETS

		(Amount in Rs.)	
		As at 31.03.2015	As at 31.03.2014
Deposit Paid*	1,11,93,158		
Less: Provision for Bad & Doubtful Debts	(52,96,427)	58,96,731	44,23,690
Deposit - Telephone & Electricity		1,49,993	1,34,530
Deposit - Court		2,68,09,881	1,71,59,496
EMD Paid		9,09,349	10,19,907
Deposit for Exhibitions		5,50,937	-
Total :		3,43,16,891	2,27,37,623

* This Amount is subject to scrutiny, reconciliation and consequential adjustment.

11 DEFERRED TAX ASSETS (NET)

The break-up of net deferred tax assets on account of timing differences as at 31st March, 2015 is as under :

	(Amount in Rs.)			
	As at 31.03.2015		As at 31.03.2014	
	Assets	Liability	Assets	Liability
Opening Balance (DTA) Depreciation	1,17,44,430	-	86,37,255	-
P L Encashment	-	-		12,68,177
Disallowance u/s 40 (a)	-	-	43,75,352	-
Total :	1,17,44,430	-	1,30,12,607	12,68,177
Net Deferred Tax Assets*	1,17,44,430		1,17,44,430	

* During the year, Deferred Tax Assets are not recognized in the absence of reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

12. INVENTORIES

		(Amount in Rs.)	
		As at 31.03.2015	As at 31.03.2014
(a) Raw Materials and Components (Stock at Paithan)		4,81,367	5,49,293
(b) Work-in-Progress (Paithan)		8,24,743	8,61,406
(c) Finished Goods			
Stock At Yeola		-	2,43,667
Stock At Paithan		4,66,169	2,84,893
Stock in trade-wtc		61,84,219	61,73,621
Stock in trade-Tme Delhi		6,14,024	6,03,438
Stock in trade- Paithan Emporia		1,92,531	-
Window display at HO		1,23,537	89,341
Stock in trade-Nagpur		1,64,791	-
	Total :	90,51,381	88,05,659

13 TRADE RECEIVABLES

	(Amount in Rs.)	
	As at 31.03.2015	As at 31.03.2014
Outstanding for a period exceeding six months from the due date :		
Secured	-	-
Unsecured - Considered Good (13.1)	49,16,69,813	57,78,97,554
Less: Provision for Bad & Doubtful Debts	(2,64,85,000)	(2,64,85,000)
	46,51,84,813	55,14,12,554
Outstanding for a period not exceeding six months from the due date :		
Secured	-	-
Unsecured - Considered Good	14,59,31,900	33,41,29,949
Total* :	61,11,16,713	88,55,42,503

13.1 Includes Rs. 35,87,65,001/- (Rs.38,52,50,001/- less earlier provision Rs.2,64,85,000 under sundry debtors) which is outstanding for over three years & the above three years ageing is done using Tally Data. The Management is of opinion that since Doubtful debts pertaining to marketing activity are backed by creditors and the amounts involved in legal cases are subject to decision thereof, the provision regarding doubtful debts is not considered. The corporation will reconcile all the debtors after completion of pending backlog.

Debtors & Creditor records are very old one and large no of parties involved (no. of units 422 & No of consignee 4707) with voluminous transaction. Considering this issue ,Management had directed all Divisionals & HO to carry out Debtors & Creditors scrutiny. Accordingly Divisions & HO have scrutinized Marketing Debtors & Creditors accounts and passed scrutiny JV on account of identified wrong posting, short deduction, penalties,etc. The scrutiny JV reduced i) Sundry Debtors debit balance (outstanding for over 3 years) to Rs 35.88 crores & ii) Sundry Creditors debit balance to Rs 5.24 crores.

Sundry Debtors include Rs. 8,73.05 Lakhs due from M/S. Metal Tube Rolling Mills (MTRM). The matter is under arbitration. Advocate of the Corporation has finally completed argument before the Arbitrator in April 2011. The arbitrator has passed the award on 30.06.2011 in favour of the Corporation directing the other party to deposit Rs. 19.00 Crores plus interest. The MRTM has challenged the said award by way of Arbitration Petition before Hon. Bombay High Court. The corporation filed execution application in March 2017 as per award passed by the Hon.High Court and appeal filed by MTRM is pending before Hon.High Court.

Corporation has filed civil suit against the Industries of Mehta Group of Industries. in the district court at Nagpur for recovery of Rs.563.59 lakhs. The cases are pending for hearing at Court. For all relevant cases and their application hearing has been done from Corporation's side. The matter is in process. The party has not deposited Rs. 50.00 lakhs as per the order of high court. Corporation has also filed Criminal Complaint u/s 138 against M/s.Holum & Steel (One of the company of Mehta Group) for recovery of Outstanding of Rs.50 Lacs.

M/s. Khutale Steel Rolling Mills Pvt. Ltd., Satara, debtor who unauthorisedly removed raw material supplied under Warehousing Credit Scheme, has an outstanding of Rs. 47.52 Lakhs. The judgment delivered in favour of MSSIDC in civil suit filed by MSSIDC in Satara Court against M/s Khutale for recovery and the original decree execution papers were submitted to Hon'ble High Court, Mumbai (as the immovable property of Director is situated at Mumbai). The Decree execution application came up before Hon. Bombay High Court hearing on 21.03.2012. The matter was dismissed in default for want of prosecution due to absence of advocate. The Corporation has filed a notice of motion to restore the matter .

* THIS AMOUNT IS SUBJECT TO SCRUTINY, RECONCILIATION AND CONSEQUENTIAL ADJUSTMENT.

14. CASH AND BANK BALANCES

	(Amount in Rs.)	
	As at 31.03.2015	As at 31.03.2014
Balances with Bank	9,31,62,979	13,57,56,456
Cash on hand	2,03,041	1,39,412
Deposit with Bank (FDRs)	86,45,00,000	91,06,86,000
Total :	95,78,66,020	1,04,65,81,868

15. SHORT TERM LOANS AND ADVANCES

	(Amount in Rs.)	
	As at 31.03.2015	As at 31.03.2014
Loans to Employees	5,50,201	6,95,983
Prepaid Expenses	2,59,305	1,40,055
Preoperative Expenses	4,01,579	-
Advance payment of income Tax (15.1)	4,85,62,551	3,59,66,897
Tax Deducted at Source (15.1)	4,61,59,199	13,29,70,726
Security Deposits	61,37,890	67,98,994
Other Loans and Advances (15.2)	11,35,11,440	16,00,37,880
Total :	21,55,82,166	33,66,10,535

15.1 This amount is subject to scrutiny, reconciliation and consequential adjustment.

15.2 Includes Debit balances in sundry Creditors of Rs 5,23,96,051 which are pending for adjustment for more than 3 years

Includes Advance of Rs. 29.42 lakhs which was paid on 24.11.2003 to M/s. Inter National Steel Industries (ISI), Mumbai, towards raw material transaction. Since the amount was outstanding and FIR was lodged with Economic Offence Wing (EOW) on 22.12.2004, the matter is under investigation. Further, the Corporation has also filed 2 criminal complaints against ISI and the same are pending before Metropolitan Magistrate Court (Esplanade), Mumbai. We have submitted fresh addresses of accused to the Hon'ble Court. Hon'ble Court issued non-bailable warrant on fresh addresses.

16. OTHER CURRENT ASSETS

		(Amount in Rs.)	
		As at 31.03.2015	As at 31.03.2014
TDS UNDER W.C.T.		33,65,868	19,33,641
I.tax on salary 87-88 onwards		12,551	12,551
Tds ded by consignee under wtc 2002-03		-	9,45,190
Tds consignee 2003-04		-	8,01,991
Tds consignee 2013-14		-	27,691
Godown & office rent recoverable(16.1)	3,57,67,053		
Less: Provision for Bad & Doubtful Debts	(48,24,614)	3,09,42,439	2,61,94,084
Advance against seed capital	34,08,936	-	-
Less: Provision for Bad & Doubtful Debts	(34,08,936)	-	-
Indian oil corporation ltd.	7,95,822		
Less: Provision for Bad & Doubtful Debts	(7,95,822)		
I.P.C.L	10,22,167		
Less: Provision for Bad & Doubtful Debts	(8,92,987)	1,29,180	1,29,180
I.P.C.L credit sale to mkt. units at adj. a/c	1,90,539		
Less: Provision for Bad & Doubtful Debts	(1,90,539)	-	-
Kerala state ind. products trading corp. ltd.	2,13,868		
Leather industry delp. corp. of mah. ltd.	(2,13,868)	-	-
Less: Provision for Bad & Doubtful Debts			
National craft complex, New Delhi	1,39,763	-	-
Less: Provision for Bad & Doubtful Debts	(1,39,763)		
International Craft selling Exhibition at Milan	7,94,107	-	-
Less: Provision for Bad & Doubtful Debts	(7,94,107)		
Adv. Against BG to Marketing Units	17,13,189	-	-
Less: Provision for Bad & Doubtful Debts	(17,13,189)		
Mktg.Bill Adv.Against Accepted DC	49,25,000	-	-
Less: Provision for Bad & Doubtful Debts	(49,25,000)		
Gratuity fund		16,99,26,089	15,91,50,380
IITF security deposit		-	34,254
Total :		204376127.7	189228962

16.1 The Corporation is to receive Rs.35,44,918 towards rent receivable from Hindustan Zinc Ltd. The case went to Arbitration and Arbitration Award was passed in the favour of the Corporation asking Hindustan Zinc Ltd. to pay Rs.27,40,046.00 to the Corporation against which Hindustan Zinc Ltd. has moved the High Court against the Arbitration Award. The case no.CMM/ 3/14 is pending before Udaipur court . The corporation has filed written statement on dtd 19.11.2014. Hindustan Zinc has shown willingness to settle the matter.

The MSSIDC had given their godowns on rental basis to Thakker Warehousing Agency (TWA). The party has sublet the said godowns to 5 parties. There was a dispute between the Corporation and TWA and the matter was handed over to the arbitration. The arbitrator has given their award in favour of the Corporation for Rs.2.59 Crores on 08.10.2010 on which TWA has filed petition in the court of Law challenging the arbitration award, which has been admitted by the court. The Corporation has filed an appeal before divisional bench to challenge the order of the single bench of admission of the petition of TWA. The appeal of the Corporation is admitted and pending for final hearing.

Corporation has rented Kalamboli Godown to Central Warehousing Corporation from Sept 2004 on leave & license basis. Corporation has not received rent since March 2011. However we have accounted accrued income upto FY 2012-13 of Rs. 45,39,070 in books of accounts . Now in FY 2014-15, we have made provision for the same.

The Corporation has allotted 2863 sq.ft space at Krupanidhi Building First floor, Mumbai to MIDC for running IPFC (Invenstor Promotion & Facilliation Cell) wef 27.08.2013 @ 130 per sq.ft. The rental income booked in FY 2014-15 Rs.29,38,200 however same has been recovered in FY 2016-17.

Corporation has appointed Warehousing Agent in Year 2009 for Kolhapur Godown M/S Lollygrow Markserve Pvt Ltd and M/S Gangavihar Buildcon Pvt Ltd for Ahmednagar Godown. The Corporation has given repair work to M/s Design & Décor in April 2011 and the work is not executed. The corporation has taken possession of both Godown on March 2012, we have raised License fees of Rs.43.83 lacs (June2011 to March2012) & Rs.36.23 lacs (July 2010 to May 2011) for Ahmedagar & Kolhapur Godown respectively. Further corporation has encashed Bank Guarantee of Rs.12.26 lacs. Corporation has issued demand notice for above recovery from units.

17 REVENUE FROM OPERATIONS

				(Amount in Rs.)	
		FY 2014-15		FY 2013-14	
		Rs.	Rs.	Rs.	Rs.
(i)	SALE OF PRODUCTS				
	MANUFACTURING OPERATIONS :-				
1	Marketing Sales	72,84,34,719		15523,49,494	
2	Sales paithani saree	38,03,827		16,05,323	
3	Sales of silk at yeola depot	-		19,59,633	
4	Sales through stock transfer	12,20,560		19,06,054	
5	Sales coal	-		13,17,487	
6	Sales Kosa Sarees	-		6,000	
7	Sales Others	-		4,07,880	
		73,34,59,105		15595,51,871	
	Less: Sales Return	(3,97,188)		-	
	Less: Sales through Stock transfer	(12,20,560)	73,18,41,358	(19,06,054)	15576,45,817
	Total (i)		73,18,41,358		15576,45,817
(ii)	OTHER OPERATING REVENUE				
1	Sales handicraft	2,76,46,217		325,00,080	
2	Other Receipts	4,17,29,517		828,51,080	
	Total (ii)		6,93,75,734		1153,51,160
	Total		80,12,17,092		16729,96,977

18 . OTHER INCOME

	(Amount in Rs.)	
	FY 2014-15 Rs.	FY 2013-14 Rs.
a) Interest Received	9,05,90,865	913,07,460
b) Dividend From Non-Current Investments	1,60,000	50,000
c) Rent received	7,18,41,795	615,81,153
d) Excess Provision written Back	32,739	4,79,141
e) Miscellaneous Income	49,81,892	37,46,254
f) Settlement on Assesment (CST 1996-97 Gain)	1,87,144	-
Total :	16,77,94,434	1571,64,008

19. COST OF MATERIALS CONSUMED

	(Amount in Rs.)	
	FY 2014-15	FY 2013-14
	Rs.	Rs.
Purchase	75,71,42,877	15904,81,293
Less: Purchase through Stock Transfer	(12,20,560)	(19,06,054)
Total :	75,59,22,317	15885,75,239

20. CHANGE IN INVENTORIES OF FINISHED GOODS AND PROCESS STOCK

	(Amount in Rs.)	
	FY 2014-15	FY 2013-14
	Rs.	Rs.
Closing Stock :		
Finished Goods	77,45,271	73,94,960
Less :- Opening Stock :		
Finished Goods	73,94,960	89,67,268
(Increase) / Decrease :	(3,50,312)	15,72,308

21. EMPLOYEE BENEFITS EXPENSE

	(Amount in Rs.)	
	FY 2014-15	FY 2013-14
	Rs.	Rs.
a) Salaries and Wages	5,85,83,539	600,80,739
b) Contribution to		
(i) Provident fund	62,35,359	74,87,158
(ii) P L Encashment	52,62,783	18,60,276
(ii) Gratuity Fund	31,12,360	36,99,734
	1,46,10,502	130,47,168
c) Staff Welfare Expenses	14,19,121	19,59,488
Total :	7,46,13,162	750,87,395

22. BANK CHARGES

	(Amount in Rs.)
	FY 2014-15
	Rs.
Bank Charges	1,03,809
Total :	1,03,809

23. OTHER EXPENSES

	(Amount in Rs.)	
	FY 2014-15	FY 2013-14
	Rs.	Rs.
Power	16,34,489	14,88,705
Fuel and Water Charges	3,50,183	2,75,710
Repairs on Building	40,13,181	8,40,569
Other Repairs	2,38,624	-
Expenses on Godown	24,69,345	10,23,162
Job Work / Processing Charges	10,27,718	9,69,539
Insurance	2,03,298	2,23,504
Godown Rent	54,69,652	50,43,750
Office Rent	19,52,446	15,73,164
Rates and Taxes	15,91,656	15,81,920
MVIRDC Outgoing Charges	79,42,838	79,67,015
Printing and Stationery	17,50,359	12,31,358
Postage and Telephone	13,23,677	13,64,690
Vehicle Running and Maintenance including Hire Charges	24,88,346	16,55,841
Directors' Fees	6,500	13,000
Auditors' Remuneration and Expenses	5,49,760	4,49,365
Membership and Subscription Fees	51,541	41,230
Travelling and Conveyance	26,70,326	14,99,300
Legal and Professional Charges	53,95,719	67,88,311
General Expenses	1,21,72,161	103,24,920
Interest on Late payment of CST & TDS	1,29,630	-
Marketing Expenses	6,78,806	21,73,402
Corporate Social Responsibility	5,50,000	-
Interest to Others	20,07,735	-
Marketing risk & development reserve	40,087	79,583
Dues Paid on assesment	1,91,58,187	24,68,818
Penalty & Late fees	-	29,80,806
Total	7,58,66,263	520,57,662

24. DEBIT BALANCE WRITTEN OFF

		(Amount in Rs.)
	FY 2014-15	FY 2013-14
Godown Rent Receivable from IOCL	-	44,79,030
Suspense Account	-	85,723
Small Debit Balances W/off	11,19,873	1,60,852
Total	11,19,873	47,25,605

25. PROVISION FOR BAD & DOUBTFUL DEBTS

		(Amount in Rs.)
	FY 2014-15	FY 2013-14
PROVISIONS FOR BAD & DOUBTFUL DEBTS	1,11,77,258	120,62,018
Total	1,11,77,258	120,62,018

26. PROVISION FOR KRUPANIDHI MBPT ARREARS

	(Amount in Rs.)
	FY 2014-15
PROVISION FOR KRUPANIDHI MBPT ARREARS	1,83,03,001
Total	1,83,03,001

26.1 Krupanidhi Ltd is subsidiary of MSSIDC Ltd. HO building premises is taken on lease from BPT.

Case history

Mumbai port Trust has filed suit against the Ktupandhi Ltd in the year 1985, on the allegation that this company had committed breach of terms and conditions of the indenture of lease by assigning a major portion of the demised premises to Maharashtra Small Scale Industries Development Corporation Ltd., without the consent of Mumbai port Trust. The suit was decided by his Honour Learned Judge Shri M B Mali on 31st August, 2001 and the same was decreed in favour of Mumbai port Trust and the Company were ordered to handover vacant possession of the suit premises within a period of three months from the date decree and it was directed that mesne profit should be ascertained. The Company being aggrieved by the said Judgement and decree dated 31.08.2001 preferred an appeal no. 704 of 2001 in small causes Court, Mumbai through Advocate Shri. Amin Nathani.

Meantime Krupanidhi Ltd. has received a statement of Accounts from Mumbai Port Trust through their Advocate, in the Court during the hearing on 13.03.2008, showing the arrears of Rent etc., amounting to Rs. 2.96 crores payable to Mumbai Port Trust for the period from 01.01.1971 to 31.03.08. The Krupanidhi Ltd have forwarded the said statement to all our unit holders/ members requesting them to make the payment of arrears as per their share.

BPT has raised demand of arrears to Krupanidhi Ltd of Rs. 29520970.00 /- in 2007-08. This subject matter is in court and Krupanidhi Ltd. is perusing matter to respective authority. Krupanidhi Ltd. Has issued arrears of demand to respective shareholders and we are the major shareholder in Krupanidhi Ltd. and at present 62% shareholding with MSSIDC.

As per the accounting standard (AS) 21 we have to consolidate the balance sheet of MSSIDC. Ltd and Krupanidhi Ltd. as per the company Act 2013. The Krupanidhi Ltd. raised the demand of arrears to MSSIDC, therefore we have to make provision in books of accounts FY-2014-15. The 62% share of 2,95,20,970.00/- is work out Rs. 1,83,03,001.00/- we have to book provision in books of accounts in FY-2014-15.

27. PRIOR PERIOD ADJUSTMENT (NET)

	(Amount in Rs.)	
	FY 2014-15	FY 2014-15
	Rs.	Rs.
INCOME :		
Sales	26,44,055	310,83,298
Interest	73,577	13,54,801
Rent Income	1,17,978	4,68,885
Registration income	-	4,500
Miscellaneous Income	72,26,280	57,46,611
	1,00,61,890	386,58,095
EXPENDITURE :		
Purchases	21,27,471	153,20,372
Service Charges	13,58,699	7,61,232
Office & Administrative Expenses	18,22,411	-
Legal fees	-	1,23,840
Marketing Expenses	-	10,99,670
Rates & Taxes	-	9,75,099
Employee Benefit Expenses	-	3,46,012
Miscellaneous Expenses	18,77,198	33,501
Rent & Interest Expenses	2,83,957	4,58,057
	74,69,737	191,17,783
	(25,92,153)	(195,40,312)

Note 28: CONTINGENT LIABILITIES

Sr. No.	Particulars	FY 2014-15 (Rs.)	FY 2013-14 (Rs.)
1	<p>Claims against the Corporation not acknowledged as debts</p> <p>a) Snehdeep Structural Pvt. Ltd. Appeal No.555 of 2006 Rs. 4,18,04,825 & Appeal No.260 of 2013 of Rs.2,36,63,430</p> <p>b) Mumbai Port Trust* (Rs. 16,03,51,088)</p> <p>c) Savatram Polymers, Akola (Rs.24,65,320)</p> <p>d) WIST – Wadala Godown, Mumbai (Rs.1,08,32,189)</p> <p>e) M/s Ajay Entp, Yavatmal (Rs. 6,04,736)</p> <p>f) Dist Cooperative Industrial Development Society , Nanded (Rs.4,39,502)</p> <p>g) Grips India, Parbhani (Rs.3,82,767)</p> <p>h) Maruti Wires, Parbhani (Rs.468,725)</p> <p>i) Mohit Minerals Pvt Ltd, New Delhi (Rs. 3,72,00,000 appx)</p>	27,82,12,582	23,97,21,588
2	<p>Tax Liability not acknowledged as debt and Pending in Appeal with higher authority (exclusive of the effect if similar matters in respect of Assessment remaining to be completed) in respect of :</p> <p>I) Sales Tax</p> <p>II) Income Tax</p> <p>III) Value added tax</p>	<p>2,93,05,974</p> <p>5,68,37,580</p> <p>1,02,56,73,618</p>	<p>1,42,79,323</p> <p>1,07,06,402</p> <p>77,50,73,958</p>
3	Penalty u/s 271B of the Income Tax Act for non-Filing of Tax Audit Report u/s. 44 AB of the Income Tax Act for last 3 years (FY 2013-14 to 2014-15).	3,00,000	4,50,000

Mumbai Port Trust vide letter dt. 17.12.2012 raised demand towards pending regulation / rectification of breaches and liquidation of Port Trust Arrears of Rs.16,03,51,088 in respect of TW-2 Shed at Cotton Green. In this regard vide our letter dt. 27.12.2012 the Corporation has requested to provide details of outstanding / arrears amount to BPT. However, the details are yet to be received.

Note 29: Segment Reporting: AS-17:**a) Primary Segment**

	Marketing activity	Emporium	CWH	Total
Particulars	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15
Revenue				
Total Revenues	7284,34,719	310,52,856	718,84,030	8313,71,605
Internal Revenues (sales through Stock Trf)	-	12,20,560	-12,20,560	0
Direct Attributable Income to Segment	402,87,702	8,56,089	-	411,43,791
Other Unallocable Income				57,45,265
Total revenues	7687,22,421	331,29,505	706,63,470	8782,60,661
Attributable Expenses to Segment	7284,34,720	275,50,257	184,63,912	7744,48,889
Unallocated Expenses				1679,09,999
Operating Profit	402,87,701	55,79,248	521,99,558	-640,98,227
Interest Expenses	-	-	-	
Interest Income	-	-	-	907,50,865
Other Income	-	-	-	-
Profit before Tax & Extraordinary Items				266,52,638
Income Taxes/ Deferred Taxes	-	-	-	19317184
Prior period Adjustment (Net)	-	-	-	-25,92,153
Net profit				99,27,608
Other Information				
Segment Assets	3962,29,698	96,24,625	793,24,287	4851,78,610
Unallocated Corporate Assets				16925,10,977
Total Assets				21776,89,587
Segment Liabilities	5751,18,478	65,11,116	188,10,881	6004,40,475
Unallocated Corporate Liabilities				15772,49,112
Total Liabilities				21776,89,587

Note 30: Related Party Disclosure/Transactions: AS 18:

The Corporation has considered the following as the related parties for disclosure under Accounting Standard 18 issued by ICAI.

S.No	Name of the related Party	Relationship with the MSSIDC	Nature of Transaction	Transaction Amount	Any outstanding Item/ Provision for Doubtful Debts Pertaining to RTP at the Balance Sheet Date
1	Krupanidhi Ltd	Subsidiary Company	Maintenance Charges Contribution	28,79,532	184,90,072
2	Shri Shivaji Daund	Managing Director	Remuneration	2071337	
3	Shri Shivaji Daund	Managing Director	Reimbursement of Other Expenses	116974	
4	Shri A. Rankhamb	Jt.MD	Remuneration	704254	
5	Shri A. Rankhamb	Jt.MD	Reimbursement of Other Expenses	36480	
6	Shri Mohd. Tariq Farookie	Chairman	Remuneration	49000	
7	Shri V.V.Khandale	CFO as KMP	Remuneration	261081	
8	Shri R.D.Madke	CFO as KMP	Remuneration	877186	
9	Shri V.D.Kapate	GM as KMP	Remuneration	916000	
	Total			79,11,844	184,90,072

Note 31: Consolidated Financial Statements: AS 21

Consolidated Financial Statements have been prepared as per the Accounting Standard 21 issued by ICAI.

Note 32: Additional information to the statement Profit & Loss Account:

i) Earnings and Expenditure in Foreign Exchange

	(Rs. in lakhs)	
Particulars	2014-15	2013-14
Earnings in Foreign Exchange	NIL	NIL
Expenditure in Foreign Exchange	NIL	NIL

CIF value of imported and indigenous raw-materials consumed:

	Rs. in lakhs)			
Particulars	2014-15		2013-14	
	%	Value	%	Value
Imported	---	NIL	---	NIL
Indigenous	100%	24.24	100%	24.24
Total	100%	24.24	100%	24.24

ii) Payment to Auditors:

	(Rs. in lakhs)	
Particulars	2014-15	2013-14
Audit Fees	2.75	2.75
Tax Audit Fees	1.25	1.25
Other Services	---	---

Note 33: The previous year's figures have been regrouped/ reclassified wherever necessary to correspond with current year's classification/ disclosure. All figures have been rounded off to the nearest rupee.

As per our report of even date.

For and on behalf of the Board

For Om Prakash S. Chaplot & Co.
Chartered Accountants
Firm Reg. No. : 000127C

Sd/-
Chief Financial Officer

Sd/-
Managing Director

Sd/-
Partner

Sd.-
Company Secretary

Sd.-
Director

(M.No.415552)

Place : Mumbai
Date : 30-06-2017



MSSIDC

MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED

EMPORIUM

MARHATI EMPORIUM

30, World Trade Centre,
Cuffe Parade, Colaba,
Mumbai - 400 005.

MARHATI EMPORIUM

Vikas Bhawan, Adalat Road,
Opp. LIC, Dr. Rajendra
Prasad Road,
Aurangabad - 431 001.

MARHATI MAHARASHTRA EMPORIUM

8/A, State Emporia Bldg., Baba
Khadaksingh Marg, New Delhi - 110 001.
Fax : (011) - 23363888

MARATHI PAITHANI CENTRE

Udyan Road, Opp. Govt. Hospital, Paithan,
Aurangabad - 431 107.
Phone : 02431 - 223093

WAREHOUSES

WADALA

Plot no. 53, BPT link road,
Wadala (E),
Mumbai - 400 031.

SEWREE

Excise Warehouse,
BPT Link Road, Near
Colgate, Sewree (E) -
Mumbai - 400 015.

COTTON GREEN

TAF Shed, TW-2, Cotton
Green, Mumbai - 400 033.

KALAMBOLI

Opp. Libra Weigh, Bridge,
New Mumbai,
Kalamboli - 410 208

KOLHAPUR

MIDC Industrial Area, Pune
Bangalore Highway, Opp.
Shivphata, Shirol, Kolhapur.

AHMEDNAGAR

Plot No. A-2/3, Near Common
Facility Centre, MIDC Station
Road, Ahmednagar - 414 001.

PUNE

Plot No. 51 & 52, D-1 Block
Pimpri Chinchwad Indl. Estate,
Chinchwad, Pune - 411 019.

THANE

Plot No. D-10, Road No. 33,
Plot No. A-301, Road No. 32,
Wagle Industrial Estate,
Thane - 400 604.

REGISTERED OFFICE

Krupanidhi, 9, Walchand Hirachan Marg, Ballard Estate, Mumbai - 400 001.
Phone : (022) 22611121-22-23 <https://www.mssidc.maharashtra.gov.in>

DIVISIONAL / BRANCH OFFICES

● **AURANGABAD MSSIDC LTD.**
Vikas Bhavan, 3rd Floor,
Dr. Rajendra Prasad Raod,
Aurangabad - 431 001.
Phone : 0240-2331138 / 2344048
Fax : 0240 - 2331035

● **AMRAVATI MSSIDC LTD.**
Old Biyani Chowk Camp Area,
Amravati - 444 602
Phone : 0721 - 2662374 / 2665698
Fax : 0721 - 2665698

● **LATUR MSSIDC LTD.**
Chilkote Bldg., Tilak Nagar,
Latur - 413 512
Phone : 02382 - 245133
Fax : 02382 - 245133

● **NASHIK MSSIDC LTD.**
A-9, Near Industries Estate,
Trimbak Road, Satpur,
Nashik - 422 007.
Phone : 0253 - 2350151 / 2353085
Fax : 0253 - 2350012

● **NAGPUR MSSIDC LTD.**
11, Farmland Layout, Near Shakti
Offset, Wardha Road,
Nagpur - 440012.
Phone : 07121 - 222484 / 2423544
/ 45
Fax : 0712 - 2423825

● **NANDED MSSIDC LTD.**
B- 2, Nanded Co.op. Indl. Estate,
College Road, Nanded - 431 602.
Phone : 02462 - 242060
Fax : 02462 - 234969

● **PUNE MSSIDC LTD.**
Kamla Chambers, 4th Floor, 687,
Budhwar Peth, Near Prabhat Talkies,
Bajirao Raod, Pune - 411 022.
Phone : 020 24430482
Fax : 020 - 24486860

● **THANE MSSIDC LTD.**
Plot No. D10, Road No. 33, Indira
Nagar, Wagle Estate,
Thane - 400 604.
Phone : 2582 6978 / 2582 9917
Fax : 2582 6978

**BRANCH OFFICE -
AT DIST. PLACES**
Jalna, Beed

Akola, Yeotmal, Buldhana

Osmanabad

Dhule, Jalgaon,
Ahmednagar, Nandurbar

Wardha, Bhandara,
Chandrapur, Gadchiroli

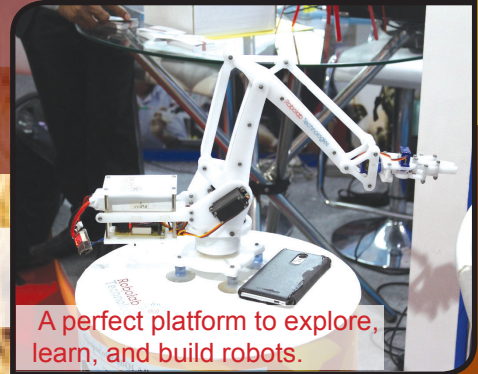
Parbhani

Solapur, Satara,
Kolhapur, Sangli

Ratnagiri, Sidhudurg,
Raigad, Kudal



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