



Rehabilitation Plantations Limited

A Joint Venture of Government of India and Government of Kerala

An ISO 9001 & 14001 Certified Company



47th
Annual Report
2022-2023

**REHABILITATION
PLANTATIONS
LIMITED
PUNALUR**



47th

Annual Report

2022-2023

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Rehabilitation Plantations Limited, Punalur

BOARD OF DIRECTORS

Shri. Saurabh Jain, IAS,
(Chairman)
Secretary to Government,
Labour & Skills Department
Thiruvananthapuram, Kerala – 695 001.

Dr. R. Adalarasan, IFS,
Managing Director

DIRECTORS

Shri. K. Beji George, IRTS
Chairman and Managing Director,
HLL Lifecare Limited, Poojappura,
Thiruvananthapuram

Shri. Sanjayan Kumar, IFS
Chief Conservator of Forests (IT),
Forest Headquarters,
Vazhuthacaud, Thiruvananthapuram

Ms. Satinder Kaur,
Deputy Secretary (RHS),
Ministry of Home Affairs (FFR Division)
2nd Floor, NDCC-II Building,
Jai Singh Road, New Delhi

Ms. Preetha B.,
Additional Secretary to Government,
Labour and Skills Department,
Govt. Secretariat, Thiruvananthapuram

Dr. Jessy M.D.,
Director (Research (I/c))
Rubber Research Institute of India,
Rubber Board P.O., Kottayam - 686 009

Shri. V. Sivaprasad,
Under Secretary,
Finance Department,
Govt. Secretariat, Thiruvananthapuram

*DEPARTMENTAL HEADS*

1. Ms. Merena Varghese Company Secretary
2. Shri. Vinod M. Finance Manager
3. Shri. R. Jayaprakash Manager (Kulathupuzha Estate)
4. Smt. Sujatha P. S. Manager (Technical)
5. Shri. Sudhir Ravunni Manager (Ayiranallur Estate)
6. Shri. Priyesh Rajan Manager In-Charge (Factory)
7. Shri. Deepak S. Construction Engineer (Gr. I)
8. Shri. Shan Aliyar Deputy Manager (Commercial)
9. Dr. Ayana Ravi Deputy Manager (Purchase)

Auditors

M/s K. Maqbool Shah & Co.
Chartered Accountants
Shah's Encalve
Main Road, Punalur - 691 305

Bankers

Canara Bank
State Bank of India
The Federal Bank Ltd.
Sub –Treasury, Punalur

Registered Office

Rehabilitation Plantations Ltd.
Punalur, Kollam (Dist) - 691 305
Kerala, India
CIN – U01119KL1976SGC002799

☎ 91-475-2222971, 2222972, 2222973, 2222402, 22224874

Email: mdrplpunalur@gmail.com

Website: www.rplkerala.com

**REHABILITATION PLANTATIONS LIMITED**

(A JOINT VENTURE OF GOVT. OF INDIA & GOVT. OF KERALA)
REGD. OFFICE: PUNALUR-691 305, KOLLAM DIST, KERALA, INDIA
CIN – U01119KL1976SGC002799
GST No. 32AAACT8105A1Z2

NOTICE TO MEMBERS

Notice is hereby given that the 47th Annual General Meeting of Rehabilitation Plantations Limited will be held on Thursday, 21st September 2023 at 11 a.m. at the Registered Office of the Company at Building No. XXIX -246, Punalur - 691 305, Kollam District, Kerala to transact the following business at short notice:-

ORDINARY BUSINESS:-

1. To receive, consider, approve and adopt the audited financial statements of the Company for the financial year ended March 31, 2023, together with the Report of the Board of Directors, the Auditor's Report thereon and the Comments by the Accountant General (Audit), Kerala.
2. To fix the remuneration or to decide the manner of fixing the remuneration of the Statutory Auditors for the financial year 2023-24 to be appointed by the Comptroller and Auditor General of India.

By order of the Board of Directors,

For REHABILITATION PLANTATIONS LIMITED

Sd/-

Merena Varghese
Company Secretary
ACS No. 17375

08/09/2023
Punalur

NOTE:

1. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.**
2. The instrument of proxy should be deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.

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CIN – U01119KL1976SGC002799
GST No. 32AAACT8105A1Z2

NOTICE TO MEMBERS

Notice is hereby given that the 47th Annual General Meeting of Rehabilitation Plantations Limited is adjourned to Thursday, 28th September 2023 at 11 a.m. at the Registered Office of the Company at Building No. XXIX -246, Punalur - 691 305, Kollam District, Kerala to transact the following business at short notice:-

ORDINARY BUSINESS:-

1. To receive, consider, approve and adopt the audited financial statements of the Company for the financial year ended March 31, 2023, together with the Report of the Board of Directors, the Auditor's Report thereon and the Comments by the Accountant General (Audit), Kerala.
2. To fix the remuneration or to decide the manner of fixing the remuneration of the Statutory Auditors for the financial year 2023-24 to be appointed by the Comptroller and Auditor General of India.

By order of the Board of Directors,

For REHABILITATION PLANTATIONS LIMITED

Sd/-

Merena Varghese
Company Secretary
ACS No. 17375

22/09/2023
Punalur

NOTE:

1. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.**
2. The instrument of proxy should be deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.

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REGD. OFFICE: PUNALUR-691 305, KOLLAM DIST, KERALA, INDIA
CIN – U01119KL1976SGC002799
GST No. 32AAACT8105A1Z2

NOTICE TO MEMBERS

Notice is hereby given that the 47th Adjourned Annual General Meeting of Rehabilitation Plantations Limited will be held on Tuesday, 28th November 2023 at 12.00 noon at the Registered Office of the Company at Building No. XXIX -246, Punalur - 691 305, Kollam District, Kerala either in-person or through Video Conference (VC) / Other Audio Video Means (OAVM), to transact the following business at short notice:-

ORDINARY BUSINESS:-

1. To receive, consider, approve and adopt the audited financial statements of the Company for the financial year ended March 31, 2023, together with the Report of the Board of Directors, the Auditor's Report thereon and the Comments by the Accountant General (Audit), Kerala.
2. To note the appointment and to fix the remuneration or to decide the manner of fixing the remuneration of the Statutory Auditors for the financial year 2023-24 appointed by the Comptroller and Auditor General of India.

By order of the Board of Directors,

For REHABILITATION PLANTATIONS LIMITED

Sd/-

Merena Varghese
Company Secretary
ACS No. 17375

Date: 17/11/2023

Registered Office:

Registered Office,
Punalur-691 305, Kollam Dist, Kerala, India
CIN – U01119KL1976SGC002799
Tel: 0475-222971, 222972, 222973
Website: www.rplkerala.com
Email id: mdrplpunalur@gmail.com

NOTE:

1. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.**
2. The instrument of proxy should be deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.
3. The members have the option to participate in the meeting either in person or through Video Conferencing (VC)/ Other Audio-Visual Means (OAVM).
4. The Ministry of Corporate Affairs ("MCA") has vide its General Circular Nos. 14/2020 dated April 8, 2020 and 17/2020 dated April 13, 2020, in relation to "Clarification on passing of ordinary and



special resolutions by companies under the Companies Act, 2013 and the rules made thereunder on account of the threat posed by Covid-19”, General Circular Nos. 20/2020 dated May 5, 2020, 10/2022 dated December 28, 2022 in relation to “Clarification on holding of annual general meeting (AGM) through Video Conferencing (VC) or Other Audio Visual Means (OAVM)”, (collectively referred to as “MCA Circulars”) permitted the holding of the Annual General Meeting (“AGM”) through VC/OAVM. The Ministry of Corporate Affairs has vide its General Circular no. 09/2023 dated 25/09/2023 permitted the holding of the AGM which are due in the year 2023 or 2024 through VC/OAVM, without the physical presence of the Members at a common venue till 30th September, 2024. In compliance with the provisions of the Companies Act, 2013 (“the Act”), and MCA Circulars, the AGM of the Company is being held in a hybrid mode either in-person or through VC / OAVM. The registered office of the Company shall be deemed to be the venue for the AGM.

5. In compliance with applicable provisions of the Act read with the MCA Circulars, the AGM of the Company is being conducted through VC/OAVM. Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India (“ICSI”) read with Clarification/ Guidance on applicability of Secretarial Standards - 1 and 2 dated 15th April, 2020 issued by the ICSI, the proceedings of the AGM shall be deemed to be conducted at the registered office of company which shall be the deemed venue of the AGM.
6. The Member’s log-in to the Video Conferencing platform shall be considered for record of attendance at the AGM and such Member attending the Meeting will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
7. In compliance with the aforesaid MCA Circulars, Notice of the AGM is being sent only through electronic mode. Members may note that the Notice will also be available on the Company’s website at www.rplkerala.com.
8. AGM through VC/OAVM: Members will be provided with a facility to attend the AGM through video conferencing platform. Members can join the AGM, 15 minutes before the scheduled time of commencement of the AGM.
9. Instructions for Members for Attending the AGM through VC/OAVM are as under:
 - a. Attending the AGM: Members will be provided with a facility to attend the AGM through the video conferencing platform. The Login credentials will be shared separately.
 - b. Members who need assistance before or during the AGM may contact Ms. Merena Varghese, Company Secretary by sending an email request at the email id: csrpl2009@gmail.com

By order of the Board of Directors,

Sd/-

Merena Varghese
Company Secretary
ACS No. 17375

Date: 17/11/2023

Registered Office:

Registered Office,
Punalur-691 305, Kollam Dist, Kerala, India
CIN – U01119KL1976SGC002799
Tel: 0475-222971, 222972, 222973
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(A JOINT VENTURE OF GOVT. OF INDIA & GOVT. OF KERALA)
REGD. OFFICE: PUNALUR-691 305, KOLLAM DIST, KERALA, INDIA
CIN – U01119KL1976SGC002799
GST No. 32AAACT8105A1Z2

NOTICE TO MEMBERS

Notice is hereby given that the 47th Adjourned Annual General Meeting of Rehabilitation Plantations Limited will be held on Thursday, 14th December 2023 at 12.00 noon at the Registered Office of the Company at Building No. XXIX -246, Punalur - 691 305, Kollam District, Kerala either in-person or through /Video Conference (VC) / Other Audio Video Means (OAVM), to transact the following business at short notice:-

ORDINARY BUSINESS:-

1. To receive, consider, approve and adopt the audited financial statements of the Company for the financial year ended March 31, 2023, together with the Report of the Board of Directors, the Auditor's Report thereon and the Comments by the Accountant General (Audit), Kerala.

By order of the Board of Directors,

For REHABILITATION PLANTATIONS LIMITED

Sd/-

Merena Varghese
Company Secretary
ACS No. 17375

Date: 08/12/2023

Registered Office:

Registered Office,
Punalur-691 305, Kollam Dist, Kerala, India
CIN – U01119KL1976SGC002799
Tel: 0475-222971, 222972, 222973
Website: www.rplkerala.com
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NOTE:

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2. The instrument of proxy should be deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.
3. The members have the option to participate in the meeting either in person or through Video Conferencing (VC)/ Other Audio-Visual Means (OAVM).
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- 10/2022 dated December 28, 2022 in relation to “Clarification on holding of annual general meeting (AGM) through Video Conferencing (VC) or Other Audio Visual Means (OAVM)”, (collectively referred to as “MCA Circulars”) permitted the holding of the Annual General Meeting (“AGM”) through VC/OAVM. The Ministry of Corporate Affairs has vide its General Circular no. 09/2023 dated 25/09/2023 permitted the holding of the AGM which are due in the year 2023 or 2024 through VC/OAVM, without the physical presence of the Members at a common venue till 30th September, 2024. In compliance with the provisions of the Companies Act, 2013 (“the Act”), and MCA Circulars, the AGM of the Company is being held in a hybrid mode either in-person or through VC / OAVM. The registered office of the Company shall be deemed to be the venue for the AGM.
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By order of the Board of Directors,

Sd/-

Merena Varghese
Company Secretary
ACS No. 17375

Date: 08/12/2023

Registered Office:

Registered Office,
Punalur-691 305, Kollam Dist, Kerala, India
CIN – U01119KL1976SGC002799
Tel: 0475-222971, 222972, 222973
Website: www.rplkerala.com
Email id: mdrplpunalur@gmail.com



DIRECTORS' REPORT

To

The Members,

The Board of Directors hereby submits the 47th Annual Report on the business and operations of your Company for the year ended 31st March, 2023.

1. OPERATIONS & STATE OF AFFAIRS

1.1. Financial Results	2022-23 ₹ in Lakhs	2021-22 ₹ in Lakhs
Revenue from operations	3565.01	3751.09
Other income	42.99	47.83
Total Income	3608.00	3798.92
Total expenses	4356.02	3625.82
Profit/(Loss) before exceptional & extra ordinary items and tax	(-)-748.02	173.10
Extra ordinary item (Financial assistance from Government of Kerala)	-	-
Profit/(Loss) after exceptional & extra ordinary items and tax	(-)-748.02	173.10
Deferred tax	28.86	30.92
Less: - Provision for Taxation	-	9.46
Profit/(Loss) after Tax	(-)-719.16	194.56
Less: Amount transferred to Replanting Reserve	77.60	91.20
Profit/(Loss) after appropriation	(-)-796.76	103.36
Balance transferred to General Reserve	(-)-796.76	103.36
Earnings per share (₹)	₹ (-) 2,348	₹ 305

- The total factory production of rubber during the year under review was 2130 MT (in DRC) as against the previous year production of 1872MT (in DRC). Rubber Sheetings Factory of the Company recorded loss of ₹ 23.77 Lakhs as against the previous year loss of ₹ 6Lakhs. The Rubber Sheetings Factory of the Company had produced 56.85 MT. (Previous year: 79.42 MT) of Industrial Rubber Sheetings during the year under review and sales turnover was ₹ 44.54 Lakhs against last year's ₹ 77.55 Lakhs including the sale of 0.6 MT of ROCASIN to the VSSC (Last year 5.6 MT ROCASIN). Since the demand for the industrial Sheetings has been reduced, production was controlled. During the year 2022-23 the Company has purchased 196.13 MT DRC of Rubber latex at a cost of ₹ 2,42,24,258/- from outside sources for optimizing the capacity utilization of newly installed machines at factory. Last year the outside purchase was only 5.16 MT at a cost of ₹ 5,00,435/-
- Position of your Company among other companies and data on production, consumption, export and import of Natural Rubber (data taken from Rubber Board) is as follows during the year under review



Sl. No.	Particulars	Financial Year 2022-23	Financial Year 2021-22
1	Position of Rehabilitation Plantations Limited among the processing companies of latex	21/75	23/75
2	Position of Rehabilitation Plantations Limited In production of ISNR/Block Rubber	49/66	48/66
3	Natural Rubber Production in India (MT)	839000	775000
4	Global NR production ('000 MT) #	14477	13809
5	Position of India in the production of NR internationally#	6	6
6	Position of India in the consumption of NR #	2	2
7	World consumption of natural rubber # ('000 MT)	14306	14069
8	Natural Rubber consumption in India (MT)	1350000	1238000
9	Annual average price of rubber in the domestic market (Rs./Kg.)		
	RSS 4	156.52	171.01
	RSS 5	153.11	168.36
	Latex(60% drc)	173.23	211.30
	ISNR 20	144.31	158.19
10	Export of various types of rubber during the year	3700	3560
	RSS	566	1530
	ISNR	1937	740
	Cenex	1136	1189
	Others	61	101
11	Import of various types of rubber during the year	528677	546369
	RSS	44460	53650
	ISNR	474050	478260
	Cenex	6250	10750
	Others	3917	3709

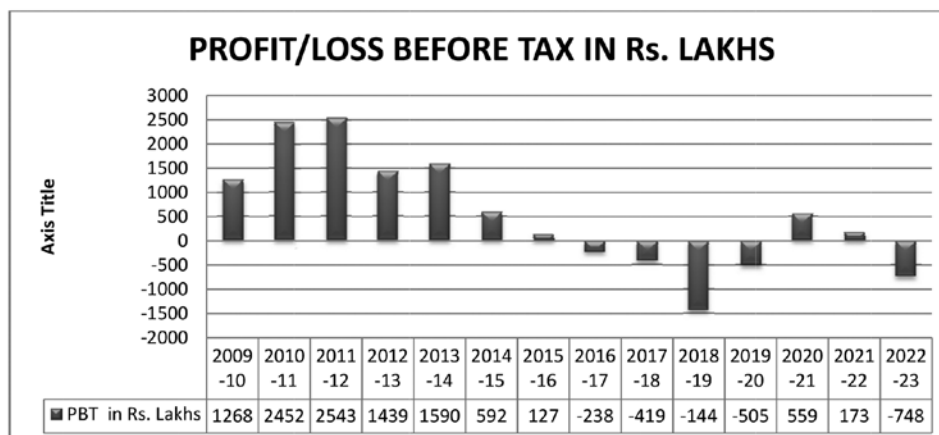
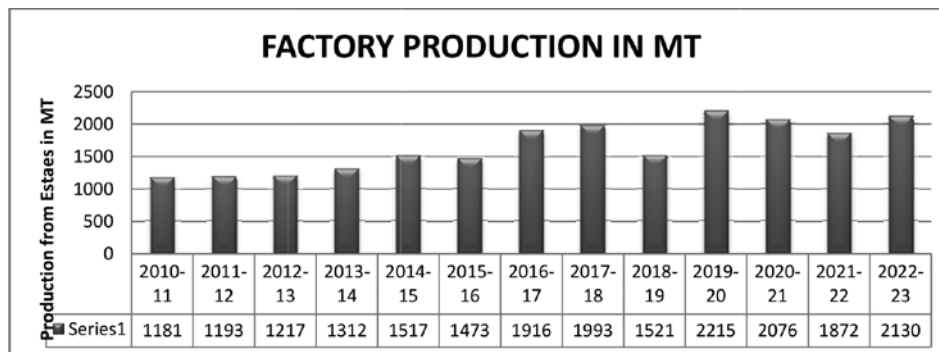
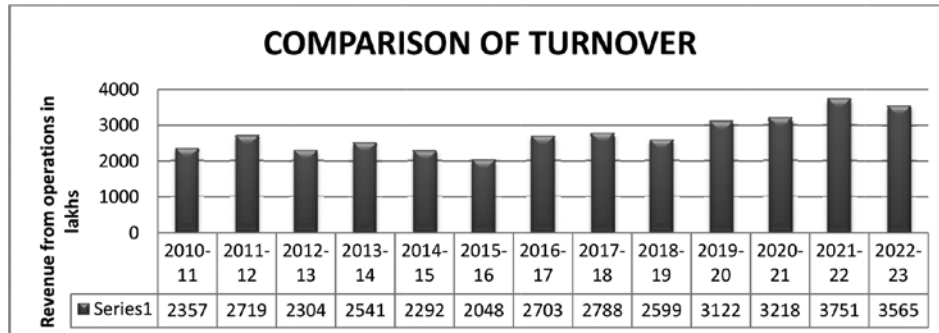
#Provisional

4. The Board of Directors of the company decided to transfer the loss of ₹ (-)796.76 Lakhs to the General Reserve.
5. There was no change in the share capital of the Company during the financial year 2022-23. Company availed financial assistance of ₹ 5Crore as inter-corporate loan from the Kerala state Beverages (Manufacturing & Marketing) Corporation Limited, Thiruvananthapuram, a Government of Kerala Undertaking, to meet the fund shortage on 19/08/2019 with 8.35% interest p.a. Further to this, by Government Order G.O.(Rt.) No. 441/2020/LBR dated 17/04/2020, an amount of ₹ 500 Lakhs had been granted by the Government of Kerala for meeting operational expenses. During the year 2020-21 ₹ 2.5Crores was also granted by the Government of Kerala vide G.O. (Rt) No. 316/2021/LBR dated 12/02/2021 to meet the expenses for the modernization of the Factory Complex at Kulathupuzha Estate and the amount is being spent by the Company for the purpose for which the amount was granted. Government of Kerala sanctioned an amount of ₹ 3Crores & 1 Crore as



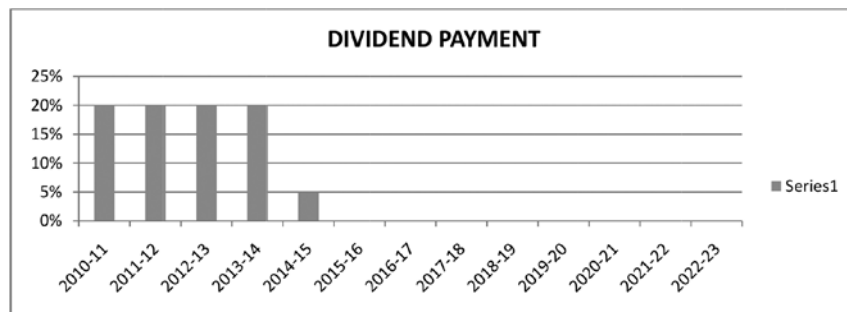
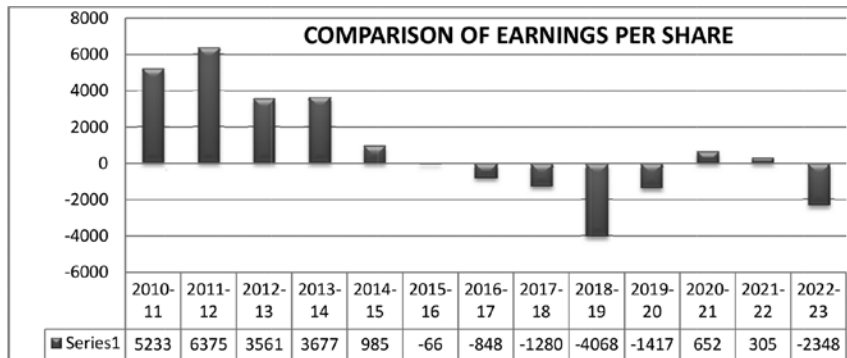
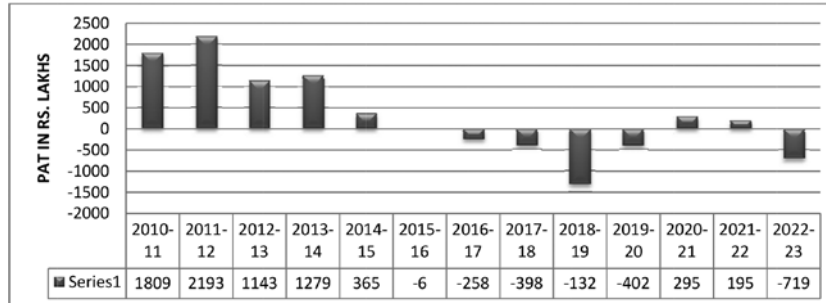
loan to meet the operational expenses of the Company vide G.O.(Rt) No. 993/2021/LBR dated 18/08/2021 and G.O.(Rt) No1040/2022/LBR dated 02/09/2022 respectively during 2021 and 2022.

- Comparative performance of the Company from the financial year 2010-11 onwards in terms of turnover, factory production from Estates, Profit before tax, profit after tax and basic and diluted earnings per share are given in the following charts:-

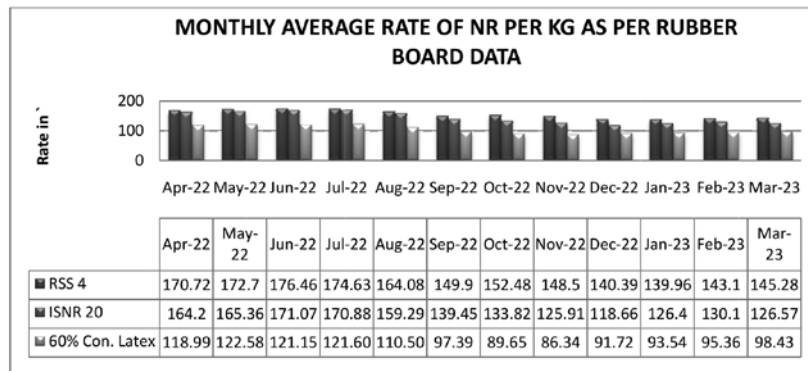




COMPARISON OF PROFIT/LOSS AFTER TAX IN LAKHS

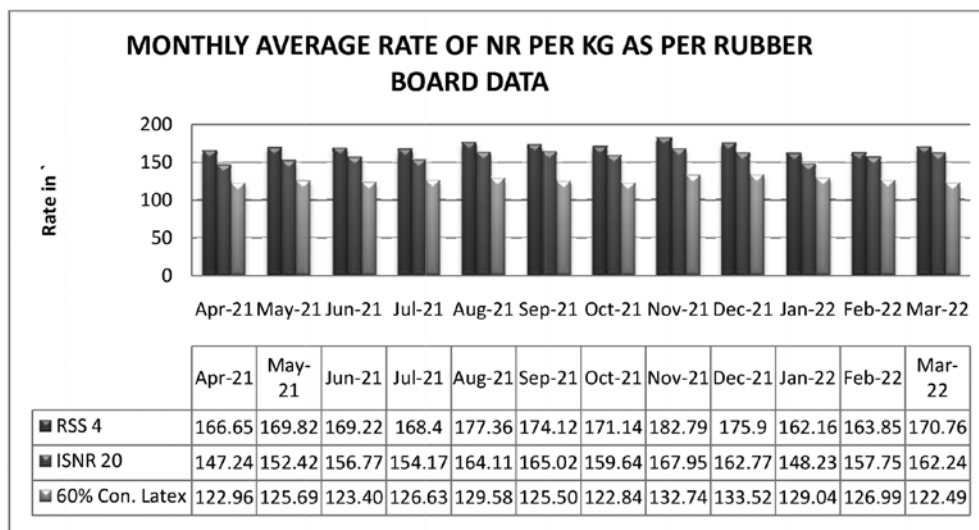


AVERAGE RATE PER KG – DOMESTIC PRICE (Rubber Board data) FINANCIAL YEAR 2022-23





FINANCIAL YEAR 2021-22

**7. ANNUAL RETURN**

The Annual Return as per Section 92(3) of the Companies Act, 2013 is placed in the official website of the Company viz. <https://rplkerala.com/>

8. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

There were no contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013 for the Financial Year 2022-23.

9. MATERIAL CHANGES AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There were no material changes / events, occurred after balance sheet date till the date of this report to be stated.

10. RISK MANAGEMENT POLICY

A risk management policy is developed and implemented by identifying the elements of risks if any, which in the opinion of the Board may threaten the existence of the company and is published in the website of the Company <https://rplkerala.com/> and a risk register is also maintained and reviewed periodically to take possible measures on those risk elements identified.

11. INTERNAL FINANCIAL CONTROL

The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Companies policies, the safeguarding of its assets, prevention and detection of frauds and errors, the accuracy and completeness of accounting records and the timely preparation of reliable financial disclosures.

12. CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY

For the year under review, your Company is not required to constitute a CSR Committee as per Section 135 of the Companies Act, 2013, and no amount was spent towards CSR during the year. The



details about the policy developed and implemented by the company in earlier years are available in the website of the Company <https://rplkerala.com/>

13. DIRECTORS RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 134(3)(C) OF THE COMPANIES ACT, 2013 :

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- a) in the preparation of the annual accounts for the financial year ended 31st March, 2023, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors 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 as at 31st March, 2023 and of the profit /loss of the Company for that period;
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies 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;
- e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

14. REPLANTING ACTIVITIES

Your Company is having 2193.77 Ha of land leased out by the Forest Department, Government of Kerala. This area includes watercourses, roads, labour tenements and other infrastructure facilities. Replanting started in 2001 and completed in 2016. Total area surveyed during the replanting comes to 2165 Ha and total effective area planted with rubber comes to 1947 Ha from 2001 to 2016 as per the surveyed report. Out of this, 2001 to 2013, 50% of 2014, & 5% of 2015 plantations at Kulathupuzha Estate and 2001 to 2012 plantations at Ayiranallur Estate are matured and are under tapping. During the year under review, replanting is done in 17Ha adjoining to reserve forest (unsuccessful plantation of 2015 5Ha and 12 Ha of 2016 due to wild animal attack) and this plantation is identified as 2022 plantations. The exact cost of the unsuccessful plantations is not ascertainable and hence absorbed as the cost of the successful area as per the accounting policy.

An extent of 44 Ha of various year of plantations which are adjoining to the reserve forest become unsuccessful due to wild animal attack reported during the year (10Ha of 2012 plantations, 5Ha of 2013 plantations, 4Ha of 2014 plantations and 25Ha of 2016 plantations), will be taken up for planting in the next years.

15. DIVIDEND

Total paid up capital of your Company is ₹ 3,39,27,000. 40% shares are held by Government of India and 60% by Government of Kerala. Considering the financial position of the Company, no dividend is recommended by your Directors for the financial year 2022-23.

16. DIRECTORS

The nominations of Ms. Mini Antony, IAS (DIN-07656267), Chairperson, Shri. Shibu A.S. (DIN 07766769), K.G. Satheesh Kumar (DIN 08970154), Ms. Sreekala C.S. (DIN 09370236), Ms. Leema Manuel (DIN



08720039) and Shri. Thomas Samuel (DIN 10060302 as Directors of the Company were withdrawn by the Government on their transfer during the year and Shri. Ajit Kumar, IAS (DIN 05222885), Chairman, Dr. Jessy M.D. (DIN 09260120), Shri. Thomas Samuel (DIN 10060302), Ms. Preetha B (DIN 10283027) and Shri. V. Sivaprasad (DIN 10375550) were nominated as Directors in their place. Ministry of Home Affairs, Government of India has nominated Ms. Satinder Kaur and Shri. Ravi Vazirani as Directors on the Board of the Company. The Board takes this opportunity to place on record its sincere appreciation on the valuable services rendered by them as Chairperson and Directors of the Company during their tenure by giving proper advice in the policy matters of the Company. Details of Directors and changes thereon during the year under review to the date of report is given as Annexure : A.

17. COMMITTEES OF THE BOARD

There are 3 committees of the Board viz. Audit Committee, Corporate Social Responsibility Committee and Re-planting Monitoring Committee. During the year under review CSR Committee was not functioning, as the Company is not liable to do any CSR activities as per the Companies Act, 2013 and relevant rules. Even though replanting was already completed, Replanting Monitoring Committee meetings were convened to address causality replacement/gap filling due to natural calamities, wild animal attack etc. The present composition of the Committees are as follows:-

Sl. No.	Name of the Committee	Composition of the Committee
1.	Audit Committee	Director representing the Administrative Department – Ms. Preetha B.,(DIN- 10283027) Additional Secretary, Labour& Skills Department, Government of Kerala- Chairperson Dr. Jessy M.D., Director (Research) (I/c) (DIN-09260120) (Director representing the Rubber Board) Shri. V. Sivaprasad (DIN-10375550) (Director representing the Finance Department, Government of Kerala) Dr. R. Adalarasan IFS(DIN-07648703) (Managing Director, RPL)
2.	Corporate Social Responsibility Committee	Managing Director, RPL Director representing the Finance Department, Government of Kerala Director representing the Administrative Department –Labour& Skills Department, Government of Kerala (presently the Company is not required to constitute the CSR Committee under section 135 of the Companies Act, 2013)
3.	Re-planting Monitoring Committee	Dr. Jessy M.D., Director (Research) (I/c) (DIN-09260120) Director representing the Rubber Board - Chairperson Shri. V. Sivaprasad (DIN 10375550) Director representing the Finance Department, Government of Kerala Dr. R. Adalarasan IFS(DIN-07648703) (Managing Director, RPL)



18. BOARD MEETING & COMMITTEE MEETING DETAILS:

Number and date of Board and committee meetings held during the Financial Year 2022-23 are as follows:-

(a) Board meeting

Sl. No.	Number of the Board meeting	Date of board meeting
1	230	15/06/2022
2	231	29/08/2022
3	232	21/12/2022
4	233	25/03/2023

(b) Audit Committee meeting

Sl. No.	Number of the Audit Committee meeting	Date of Audit Committee meeting
1	35	15/06/2022
2	36	05/08/2022
3	37	29/08/2022

(c) Re-planting Monitoring Committee

Sl. No.	Number of the Re-planting Monitoring Committee meeting	Date of Re-planting Monitoring Committee meeting
1.	39	03/11/2022
2.	40	20/03/2023

19. AUDIT COMMITTEE

The Board of Directors of your Company has constituted an Audit Committee of the Company on 27/02/2009 in accordance with the circular issued by the Government of Kerala (Circular No. 13883/BPE.2/08/Plg. Dt. 15/11/2008) and the meetings are convened.

20. AUDITORS & AUDIT

The audit of the accounts of the Company for the year 2022-23 has been carried out by M/s. K. Maqbool Shah & Co., Chartered Accountants, 1st Floor, Shah's Enclave, Main Road Punalur - 691 305., Kerala. The Auditors report for the year under review contain qualifications, reservations or adverse remarks. The Auditors' Report is enclosed with the financial statements.



21. DISCLOSURE RELATING TO PARTICULARS OF EMPLOYEES

None of the employees of your Company are drawing remuneration more than the limit prescribed under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

22. SECRETARIAL STANDARDS

The Company complies with all applicable mandatory secretarial standards issued by the Institute of Company Secretaries of India.

23. MAINTENANCE OF COST RECORDS AS PER SECTION 148(1) OF THE COMPANIES ACT, 2013

Necessary cost records are being maintained in the company as per the requirements of relevant statutes and other guidelines issued in this regard.

24. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

There were no loans, guarantees or investments made by the Company under section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable

25. TAXATION

Taxation disputes/status are dealt with in Note No. 28 (xiii) and (xiv) in the Financial Statements.

26. HUMAN RESOURCES

26.1. As on 31/03/2023, the Company was having 21 officers (PY-20), 121 Staff (PY-132) and 1016 workers (PY-1031) permanent 761 (PY-797) and 255 casual workers (PY-234) in its rolls.

Your Company has arranged internal as well as external training programme for its employees. During the year under review. 5 training programs (98 participants) were conducted internally and your employees attended about 10 external training programs (12 employees participated).

26. 2. Industrial Relations

Relations with the employees continued to be cordial throughout the year. Your Directors are happy to place on record the appreciation of the efforts, dedication and active participation of the employees in various initiatives of the Company.

27. PARTICULARS REGARDING TECHNOLOGY ABSORPTION, CONSERVATION OF ENERGY AND FOREIGN EXCHANGE EARNINGS AND OUTGO REQUIRED UNDER SECTION 134(3)(M) OF THE COMPANIES ACT, 2013

Information required to be disclosed in terms of Section 134 (3)(m) of the Companies Act, 2013, read with Companies (Accounts) Rules, 2014 and also forming part of this report is given in the enclosed Annexure : B

28. SIGNIFICANT/MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNAL

There are no significant/material orders passed by the Regulators or Courts or Tribunals impacting the going concern status of your Company and its operations in future.

29. GENERAL

- a) Your Company has not issued equity shares with differential rights as to dividend, voting or otherwise; and



- b) Your Company has not issued sweat equity shares and does not have any Employees Stock Option Scheme for its employees/Directors.
- c) No frauds were reported by the Auditors under subsection 12 of Section 143.
- d) Company has complied with the provisions relating to the constitution of Internal Complaints committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. There were no complaints filed during the year under review.

30. ACKNOWLEDGEMENT

Your Directors would like to thank the Government of India, the Government of Kerala, the Kerala Forest Department, Rubber Board, Bankers, Customers, Agents, Suppliers and all Employees of the Company.

On behalf of the Board of Directors

9th November 2023

Sd/-
R. Adalarasan IFS
Managing Director
DIN 07648703

Sd/-
V. Sivaprasad
Director
DIN 10375550

**ANNEXURES TO THE BOARD'S REPORT****ANNEXURE - A****Details of Directors including changes thereon as on 09/11/2023**

Sr. No	Name	Address	Date of Appointment/ Cessation
1	Shri. Ajit Kumar, IAS (DIN -05222885) Chairman	Secretary to Government, Labour & Skills and Sainik Welfare Department, Govt. Secretariat, Thiruvananthapuram.	w.e.f. 06/03/2023
2	Ms. Mini Antony, IAS DIN -07656267 (former Chairperson)	Former Secretary to Government, Labour & Skills Department, Govt. Secretariat, Thiruvananthapuram.	from 17/04/2021 to 06/03/2023
3	Dr. R. Adalarasan, IFS DIN - 07648703 Managing Director	Managing Director, RPL on deputation from Forest Department	w.e.f. 02/07/2021
4	Shri. K. Beji George, IRTS DIN - 08419099	Chairman and Managing Director, HLL Lifecare Limited, Poojappura, Thiruvananthapuram	w.e.f. 27/08/2019
5	Shri. Thomas Samuel DIN-10060302	Under Secretary, Finance Department, Govt. Secretariat, Thiruvananthapuram	From 02/03/2023 to 30/09/2023
6	Shri. Shibu A.S. DIN -07766769	Former Deputy Secretary, Finance Department, Govt. Secretariat, Thiruvananthapuram	from 16/03/2017 to 23/12/2022
7	Shri. Sanjayan Kumar, IFS DIN - 08899362	Chief Conservator of Forests, Forest Head Quarters, Thiruvananthapuram.	w.e.f. 30/09/2020
8	Dr. Jessy M.D. DIN-09260120	Director (I/C), Research, RRIL, Rubber Board, Kottayam	w.e.f. 30/09/2022
9	Shri. K.G. Satheesh Kumar DIN - 08970154	Deputy Director (Publicity & Public Relations), Rubber Board, Kottayam	From 14/07/2021 to 30/09/2022
10	Ms. Sreekala C.S. DIN -09370236	Former Additional Secretary, Labor & Skills Department, Govt. Secretariat, Thiruvananthapuram	from 22/10/2021 to 28/01/2023
11	Ms. Leema Manuel DIN-08720039	Former Additional Secretary, Labor & Skills Department, Govt. Secretariat, Thiruvananthapuram	From 28/01/2023 to 20/07/2023
12	Ms. Preetha B. DIN 10283027	Additional Secretary, Labor & Skills Department, Govt. Secretariat, Thiruvananthapuram	w.e.f. 18/08/2023
13	Shri. V. Sivaprasad DIN 10375550	Under Secretary, Finance Department, Govt. Secretariat, Thiruvananthapuram	w.e.f. 30/10/2023



ANNEXURES TO THE BOARD'S REPORT

ANNEXURE - B

Information required to be disclosed in terms of Section 134(3)(m) of the Companies Act, 2013, read with Companies (Accounts) Rules, 2014.

1. CONSERVATION OF ENERGY

The Company has adopted various steps to conserve energy and has taken several measures including regular monitoring of consumption and improved maintenance of operations.

The company got 1st prize in Kerala State Energy conservation Award 2022 in the category of Small Scale energy Consumption Units.

The particulars regarding the consumption of energy are given below:-

Particulars	2022-23	2021-22
Electricity		
a. Purchased: Units (KWH)	580856	592905
Total amount (₹)	4774185	4831333
Rate/ Unit (₹)	8.22	8.15
b. Own Generation through diesel generator:- Units (KWH)	18912	31536
Unit per litre of diesel	1.71	1.87
Cost of diesel per KWH (₹)	59.84	50.89

2. TECHNOLOGY ABSORPTION, ADAPTION AND INNOVATION :

a. One manual operated Hydraulic Press changed with new Automatic Hydraulic Press.

3. FOREIGN EXCHANGE EARNINGS& OUTGO

- a) Foreign Exchange Earnings in FOB value (₹) : Nil
 b) Foreign exchange out go (₹) : Nil
 c) Others (₹) : Nil

**ADDENDUM TO THE DIRECTORS' REPORT**

The Statutory Auditor M/s. Maqbool Shah & Co., Punalur has made a qualified opinion in their report while auditing the financial statements of the company for the year 2022-23.

The matters on which the Auditor has made a qualified opinion and its reply by the management are furnished below

Qualified opinion by the Statutory Auditors	Reply by the Management
<p>1) (a) Change in Accounting Policy: The Company has followed valuation of LIC till 2017-18. From 2018-19 onwards, provision is being created based on the valuation by an independent actuary as the valuation provided by LIC does not cover the extension cases of retirement age from 58 to 60 years in the case of workers. During the current year provision for gratuity has been made by the independent actuary in the original financials but adoption of LIC under group gratuity policy during the supplementary audit constitutes change in accounting policy. As per AS 1 Significant Accounting Policy, any change in accounting policy which has a material effect should be disclosed. The financial impact due to such change has not been quantified in the notes to accounts. The change in accounting policy and its material change in the provision was made without obtaining the necessary approval of the Board of Directors. This is a departure from the established governance procedures, and the lack of proper authorization raises concerns about the reliability of the revised financial statements.</p> <p>(b) Adoption of LIC over Independent Actuary: The adoption of LIC's valuation instead of the independent actuary's valuation used in the original accounts results in a change in accounting policy. This change in policy, not adequately disclosed, impacts the comparability of financial information.</p> <p>(c) Understatement of Provisions and Prior Period Expense: Due to the adoption of LIC's valuation, there is a resultant understatement of provisions and prior period expense in the revised financial statements. The short accounting of expenditure has also resulted in understatement of Provision by Rs. 259.39 lakhs and prior</p>	<p>The matter will be placed before the Board of Directors of the Company. Necessary approval will be taken, if required after appraising the matter before Board.</p> <p>The matter will be placed before the Board of Directors of the Company with the details and valuation report of LIC and Independent actuary for taking an appropriate decision. Necessary disclosure will be made if there is a change and its financial impact in the accounts for the year 2023-24</p> <p>Necessary corrections will be made in the accounts for the year 2023-24 based on the decision of the Board of Directors on the matter</p>



Qualified opinion by the Statutory Auditors	Reply by the Management
<p>period expenses by Rs. 29.09 lakhs. The correctness of the amount could not be ascertained since there was change in number of employees and LIC valuation report itself disclaims certification under Accounting Standard 15, read with the Actuaries Act 2006.</p> <p>(d) Valuation Report of LIC: The valuation report obtained from LIC disclaims certification under Accounting Standard 15, read with the Actuaries Act 2006. This disclaimed certification raises questions about the reliability and appropriateness of the valuation used in the revised financial statements.</p> <p>(e) Contradicting Evidence on Provision: There is contradicting evidence regarding the required provision based on the demand notice received from LIC. The lack of clarity on the appropriate provision amount and the maintainability of LIC's valuation introduce uncertainty into the financial statements.</p> <p>(f) Change in Number Of Employees: The total number employees included in LIC group gratuity policy were 843 only whereas the total number of employees as per actuarial valuation report was 1065.</p>	<p>Even though the valuation report of LIC doesn't claim certification under AS-15 read with Actuaries Act 2006, the report issued by LIC is prepared in accordance with the provisions contained in AS-15. The company has decided to adopt the valuation of LIC as the gratuity scheme in the company is funded through an irrevocable Trust under the Group Gratuity Scheme of the Life Insurance Corporation of India.</p> <p>The demand notice received from LIC on 09.08.2023 is only an estimation of amount payable by the Company to LIC and not a valuation report as per provisions of AS-15. This demand contains other charges like premium for life cover, policy servicing charges, risk premium for part funding, etc. in addition to the liability for Gratuity and hence not a correct reflection of the liability for Gratuity. Further, the amount as per the demand notice is the amount payable as on the date of renewal of the policy and not the liability towards gratuity as on 31.03.2023 and hence not a reliable document for accounting of provision /liability for gratuity. Hence the Company has relied upon the valuation report issued by LIC as per AS-15 for accounting of Provision for gratuity.</p> <p>The difference in the number of employees as per the LIC and independent actuarial valuation report was due to an inadvertent error crept into the data sent to the independent actuary. The increase in the number of</p>



Qualified opinion by the Statutory Auditors	Reply by the Management
<p>(ii) Our audit has revealed a significant matter related to the understatement of prior period expense by Rs. 36.92 lakhs. This discrepancy arises from the actual amount paid by the company in excess of the amount settled by LIC towards gratuity during 2022-23 for employees who retired after the extended period of two years of service.</p> <p>The company, in adherence to its gratuity policy, extends the service of workers up to two years beyond the standard retirement age of 58. The gratuity for this extended period of service is covered by the company upon retirement. During the fiscal year 2022-23, the company incurred an amount of Rs. 36.92 lakhs towards the liability of such employees. This expenditure has been adjusted against the excess provision written back due to a change in accounting policy.</p> <p>While we acknowledge the company's disclosure of this adjustment, it is imperative to emphasize that this prior period expense stands overstated to the extent of Rs. 36.92 lakhs.</p> <p>Our opinion is qualified due to the materiality of this matter.</p> <p>2. During our audit, it came to our attention that there was an overstatement of Tax expenses by Rs.15.91 lakhs due to the non-reversal of deferred tax asset on the excess provision of Rs 38.26 lakhs for leave encashment now reversed in the revised accounts. It is important to highlight that our opinion is qualified due to the existence of this matter.</p> <p>3. In our audit, we identified a matter that, in our judgment, affects the fairness of presentation of these financial statements. Employee benefit expenses includes Rs. 10.84 lakhs being gratuity allocated to the immature plantation expenses .Gratuity was allocated to replanting expenses of 2011,2012 and 2013 plantations of Kulathupuzha Estate during the years has been reversed as these plantations were opened for cultivation. Specifically, it has come to our attention that the gratuity included in replanting expenses was not appropriately reversed on revision of accounting policy.</p>	<p>employees was due to inclusion of casual labourers who are actually not eligible for gratuity.</p> <p>The amount of Rs.36.92 lakhs paid by the company in excess of the amount settled by LIC is subsumed in the reversal of excess provision of Rs.259.39 lakhs and hence there is no overstatement of prior-period expenses. However, adjustment required, if any, will be made in the accounts for the year 2023-24.</p> <p>The overstatement of Tax expenses by Rs.15.91 lakhs due to the non-reversal of deferred tax asset is an inadvertent error happened while revising the account; The error will get corrected on calculation of deferred tax for the next year.</p> <p>Gratuity included in the replanting expenses was not reversed while reversing the excess provision. Auditor's opinion is noted and necessary adjustments, if required, will be made in the Accounts for 2023-24.</p>



Qualified opinion by the Statutory Auditors	Reply by the Management
<p>Management has thoroughly reviewed this audit observation and acknowledges the oversight. They have demonstrated their commitment to rectifying this issue by making the necessary adjustments in the accounts for the financial year 2023-24. This adjustment will address and correct the noted issue in the subsequent financial period. It is important to highlight that our opinion is qualified due to the existence of this matter</p> <p>4. Plantation is overstated by Rs 29.04 lakh due to non-reversal of gratuity already accounted in the original account which was now reversed due to change in accounting policy. During our audit, it came to our attention that the gratuity capitalized was not reversed while reversing the excess provision. The management has diligently examined this matter and acknowledges the oversight. In response, they have committed to making necessary adjustments in the accounts for the financial year 2023-24 to rectify this issue. It is important to highlight that our opinion is qualified due to the existence of this matter.</p> <p>5. Plantations does not include Rs 7.74 lakh being cost of seedlings used for plantations raised during 2019 and 2022. As these expenses were included as operating expenses of nurseries, operating expenses also stand overstated to the same extent. As part of our audit procedures, we noted an audit observation regarding the accounting of the cost of seedling. The management has duly acknowledged this observation and has communicated their intention to make necessary adjustments in the accounts for the financial year 2023-24 to rectify the identified issue. It is important to highlight that our opinion is qualified due to the existence of this matter.</p> <p>6. Our audit has identified a matter related to the reporting of assets acquired out of grants, as indicated in the audit observation. It has come to our attention that these assets are reported in net figures at a nominal value of Rs.1/- in the financial statements. Hence the gross value of original cost and depreciation reserve stands understated by Rs 116.94 lakhs.</p> <p>The management has acknowledged this audit observation and has communicated their commitment to making necessary corrections as suggested by the audit. These corrections are anticipated to be reflected in the accounts for the financial year 2023-24.</p>	<p>Gratuity capitalized was not reversed while reversing the excess provision by mistake. Auditor's opinion is noted and necessary adjustments will be made in the Accounts for 2023-24.</p> <p>Auditor's opinion regarding the accounting of cost of seedling is noted and necessary adjustments will be made in the accounts for 2023-24.</p> <p>The assets acquired out of Grant are reported in net figures at nominal value of Rs.1/- in the financial statements. The audit observation is noted and necessary corrections will be made as suggested by the Audit in the accounts for 2023-24.</p>



Qualified opinion by the Statutory Auditors	Reply by the Management
While we appreciate the management's commitment to rectifying the identified issue in the subsequent financial period, it is important to highlight that our opinion is qualified due to the existence of this matter.	

The Auditors also mentioned in their report the matters which require emphasis. The matters which are mentioned as emphasis of matters and reply by the Management are furnished below:

The matters which are mentioned as emphasis of matters by the Statutory Auditors	Reply by the Management
<p>1. During our audit, we noted that an amount of Rs.71.19 lakh representing interest on Government loan has not been provided in the financial statements. According to the management, this omission is attributed to the absence of explicit details, including the rate of interest and conditions for repayment, in the Government Orders sanctioning these loans. The management has taken steps to address this matter by engaging with the Government, and it has been learned that the process of fixing the interest rate and outlining terms and conditions, including the rate of interest, is underway.</p> <p>In light of these circumstances, the management has appropriately disclosed the potential liability as a contingent liability in the notes to the accounts, citing Accounting Standard (29) item no. ii (Note No.27). The disclosure aligns with the accounting standards and provides transparency regarding the contingent nature of the liability pending the finalization of the terms and conditions.</p> <p>2. Our audit identified significant matters related to the accounting of loss of immature plantations, as detailed in Notes 28(vi) which we believe require emphasis:</p> <p>(a) Accounting Policy Disclosure - Cost of Unsuccessful Areas: The company has disclosed its accounting policy in Note 28(vi) regarding the treatment of unsuccessful areas in replanting. Specifically, the policy outlines that if any replanted area is unsuccessful, the cost incurred for the unsuccessful area will be added to the cost of the successful area. The management reports that 37 Ha of 2016 plantations were deemed unsuccessful due to wild animal attacks in 2021-22 and 2022-23. Out of this, 12 Ha was replanted during 2022-23, and the remaining 25 Ha will be replanted in the coming years. The cost incurred for the unsuccessful area is not ascertainable and has been</p>	<p>The interest on loan from Government is not provided in the financial statements as the Government Orders sanctioning these loans are silent about the rate of interest and conditions regarding repayment. However, the matter has been taken up with the Government and it is learnt that the fixing of interest is in process and terms and conditions including the rate of interest will be issued shortly. Since the liability towards interest on Govt. loan crystallizes only after fixing the terms and conditions, it is disclosed as contingent liability in the notes to the accounts (Note No.27-Accounting Standard (29) item no. ii).</p> <p>As per the accounting policy of the Company disclosed in Note No. 28 (vi) to the financial statements, in cases where the total area planted have not come out as successful, the cost incurred for such area will be absorbed by the successful plantation. If feasible, replanting will be carried out in such areas subsequently based on the recommendations from the Replanting Monitoring Committee (RMC) and approval from the Board of Directors.</p>



The matters which are mentioned as emphasis of matters by the Statutory Auditors	Reply by the Management
<p>absorbed as the cost of the successful area, in accordance with the accounting policy.</p> <p>(b) Treatment of Unsuccessful 2011 Plantations: In line with the accounting policy, the cost incurred amounting to Rs.70.28 lakhs towards 9 Ha of 2011 plantations reported as unsuccessful has been absorbed as the cost of successful area</p> <p>(c) Unsuccessful Areas in Kulathupuzha Estate: The accounting policy is also applied to 19 Ha in Kulathupuzha Estate, where the cost incurred for the unsuccessful area is absorbed by the successful area and accounted for as the cost of the successful area.</p> <p>While the management has provided a detailed explanation and adhered to the stated accounting policies, it is essential to emphasize that the valuation and absorption of costs related to unsuccessful areas involve estimates and assumptions that may impact the financial statements' accuracy</p>	<p>The area thus replanted will be identified by the year in which the replanting is done and the original area of plantation will be reduced to that extent. During the year 2022-23, replanting is done in 17Ha adjoining to reserve forest (unsuccessful plantation of 2015 5Ha and 12 Ha of 2016 due to wild animal attack reported in 2021-22) and this plantation is identified as 2022 plantations. Remaining 25 Ha of 2016 plantation will be taken up for replanting in the next years.</p> <p>As per the Accounting Policy of the Company as disclosed in Note No. 28(vi), the cost incurred amounting to Rs.70.28 lakhs towards 9 Ha of 2011 plantations reported as unsuccessful has been absorbed as the cost of successful area.</p> <p>An extent of 19 Ha of various year of plantations which are adjoining to the reserve forest become unsuccessful due to wild animal attack is reported during the year -10Ha of 2012 plantations, 5Ha of 2013 plantations, 4Ha of 2014 plantations and these areas will be taken up for planting in the next years. As per the accounting policy of the Company as disclosed in Note No. 28 (vi) to the financial statements, if any replanted area has not come out as successful, the unsuccessful areas will be considered for replanting in the subsequent years. In such cases, the cost incurred for the unsuccessful area will be added to the cost of the successful area and the total cost incurred will be considered as the cost of successful area.</p>

Sd/-
R. Adalarasan IFS
 Managing Director
 DIN – 07648703

Sd/-
V. Sivaprasad
 Director
 DIN -10375550



**INDEPENDENT AUDITORS' REPORT (Revised)
TO THE MEMBERS OF REHABILITATION PLANTATIONS LIMITED_**

Report on the Audit of the Financial Statements

The Financial Statements referred to in this report has been revised by the Management on the basis of draft comments issued on the supplementary audit conducted under section 143(6)(a) of the Companies Act, 2013 by the Principal Accountant General (Audit I), Kerala. Consequently, we have revised our Independent Auditor's Report issued on 25-08-2023 with UDIN 23203742BGVJPG7779 and issued this report superseding the earlier report.

Qualified Opinion

We have audited the accompanying Financial Statements of the **REHABILITATION PLANTATIONS LIMITED** ("the Company"), which comprise the Balance Sheet as at 31 March 2023 the Statement of Profit and Loss, and the Cash Flow Statement for the year then ended, and notes to the Financial Statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us except for the effects of the matters stated in basis for Qualified Opinion the aforesaid Financial Statements give the information required by the Companies Act 2013 ("the Act") in the manner so required and 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 2023 its LOSS and its cash flows for the year ended on that date.

Basis for Qualified Opinion

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

We draw attention to the matters described below the effect of which individually or in aggregate, are material and pervasive to the Financial Statements and matters where we are unable to obtain sufficient and appropriate audit evidence. Our opinion is qualified on the below mentioned matters based on the supplementary audit conducted by C&AG:

- 1) **(a) Change in Accounting Policy:** The company has followed valuation of LIC till 2017-18. From 2018-19 onwards, provision is being created based on the valuation by an independent actuary as the valuation provided by LIC does not cover the extension cases of retirement age from 58 to



60 years in the case of workers. During the current year provision for gratuity has been made by the independent actuary in the original financials but adoption of LIC under group gratuity policy during the supplementary audit constitutes change in accounting policy. As per AS 1 Significant Accounting Policy, any change in accounting policy which has a material effect should be disclosed. The financial impact due to such change has not been quantified in the notes to accounts. The change in accounting policy and its material change in the provision was made without obtaining the necessary approval of the Board of Directors.. This is a departure from the established governance procedures, and the lack of proper authorization raises concerns about the reliability of the revised financial statements.

- (b) Adoption of LIC over Independent Actuary:** The adoption of LIC's valuation instead of the independent actuary's valuation used in the original accounts results in a change in accounting policy. This change in policy, not adequately disclosed, impacts the comparability of financial information.
- (c) Understatement of Provisions and Prior Period Expense:** Due to the adoption of LIC's valuation, there is a resultant understatement of provisions and prior period expense in the revised financial statements. The short accounting of expenditure has also resulted in understatement of Provision by Rs 259.39 lakhs and prior period expenses by ₹ 29.09 lakhs. The correctness of the amount could not be ascertained since there was change in number of employees and LIC valuation report itself disclaims certification under Accounting Standard 15, read with the Actuaries Act 2006.
- (d) Valuation Report of LIC:** The valuation report obtained from LIC disclaims certification under Accounting Standard 15, read with the Actuaries Act 2006. This disclaimed certification raises questions about the reliability and appropriateness of the valuation used in the revised financial statements.
- (e) Contradicting Evidence on Provision:** There is contradicting evidence regarding the required provision based on the demand notice received from LIC. The lack of clarity on the appropriate provision amount and the maintainability of LIC's valuation introduces uncertainty into the financial statements.
- (f) Change in Number of Employees:** The total number of employees included in LIC group gratuity policy was 843 only whereas the total number of employees as per actuarial valuation report was 1065.

(ii) Our audit has revealed a significant matter related to the understatement of prior period expense by Rs. 36.92 lakhs. This discrepancy arises from the actual amount paid by the company in excess of the amount settled by LIC towards gratuity during 2022-23 for employees who retired after the extended period of two years of service.

The company, in adherence to its gratuity policy, extends the service of workers up to two years beyond the standard retirement age of 58. The gratuity for this extended period of service is covered by the company upon retirement. During the fiscal year 2022-23, the company incurred an amount of ₹ 36.92 lakhs towards the liability of such employees. This expenditure has been adjusted against the excess provision written back due to a change in accounting policy.

While we acknowledge the company's disclosure of this adjustment, it is imperative to emphasize that this prior period expense stands overstated to the extent of Rs. 36.92 lakhs.

Our opinion is qualified due to the materiality of this matter.



2. During our audit, it came to our attention that there was an overstatement of Tax expenses by ₹ 15.91 lakhs due to the non-reversal of deferred tax asset on the excess provision of ₹ 38.26 lakhs for leave encashment now reversed in the revised accounts. It is important to highlight that our opinion is qualified due to the existence of this matter.
3. In our audit, we identified a matter that, in our judgment, affects the fairness of presentation of these financial statements. Employee benefit expenses includes ₹ 10.84 lakhs being gratuity allocated to the immature plantation expenses. Gratuity was allocated to replanting expenses of 2011, 2012 and 2013 plantations of Kulathupuzha Estate during the years has been reversed as these plantations were opened for cultivation. Specifically, it has come to our attention that the gratuity included in replanting expenses was not appropriately reversed on revision of accounting policy.

Management has thoroughly reviewed this audit observation and acknowledges the oversight. They have demonstrated their commitment to rectify this issue by making the necessary adjustments in the accounts for the financial year 2023-24. This adjustment will address and correct the noted issue in the subsequent financial period.

It is important to highlight that our opinion is qualified due to the existence of this matter

4. Plantations is overstated by ₹ 29.04 lakh due to non-reversal of gratuity already accounted in the original account which was now reversed due to change in accounting policy. During our audit, it came to our attention that the gratuity capitalized was not reversed while reversing the excess provision. The management has diligently examined this matter and acknowledges the oversight. In response, they have committed to making necessary adjustments in the accounts for the financial year 2023-24 to rectify this issue. It is important to highlight that our opinion is qualified due to the existence of this matter.
5. Plantations does not include ₹ 7.74 lakh being cost of seedlings used for plantations raised during 2019 and 2022. As these expenses were included as operating expenses of nurseries, operating expenses also stand overstated to the same extent. As part of our audit procedures, we noted an audit observation regarding the accounting of the cost of seedling. The management has duly acknowledged this observation and has communicated their intention to make necessary adjustments in the accounts for the financial year 2023-24 to rectify the identified issue. It is important to highlight that our opinion is qualified due to the existence of this matter.
6. Our audit has identified a matter related to the reporting of assets acquired out of grants, as indicated in the audit observation. It has come to our attention that these assets are reported in net figures at a nominal value of ₹ 1/- in the financial statements. Hence the gross value of original cost and depreciation reserve stands understated by ₹ 116.94 lakhs.

The management has acknowledged this audit observation and has communicated their commitment to making necessary corrections as suggested by the audit. These corrections are anticipated to be reflected in the accounts for the financial year 2023-24.

While we appreciate the management's commitment to rectify the identified issue in the subsequent financial period, it is important to highlight that our opinion is qualified due to the existence of this matter.

Emphasis of Matters

1. During our audit, we noted that an amount of ₹ 71.19 lakh representing interest on Government loan has not been provided in the financial statements. According to the management, this omission is attributed to the absence of explicit details, including the rate of interest and conditions for repayment,



in the Government Orders sanctioning these loans. The management has taken steps to address this matter by engaging with the Government, and it has been learned that the process of fixing the interest rate and outlining terms and conditions, including the rate of interest, is underway.

In light of these circumstances, the management has appropriately disclosed the potential liability as a contingent liability in the notes to the accounts, citing Accounting Standard (29) item no. ii (Note No.27). The disclosure aligns with the accounting standards and provides transparency regarding the contingent nature of the liability pending the finalization of the terms and conditions.

2. Our audit identified significant matters related to the accounting of loss of immature plantations, as detailed in Notes 28(vi) which we believe require emphasis:
- (a) **Accounting Policy Disclosure - Cost of Unsuccessful Areas:** The company has disclosed its accounting policy in Note 28(vi) regarding the treatment of unsuccessful areas in replanting. Specifically, the policy outlines that if any replanted area is unsuccessful, the cost incurred for the unsuccessful area will be added to the cost of the successful area. The management reports that 37 Ha of 2016 plantations were deemed unsuccessful due to wild animal attacks in 2021-22 and 2022-23. Out of this, 12 Ha was replanted during 2022-23, and the remaining 25 Ha will be replanted in the coming years. The cost incurred for the unsuccessful area is not ascertainable and has been absorbed as the cost of the successful area, in accordance with the accounting policy.
 - (b) **Treatment of Unsuccessful 2011 Plantations:** In line with the accounting policy, the cost incurred amounting to ₹ 70.28 lakhs towards 9 Ha of 2011 plantations reported as unsuccessful has been absorbed as the cost of successful area
 - (c) **Unsuccessful Areas in Kulathupuzha Estate:** The accounting policy is also applied to 19 Ha in Kulathupuzha Estate, where the cost incurred for the unsuccessful area is absorbed by the successful area and accounted for as the cost of the successful area.

While the management has provided a detailed explanation and adhered to the stated accounting policies, it is essential to emphasize that the valuation and absorption of costs related to unsuccessful areas involve estimates and assumptions that may impact the financial statements' accuracy.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements for the Financial Year ended March 31st 2023. These matters were addressed in the context of our audit of the Financial Statements as a whole, and informing our opinion there on, and we do not provide a separate opinion on these matters

In our opinion reporting of key audit matters as per SA 701, 'Key Audit Matters' are not applicable to the Company as it is an unlisted company.

Information other than the financial Statements and Auditor's Report there on

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Corporate Governance and Shareholders' information, but does not include the Financial Statements and our Auditor's Report thereon.



Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.-

Management's Responsibility for the Financial Statements.

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance including cashflows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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.

In preparing the Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of The Financial Statements.

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

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

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Companies Act, 2013 we are also responsible for expressing our opinion on whether the Company has adequate internal financial control system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained upto the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Statements.

We communicate with those charged with governance regarding among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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



REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013 we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(5) of the Act, we give a statement on the compliance to the Directions issued by the Comptroller and Auditor General of India in Annexure B
3. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) 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;
 - (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) In our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015 as amended;
 - (e) By virtue of Notification No. GSR 463 (E) dated 5th June 2015, issued by the Ministry of Corporate Affairs, the provisions of Sec 164(2) of the Act are not applicable to this Company.
 - (f) Since the Company's turnover as per last audited Financial Statements is less than Rs. 50 Crores and its Borrowings from Banks and Financial Institutions at any time during the year is less than Rs.25Crores the Company is exempted from getting an audit opinion with respect to adequacy of Internal Financial Controls over Financial Reporting of the Company and the operating effectiveness of such controls vide notification dated June13, 2017.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule11 of the Companies (Audit and Auditors) Rules, 2014 as amended 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.26 (Accounting Standard 29) to the Financial Statements;
 - (ii) The Company has not made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any on long-term contracts including derivative contracts since the company do not have any long-term contracts including derivative contracts
 - (iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - (iv). (a) The Management has represented that, to the best of its knowledge and belief, other than as disclosed in the note 2.24 to the Standalone Financial Statements, no funds(which are material either individually or in the aggregate) have been advanced or loaned or invested



- (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement
- (v). The company has not declared or paid any dividend during the year in contravention of the provisions of Section 123 of the Companies Act

For K MAQBOOL SHAH & CO.
CHARTERED ACCOUNTANTS
(Reg. No. 006846S)

Sd/-

MAQBOOL SHAH KHAJAMIAH
MEMBERSHIP No. 203742
PARTNER
UDIN:23203742BGVJRN9636

Place : Punalur
Date : 29.11.2023

**Annexure B****“As required by Section143(5) of the Act, we give a statement on the compliance to the Directions issued by the Comptroller and Auditor General of India”**

Directions under sub-section (5)of section143 of the companies Act, 2013 applicable from the year 2020-21are:

SI No.	Directions
1	<p>Whether the company has system in place to process all the accounting transactions through IT systems? If yes, the implications of the processing of accounting transactions outside IT System on the integrity of accounts along with the financial implications, if any, may be stated.</p> <p>All accounting transactions are prepared through TALLY (Accounting Software) except the final consolidation.</p>
2	<p>Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/ loans/interest etc. made by a lender to the company due to company's inability to repay the loan? If Yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case Lender is a Government Company, then this direction is also applicable for the statutory auditor of lender Company).</p> <p>No, there were no such cases of restructuring.</p>
3	<p>Whether funds (grant/subsidy etc.) received /receivable for specific schemes from Central/ State Governments or its agencies were properly accounted for/utilized as per its terms and conditions? List the cases of deviation.</p> <p>No such cases of deviation. The Company has received an amount of Rs.5 Crores as financial assistance from the Government of Kerala for the operational expenses of the Company vide G.O.(Rt) No.441/2020/LBR dated 17/04/2020 and it was accounted under the head other income & the same was utilized in full during the year and accounted. Further an amount of Rs.2.50Crores was granted by the Government of Kerala vide G.O. (Rt.) No.316/2021/LBR dated12/02/2021 to meet the expenses for the modernization of the Factory Complex at Kulathupuzha Estate and the amount is being spent by the Company for this purpose and an amount of Rs. 26.68lakhs has been unutilized as on 31.03.2023</p>



**Sector Specific Sub-directions under Section 143(5)
of the Companies Act, 2013 to the extent applicable are given below:**

Agriculture and Allied Sector

General

1. Whether the land owned by the company is encroached upon, under litigation, not put to use or declared surplus. Details may be provided.

No, such lands encroached upon or under litigation, not unused or surplus.

2. Whether Physical Verification and valuation of Standing crops/Trees was done at the end of the financial year in accordance with the standard industry practices?

Yes, it was done in accordance with the standard industry practices.

3. Whether the stock of seeds packing /certification materials and other items has been taken on the basis of stock records after adjustment of shortage /excess found on physical verification and whether due consideration has been given for deterioration in the quality of old stocks which may result in over valuation of stock?

Yes, due consideration has been given.

4. Whether all the Agriculture produce procured are properly stored and adequately insured? If any insurance claims are rejected, the details may be reported.

Yes, properly stored and adequately insured. No insurance claims are rejected.

5. Whether the Company has an effective mechanism for disbursement of loans /subsidies/agro inputs and agriculture machineries to beneficiaries and recovery there of (loans) along with interest, if any, from beneficiaries?

No loans disbursed.

6. Whether grants /subsidies received for implementing various schemes are accounted for as per the accounting standards and utilized for intended purpose.

Yes, properly utilized and the relevant Accounting Standards followed.

7. Whether the cost incurred on abandoned projects has been written off?

No, Water supply Project to certain areas of Kulathupuzha Estate was abandoned and an amount of Rs,26,684/-regarding the same project is still under the capital work in progress and has not been written off yet.

**Forest****Plantation**

1. Whether requisite permission for clearing of forest, existing plants, etc. have been obtained under the prevailing rules and regulations in compliance with Forest Conservation Act so as to protect / preserve forest cover. Has the company taken adequate steps to stop unauthorized felling of trees for conservation and spread of forest cover.

Yes, the Company has taken adequate steps as per the prevailing rules and regulations in compliance with Forest Conservation Act.

2. Whether the management has ensured that by-product/scrap is produced within the norms.

Yes, the management has followed specific norms.

3. Whether the policy of accounting for trees felled after economic life of rubber/other plantations is in accordance with the standard practices followed in similar industries?

No, felling of trees during the year under review.

4. Whether re-plantation reserve has been utilized for the intended purposes and to meet the requirement of compensatory afforestation under respective legislation.

Yes, the replanting reserve has been properly utilized.

Extraction/Utilization of Forest produce

1. Indicate whether the Company has devised a proper system for timely taking over of marked forest lots for felling, extraction of timber and a safeguard against deterioration during extraction, transportation and storage. If not, losses, incurred due to deterioration of timber during the year may be highlighted.

Not Applicable.

2. Whether the Company has a proper system to check the basis of calculation and timely payment of royalty to the Forest Department. Interest paid to the State Government on account of delay in payment of royalty may be stated.

This is not applicable to the Company.

3. Examine the system of auction to determine whether it is transparent enough to ensure fair realization of value of timber.

No such auction during the year.

4. Whether management has monitored that production of by-products was within the norms.

Yes, the management has generally monitored production of by-products, as verified by us.

5. Whether inventory management is effective in bridging the gap between the demand and supply to avoid distress selling of timber?

No such case of distress sales of timber was noticed by us.



6. Report the cases of diversion of grants/subsidies received from central/ state government or their agencies.

No such cases noticed by us.

Agro-Based Industries

1. Report the cases of diversion of grants /subsidies received from Central/State Government or their agencies.

No such cases were noticed.

2. Cases of wrong accounting of interest earned on account of non-utilization of amounts received for projects/schemes may be reported.

No such specific schemes noticed.

3. Examine the pricing policy framed by the company to ensure that all cost of components are covered.

a. For main products, viz.Latex and ISNR Rubber Board policy is being followed. Price fixing committee includes a representative of Rubber Board.

b. For By-products-sale is conducted by open tender cum auction

4. Report on the extent of utilization of plant and machinery and its obsolescence, if applicable.

Utilization seen to be within the norms

Manufacturing Sector

1. Whether the company's pricing policy absorbs all fixed and variable cost of production as well as the allocation of overheads?

Yes, except with case of by-product which are sold by tender cum auction.

2. Whether the company has utilized the Government assistance for technology up gradation/ modernization of its manufacturing process and timely submitted the utilization certificates.

No, an amount of Rs.250.00Lakhs was received as grant from Govt. of Kerala for the modernization of the Factory Complex at Kulathupuzba Estate. Grant received is not fully utilized as the modernization work is not complete yet.

During the financial year 2022-23 the grant has been utilized towards purchase of Plant &machinery and modernization of factory complex.

An amount of Rs. 26.68Lakhs has been unutilized during the Financial Year 2022-23

3. Whether the company has fixed norms for normal losses and a system for evaluation of abnormal losses for remedial action is in existence.

Yes, the company has fixed norms.



4. What is the system of valuation of by-products and finished products? List out the cases of deviation from its declared policy.

- a) For main products, viz. Cenex and ISNR-based on Rubber Board policy.
- b) For By-products-sale is conducted by tender cum auction.

5. Whether the effect of deteriorated stores and spares of closed units been properly accounted for in the books.

No closed units during the year.

6. Whether the Company has an effective system for physical verification, valuation of stock, treatment of non-moving items and accounting the effect of shortage/excess noticed during physical verification.

Yes the company has an effective system.

7. State the extent of utilization of plant and machinery during the year vis-à-vis installed capacity.

Plant & Machinery seen to be optimally utilized.

8. Report on the cases of discounts/commission in regard to debtors and creditors where the company has deviated from its laid down policy.

No discounts/commission noticed in the case of debtors and creditors

For K MAQBOOL SHAH & CO.
CHARTERED ACCOUNTANTS
(Reg. No. 006846S)

Sd/-

MAQBOOL SHAH KHAJAMIAH
MEMBERSHIP No. 203742
PARTNER
UDIN:23203742BGVJRN9636

Place: Punalur
Date: 29-11-2023



Annexure-A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the REHABILITATION PLANTATIONS LIMITED on the Financial Statements for the year ended 31st March 2023, we report that:

1. In respect of the Company's fixed assets:
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
 - b) The Property, Plant and Equipment of the company have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.
 - c) According to the information and explanation given to us, the title deeds of the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the company.
 - d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) during the year.
 - e) According to the information and explanation given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45of1988) and rules made there under during the year.
2. The management has conducted physical verification of inventory at reasonable intervals during the year, in our opinion, the coverage and procedure of such verification by the management is appropriate. As informed to us, any discrepancies of 10% or more in the aggregate for each class of inventory were not noticed on such verification.
3. According to information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3(iii) of the order is not applicable.
4. In our opinion and according to information and explanation given to us, the company has not granted any loans or provided any guarantees or given any security or made any investments under the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3(iv) of the order is not applicable.
5. The Company has not accepted any deposits or amounts which are deemed to be deposits under the directives of the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under, where applicable. Accordingly, the provisions of clause 3(v) of the Order are not applicable.
6. To the best of our knowledge and belief, the Central Government has specified maintenance of cost records under sub-section (l) of Section 148 of the Act, in respect of Company's products/services. Accordingly, the provisions of clause 3(vi) of the Order are applicable. The cost records are being maintained by the company.



7. a) As per the records of the Company, the Company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, custom duty, excise duty, value added tax, entry tax, goods & services tax, cess and other material statutory dues except EPF for three months, with the appropriate authorities to the extent applicable and there are no undisputed statutory dues payable for a period of more than six months from the date they became payable as at 31st March 2023
- b) According to the records and information & explanations given to us, there are no dues in respect of income tax or sales tax or service tax (An order dated 28/06/2019 demanding ₹ 60,35,344/-has been received from the Additional Commissioner (Audit), Central GST and Central Excise, Thiruvananthapuram in connection with the Audit of Service Tax records for the period 2011-12 to 2015-16 with interest under section 75 of the Finance Act, 1994 and ₹ 31,05,652/-as penalty. Appeal (A.No.184/ST/TVM/2019) is filed against the order before the Commissioner of (Appeals), Central Tax, Central Excise and Customs, Kochi. Vide order dated 29/04/2021 issued on 09/08/2021 by the Commissioner (Appeals), the appeal was rejected and the impugned order was upheld. (Second appeal has been filed before Appellate Tribunal, Southern Bench, Bangalore) or entry tax or duty of custom or goods and services tax or duty of excise or Central Sales Tax or value added tax that have not been deposited with the appropriate authorities on account of any dispute.

Following are the details of disputed Income tax cases

- a) The Agricultural Income Tax assessment has been completed up to Assessment Year 2019-20. Appeals filed against the assessments are pending with various authorities and the disputed tax and interest relating to these appeals are as follows:

Assessment Year	Disputed Tax Interest (in lakhs)	Pending at
2001-02	18.08	AO
2002-03	45.27	AITAT
2004-05	72.22	DC(APPEALS)
2005-06	69.31	AITAT
2006-07	80.99	AITAT
2007-08	119.78	AITAT
2008-09	136.46	AITAT
2009-10	180.85	AITAT
2010-11	227.99	AITAT
2011-12	224.08	AITAT
2012-13	257.90	AITAT
2013-14	275.90	AITAT
2014-15	99.65	AO
2015-16	336.76	AITAT
2016-17	373.99	AITAT
2017-18	350.05	AITAT

The Agricultural Income Tax assessing authority has reopened the earlier assessments on the ground that there were escaped incomes in respect of Replanting expenses allowed. The Agricultural income tax Appellate Tribunal has disposed all the pending appeals up to the year 2017-18 and allowed most of the expenditure claims except replantation expenses. However, for the orders



received from the Appellate Authority, the effect of relief has not been considered in the above table showing the disputed tax in the absence of proceedings of the assessing authority and proceedings are pending with the assessing authority for giving effect of the Tribunal Orders.

In the case of disallowance of Replanting Expenses, review petitions were filed before the Hon. Appellate Tribunal for the years 2002-03, 2005-06 to 2013-14, & 2015-16 to 2017-18 in view of the Hon High Court Order dated 01.08.2022 by which replanting expenses is allowed as operational expense in Central Income Tax cases.

2003-04 – Modified Order showing a refund of ₹ 2.94 lakhs issued on 29.12.2022; Refund is in process. 2015-16 - No demand of tax, Loss return, ₹ 25 Lakh Advance tax paid. As per the modified Assessment Order dated 25.05.2022 allowed an amount of ₹ 211.85 lakhs as expense (other than replanting expense) and hence eligible for refund of ₹ 25 Lakh advance paid. For allowance of replanting expense, review petition is pending before the AITAT and the amount of tax disputed is ₹ 336.76 lakhs 2016-17 -No advance tax paid since Loss; Agricultural income Tax disputed due to disallowance of replanting expense is ₹ 373.99 lakh. 2017-18- No advance tax paid since Loss; Agricultural income tax disputed due to disallowance of Replanting Expense is ₹ 350.05 lakh.

2018-19 & 2019-20-No demand of tax since Loss; Agricultural income disputed is ₹ 1431.74 lakhs for 2018-19 and ₹ 422.25 lakhs for 2019-20. Since as per the directions issued by the Government, approval from Administrative department is required for filing appeals; approval is requested from Government for filing appeals before the first appellate authority for these years.

- ii) The Central Income Tax Assessment of the Company has been completed up to the Assessment year 2022-23. Appeals filed against the assessments are pending with various authorities and the disputed tax and interest relating to these assessments are as follows:

Assessment Year	Disputed Tax & Interest (in lakhs)	Pending at
2004-05	69.28	Pending for revision before HC
2005-06	69.72	Pending for revision before HC
2006-07	83.88	Pending for revision before HC
2007-08	109.45	AO
2008-09	142.09	AO
2009-10	189.14	AO
2010-11	279.56	CIT (A) NFAC
2011-12	231.26	CIT (A) NFAC
2012-13	258.43	CIT (A) NFAC
2013-14	305.02	CIT(A) NFAC
2014-15	366.62	CIT(A) NFAC
2017-18	306.17	CIT(A) NFAC
2018-19	140.31	CIT(A) NFAC

The company has remitted/adjusted amount due to avoid further liability, if any, in future. The Company is taxed under the MAT (Minimum Alternative Tax) provisions and the demand as shown above represents the demand raised in the normal assessment and disputed by the company in Appeals. The dispute for the years 2007-08 to 2009-10 has been decided in favour of the Company by the Hon. Kerala High Court, and for the years 2004-05 to 2006-07 are also likely to be decided in Company's favour, since the issues involved are the same. In respect of orders received from



the appellate authority for the year 2007-08 to 2009-10, the effect of relief has not been considered in the absence of proceedings of the assessing authority/rectification needed on the proceedings.

The issues pending before the CIT (A) NFAC for the years 2010-11 to 2014-15, 2017-18 and 2018-19 are also similar to the issues of earlier years and are likely to be decided in favour of the company. However, there are no demand pending due from the company payable to the Income Tax Department except for the year 2018-19 amounting to Rs.140.31 lakh which was wrongly raised by the Income Tax Department due to error in the assessment and not to be paid as advised by the Tax Auditor. Necessary rectification application as well as appeal before the First Appellate Authority has been moved by the Company to set right the mistake by the Income Tax Department.

8. According to the information and explanation given to us, company has no transactions, not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act,1961(43of1961).
- 9 The Company has not defaulted in repayment of loans or borrowings to any bank or financial Institution or Government during the year, except the default made in payment of the interest on loan taken from Kerala State Beverages (M&M) Corporation Ltd. The amount of Rs 134.125 lakhs is the amount of interest payable for the period from 19.08.2019 to 31.03. 2023. The company has deducted TDS on payment of interest only and not on the basis of deduction at the time of accrual. An excess provision of Rs 1329/- has also been created. Further an amount of Rs 400.00 Lakhs is received as loan from Government of Kerala to meet the operational expenses as mentioned above for which the rate of interest and repayment terms is not crystallized so far and hence it is shown as contingent liability.
- 10 The Company has not raised any money by way of initial public offer or further public offer (including debt instruments). Accordingly, paragraph 3(x) of the order is not applicable.
- 11
 - a) According to the information and explanation given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
 - b) According to the information and explanation given to us, no report under sub-section of section143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
 - c) According to the information and explanation given to us, no whistle-blower complaints, received during the year by the company.
- 12 The Company is not a Nidhi Company and accordingly, paragraph 3(xii) of the order is not applicable to the Company.
- 13 According to the information and explanations given to us, we are of the opinion that all transactions with related parties are in compliance with Section177 and 188 of Companies Act,2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the Accounting Standards and the Companies Act, 2013.
- 14
 - a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business. But internal audit is not effective.
 - b) We have considered the reports of the Internal Auditors for the period under audit.
- 15 According to the information and explanations given to us, we are of the opinion that the company has not entered into any non-cash transactions with directors or persons connected with him and accordingly, the provisions of clause3(xv) of the Order is not applicable
- 16 According to the information and explanations given to us, we are of the opinion that the company



is not required to be registered under section 45-IA of the Reserve Bank of India Act,1934 and the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, accordingly the provisions of clause3(xvi) of the Order are not applicable.

- 17 The company has incurred cash losses in the financial year since the company has a negative net cash flow from operating activities of ₹ 72.12lakhs.
- 18 There is no resignation of statutory auditors during the year; hence this clause is not applicable.
- 19 According to the information and explanations given to us and based on our examination of the records of the Company and financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we were in the opinion that the net cash balance as on balance sheet date was a meager amount of Rs 18.86 lakh (net of short term borrowings) and the earning capacity of the company was showing a declining trend. Hence there exist material uncertainty in meeting its liabilities.
20. Provision of section 135 of Companies Act,2013 is not applicable to the company; hence this clause is not applicable.

For K MAQBOOL SHAH & CO.
CHARTERED ACCOUNTANTS
(Reg. No. 006846S)

Sd/-

MAQBOOL SHAH KHAJAMIAH
MEMBERSHIP No. 203742
PARTNER
UDIN:23203742BGVJRN9636

Place: Punalur
Date: 29-11-2023

**REHABILITATION PLANTATIONS LIMITED**

(A Joint Venture of Government of India & Government of Kerala)
Registered Office: Building No. XXIX/246, Punalur-691305, Kollam District, Kerala, India
CIN – U01119KL1976SGC002799

BALANCE SHEET AS AT 31.03.2023

PARTICULARS	NOTE NO.	AS AT 31.03.2023 (₹ in lakhs)	AS AT 31.03.2022 (₹ in lakhs)
I. EQUITY AND LIABILITIES			
(1) SHAREHOLDER'S FUNDS			
(a) SHARE CAPITAL	1	339.27	339.27
(b) RESERVES AND SURPLUS	2	13208.63	14050.92
(c) MONEY RECEIVED AGAINST SHARE WARRENTS		-	-
(2) SHARE APPLICATION MONEY PENDING ALLOTMENT		-	-
(3) NON CURRENT LIABILITIES			
(a) LONG TERM BORROWINGS	3	900.00	800.00
(b) OTHER LONG TERM LIABILITIES	3	283.17	76.04
(c) LONG TERM PROVISIONS	4	3984.15	3927.40
(4) CURRENT LIABILITIES	5		
(a) SHORT TERM BORROWINGS		191.20	-
(b) TRADE PAYABLES		89.46	60.18
(c) OTHER CURRENT LIABILITIES	6	569.71	404.28
(d) SHORT TERM PROVISIONS	7	551.09	555.78
TOTAL		20116.68	20213.87

The accompanying notes form an integral part of these financial statements

For and on behalf of the Board of Directors

Sd/-
Vinod M.
Finance Manager

Sd/-
Merena Varghese
Company Secretary
ACS No. 17375

Sd/-
R. Adalarasan IFS
Managing Director
DIN 07648703

Sd/-
Sivaprasad V.
Director
DIN 10375550

Place : Thiruvananthapuram
Date : 09.11.2023

As Per Our Report Dated 29th November 2023
K. MAQBOOL SHAH & CO
CHARTERED ACCOUNTANTS (FRN 006846S)

Sd/-
MAQBOOL SHAH KHAJAMIAH
Partner, Membership No.203742
UDIN:23203742BGVJRN9636

**REHABILITATION PLANTATIONS LIMITED**

(A Joint Venture of Government of India & Government of Kerala)
Registered Office: Building No. XXIX/246, Punalur-691305, Kollam District, Kerala, India
CIN – U01119KL1976SGC002799

PARTICULARS	NOTE NO.	AS AT 31.03.2023 (₹ in lakhs)	AS AT 31.03.2022 (₹ in lakhs)
II. ASSETS			
(1) NON-CURRENT ASSETS			
(a) FIXED ASSETS			
(i) PROPERTY, PLANT AND EQUIPMENT	8	14373.23	14263.54
(ii) INTANGIBLE ASSETS		-	-
(iii) CAPITAL WORK-IN-PROGRESS	9	0.27	0.27
(iv) INTANGIBLE ASSETS UNDER DEVELOPMENT		-	-
(b) NON-CURRENT INVESTMENTS	10	1.00	1.00
(c) DEFERRED TAX ASSETS (NET)	11	85.84	56.98
(d) LONG TERM LOANS AND ADVANCES	12	763.95	641.79
(e) OTHER NON-CURRENT ASSETS	13	4262.05	4266.33
(2) CURRENT ASSETS			
(a) CURRENT INVESTMENTS		-	-
(b) INVENTORIES	14	263.71	327.27
(c) TRADE RECEIVABLES	15	1.93	67.58
(d) CASH AND CASH EQUIVALENTS	16	210.06	449.69
(e) SHORT TERM LOANS AND ADVANCES	17	75.44	49.72
(f) OTHER CURRENT ASSETS.	18	79.20	89.70
TOTAL		20116.68	20213.87

The accompanying notes form an integral part of these financial statements

For and on behalf of the Board of Directors

Sd/-
Vinod M.
Finance Manager

Sd/-
Merena Varghese
Company Secretary
ACS No. 17375

Sd/-
R. Adalarasan IFS
Managing Director
DIN 07648703

Sd/-
Sivaprasad V.
Director
DIN 10375550

Place : Thiruvananthapuram

Date : 09.11.2023

As Per Our Report Dated 29th November 2023

K. MAQBOOL SHAH & CO
CHARTERED ACCOUNTANTS (FRN 006846S)

Sd/-
MAQBOOL SHAH KHAJAMIAH
Partner, Membership No.203742
UDIN:23203742BGVJRN9636

**REHABILITATION PLANTATIONS LIMITED**

(A Joint Venture of Government of India & Government of Kerala)

Registered Office: Building No. XXIX/246, Punalur-691305, Kollam District, Kerala, India

CIN – U01119KL1976SGC002799

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2023

PARTICULARS	NOTE NO.	FOR THE	FOR THE
		YEAR ENDED 31.03.2023 (₹ in lakhs)	YEAR ENDED 31.03.2022 (₹ in lakhs)
I. REVENUE FROM OPERATIONS	19	3565.01	3751.09
II. OTHER INCOME	20	42.99	47.83
III. TOTAL INCOME (I + II)		3608.00	3798.92
IV. EXPENSES:			
COST OF OPERATIONS	21	614.45	273.40
CHANGES IN INVENTORIES OF FINISHED GOOD WORK-IN- PROGRESS AND STOCK- IN-TRADE.	22	71.24	20.78
EMPLOYEE BENEFITS EXPENSES	23	3050.98	3,019.97
DEPRECIATION	24	83.83	83.06
OTHER EXPENSES	25	493.65	186.77
FINANCE COST	26	41.87	41.84
TOTAL EXPENSES		4356.02	3625.82
V. PROFIT/ (LOSS) BEFORE EXCEPTIONAL AND EXTRA ORDINARY ITEMS AND TAX.		(-)748.02	173.10
VI. EXCEPTIONAL ITEMS		-	-
VII. PROFIT/(LOSS) BEFORE EXTRA ORDINARY ITEMS AND TAX (V – VI)		(-)748.02	173.10
VIII. EXTRA ORDINARY ITEM		-	-
IX. PROFIT/(LOSS) BEFORE TAX (VII + VIII)		(-)748.02	173.10
X. TAX EXPENSES			
(1) CURRENT TAX		-	-
CENTRAL INCOME TAX		-	9.46
TOTAL		-	9.46
(2) DEFERRED TAX		28.86	30.92
XI. PROFIT / (LOSS) FOR THE PERIOD		(-)719.16	194.56
XII. EARNINGS PER EQUITY SHARE :			
(1) BASIC		₹ (-) 2,348	₹ 305
(2) DILUTED		₹ (-) 2,348	₹ 305

The accompanying notes form an integral part of these financial statements

For and on behalf of the Board of Directors

Sd/-
Vinod M.
Finance ManagerSd/-
Merena Varghese
Company Secretary
ACS No. 17375Sd/-
R. Adalarasan IFS
Managing Director
DIN 07648703Sd/-
Sivaprasad V.
Director
DIN 10375550Place : Thiruvananthapuram
Date : 09.11.2023As Per Our Report Dated 29th November 2023
K. MAQBOOL SHAH & CO
CHARTERED ACCOUNTANTS (FRN 006846S)Sd/-
MAQBOOL SHAH KHAJAMIAH
Partner, Membership No.203742
UDIN:23203742BGVJRN9636



REHABILITATION PLANTATIONS LIMITED

(A Joint Venture of Government of India & Government of Kerala)
Registered Office: Building No. XXIX/246, Punalur-691305, Kollam District, Kerala, India
CIN – U01119KL1976SGC002799

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2023

PARTICULARS	2022-23 (₹ in lakhs)	2021-22 (₹ in lakhs)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Profit / Loss before tax and other extraordinary items	(-) 748.02	173.10
Adjustments for:		
Less: Interest Income	3.29	11.40
Less: Profit on sale of Capital items	3.09	0.10
Add: Loss on sale of Capital items	0.36	-
Add: Interest Paid	41.87	41.75
Add: Depreciation	83.83	83.06
Add: Provisions (long-term)	56.75	(-) 57.53
Operating profit / loss before working capital changes	(-)571.59	228.88
Adjustments for changes in working capital:		
Change in Inventories	63.56	(-) 71.02
Change in Trade Receivables	65.65	34.16
Change in Short term loans and advances(Asset)	(-) 25.72	(-) 18.17
Change in Other Current Asset	10.49	(-) 13.09
Change in short term borrowings	191.20	-
Change in Trade Payables	29.28	23.93
Change in Other Current Liabilities	165.42	(-) 37.94
Change in short term Provisions	(-) 4.69	325.70
Change in Non-current Assets	4.28	(-) 19.06
Cash generated from Operations	(-)72.12	453.41
Income Tax Paid/Provision	-	(-) 9.46
Cash Flow before Extraordinary items	(-)72.12	443.95
Extra Ordinary Items	-	-
Net cash flow from Operating Activities	(-)72.12	443.95

The accompanying notes form an integral part of these financial statements

For and on behalf of the Board of Directors

Sd/-
Vinod M.
Finance Manager

Sd/-
Merena Varghese
Company Secretary
ACS No. 17375

Sd/-
R. Adalarasan IFS
Managing Director
DIN 07648703

Sd/-
Sivaprasad V.
Director
DIN 10375550

Place : Thiruvananthapuram
Date : 09.11.2023

As Per Our Report Dated 29th November 2023
K. MAQBOOL SHAH & CO
CHARTERED ACCOUNTANTS (FRN 006846S)

Sd/-
MAQBOOL SHAH KHAJAMIAH
Partner, Membership No.203742
UDIN:23203742BGVJRN9636

**REHABILITATION PLANTATIONS LIMITED**

(A Joint Venture of Government of India & Government of Kerala)

Registered Office: Building No. XXIX/246, Punalur-691305, Kollam District, Kerala, India

CIN – U01119KL1976SGC002799

PARTICULARS	2022-23 (₹ in lakhs)	2021-22 (₹ in lakhs)
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Addition /Deduction of Fixed Asset	(-) 195.07	(-) 382.09
Assets purchased out of Grant	(-)123.13	(-)100.18
Change in Long term loans and Advances	(-) 122.15	(-) 158.93
Interest Income	3.29	11.40
Sale of Capital Items	4.29	0.10
Net cash flow from Investing activities	(-) 432.77	(-) 629.70
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Change in long term borrowings	100.00	3,00.00
Change in Other Long term Liabilities	207.13	(-)12.67
Interest Paid	(-) 41.87	(-) 41.75
Net cash flow from Financing activities	265.26	245.58
TOTAL CASH FLOW	(-) 239.63	59.82
Opening cash and cash equivalents	449.69	389.86
CLOSING CASH AND CASH EQUIVALENTS	210.06	449.69

The accompanying notes form an integral part of these financial statements

For and on behalf of the Board of Directors

Sd/-
Vinod M.
Finance ManagerSd/-
Merena Varghese
Company Secretary
ACS No. 17375Sd/-
R. Adalarasan IFS
Managing Director
DIN 07648703Sd/-
Sivaprasad V.
Director
DIN 10375550Place : Thiruvananthapuram
Date : 09.11.2023As Per Our Report Dated 29th November 2023
K. MAQBOOL SHAH & CO
CHARTERED ACCOUNTANTS (FRN 006846S)Sd/-
MAQBOOL SHAH KHAJAMIAH
Partner, Membership No.203742
UDIN:23203742BGVJRN9636



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

PARTICULARS	AS AT 31.03.2023 (₹ in lakhs)	AS AT 31.03.2022 (₹ in lakhs)
NOTE 1		
SHARE HOLDERS FUND		
Share Capital		
Authorised Capital		
35,000 equity shares of ₹ 1000/- each	350.00	350.00
Issued, Subscribed and fully Paid up		
33,927 shares of ₹ 1000/- each fully paid up out of which 20585 shares held by Govt. of Kerala and 13342 shares held by Govt. of India.	339.27	339.27
Shares subscribed but not fully paid up	Nil	Nil
Par value per share in ₹	1,000	1,000
No. of shares at the beginning of the year	33,927	33,927
No. of shares at the end of the year	33,927	33,927
Rights, preference and restrictions attached to each class of shares including restrictions on the distribution of dividend and payment of capital	Only one class of equity shares with equal right of dividend	Only one class of equity shares with equal right of dividend
Shares in respect of each class in the Company held by holding Company/ Ultimate holding Company/ subsidiaries of its holding Company/ associates of holding Company/ Subsidiaries of ultimate holding Company/ Associates of ultimate holding Company	Nil	Nil
Shares held by share holders holding more than 5% of shares		
60% shares held by Govt. of Kerala	20,585	20,585
40% shares held by Govt. of India	13,342	13,342
Shares received under options and contracts/ commitments for the sale of shares/ disinvestment	Nil	Nil
For the period of 5 years immediately preceding the dates as at which the Balance Sheet is prepared -		
I. Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash	Nil	Nil
II. Aggregate number and class of shares allotted as fully paid up by way of bonus shares	Nil	Nil
III. Aggregate number and class of shares bought back	Nil	Nil
Terms of any securities convertible into equity / preferential issued along with earliest date of conversion	Nil	Nil



PARTICULARS	AS AT 31.03.2023 (₹ in lakhs)	AS AT 31.03.2022 (₹ in lakhs)
Calls unpaid	Nil	Nil
Forfeited shares	Nil	Nil
Refer Note 28 (ii) for changes in shareholding		
NOTE 2		
RESERVES AND SURPLUS		
GENERAL RESERVE		
General Reserve as per last Balance Sheet	12922.15	12818.79
Profit/(Loss) transferred from P & L	(-)796.76	103.36
Sub Total (A)	12125.39	12922.15
Profit/Loss After Tax	(-)719.16	194.56
	(-)719.16	194.56
Less Transferred to Replanting Reserve	77.60	91.20
	(-)796.76	103.36
Net Profit / (Loss) After Appropriation	(-)796.76	103.36
Transferred to General Reserve	(-)796.76	103.36
Other Reserves		
Replanting Reserve as per last Balance sheet	978.95	887.75
	978.95	887.75
Add:- For Current Year	77.60	91.20
Sub Total (B)	1056.55	978.95
Capital Reserve (C)	26.69	149.82
TOTAL (A + B + C)	13208.63	14050.92
NOTE 3		
NON CURRENT LIABILITIES		
LONG TERM BORROWINGS		
KERALA STATE BEVERAGES CORPORATION	500.00	500.00
LOAN FROM GOVERNMENT OF KERALA	400.00	300.00
TOTAL	900.00	800.00
OTHER LONG TERM LIABILITIES		
TRADE PAYABLES	14.85	15.36
OTHER PAYABLES	66.86	60.68
PAYABLE TO GRATUITY FUND TRUST	201.47	0.00
TOTAL	283.17	76.04



PARTICULARS	AS AT 31.03.2023 (₹ in lakhs)	AS AT 31.03.2022 (₹ in lakhs)
NOTE 4		
LONG TERM PROVISIONS		
PROVISION FOR CIT	1924.73	1920.92
PROVISION FOR AIT	453.05	453.05
PROVISION FOR GRATUITY	1221.50	1249.01
PROVISION FOR LEASE RENT	114.08	85.56
PROVISION FOR INTEREST ON MSME	2.83	2.17
PROVISION FOR LEAVE ENCASHMENT	251.61	216.69
PROVISION FOR INTEREST ON LEASE RENT	16.35	-
TOTAL	3984.15	3927.40
NOTE 5		
CURRENT LIABILITIES		
SHORT TERM BORROWING	1,91.20	-
TOTAL	191.20	-
TRADE PAYABLES	89.46	60.18
TOTAL	89.46	60.18
NOTE 6		
OTHER CURRENT LIABILITIES		
FOR WORKS	42.47	5.91
FOR EXPENSES	228.95	171.94
OTHER PAYABLES	298.29	226.43
TOTAL	569.71	404.28
NOTE 7		
SHORT TERM PROVISIONS		
FOR BONUS	75.67	73.72
FOR ARREAR DA	152.45	152.45
FOR EPF EMPLOYER'S CONTRIBUTION	33.81	28.92
FOR LEAVE ENCASHMENT	31.54	45.24
FOR LEASE RENT	28.52	28.52
PROVISION FOR GRATUITY	215.22	216.80
PROVISION FOR CIT	-	9.46
PROVISION FOR INTEREST ON MSME	2.14	0.67
PROVISION FOR INTEREST ON LEASE RENT	11.74	-
TOTAL	551.09	555.78

**NOTE 8**

(₹ in lakhs)

FIXED ASSETS**FINANCIAL YEAR**

PARTICULARS	AT COST			
	Up to 01.04.2022	Additions for the year	Sales/ Adjustments	Up to 31-3-2023
MATURE PLANTATIONS	8488.58	1811.23	0.00	10299.81
IMMATURE PLANTATIONS	4157.04	301.98	1978.75	2480.27
FREEHOLD LAND	220.54	0.00	0.00	220.54
ROADS	79.90	29.54	0.00	109.44
BUILDINGS	2512.76	21.87	0.80	2533.83
FACTORY BUILDINGS	159.78	0.00	0.12	159.66
MACHINERY & OTHER EQUIPMENTS	389.80	6.71	106.07	290.44
VEHICLES	181.54	1.85	1.69	181.70
FURNITURE & FITTINGS	48.52	0.30	0.18	48.64
ELECTRICAL FITTINGS	199.03	0.36	0.00	199.39
LIBRARY BOOKS	2.08	0.00	0.00	2.08
SUB TOTAL	16439.57	2173.85	2087.62	16525.80
RUBBER SHEETINGS FACTORY:				
FACTORY BUILDINGS	34.09	0.00	0.00	34.09
MACHINERY & OTHER EQUIPMENTS	60.31	0.00	0.40	59.92
FURNITURE & FITTINGS	0.88	0.00	0.00	0.88
ELECTRICAL FITTINGS	8.76		0.00	8.76
OFFICE EQUIPMENTS	0.39	0.00	0.00	0.39
SUB TOTAL	104.43	0.00	0.40	104.03
TOTAL	16544.00	2173.85	2088.02	16629.83
PREVIOUS YEAR TOTAL	16162.99	849.53	468.51	16544.00

Note 1: Depreciation not provided for the following assets under agricultural operations, since they were not put in to use during the year.

A. Building	₹ 0.16 lakh	(P.Y. ₹ 0.16 lakh)
B. Other Equipments	₹ 0.24 lakh	(P.Y. ₹ 0.28 lakh)
C. Water supply & Sanitary	₹ 0.36 lakh	(P.Y. ₹ 0.04 lakh)
D. Electrical Fittings	₹ NIL	(P.Y. ₹ 0.08 lakh)

Note 2: Assets acquired during the year by utilizing Grant from Govt. of Kerala is not shown as additions and depreciation also not provided. (Refer Note No.27)

Note 3: Depreciation Amount ₹ 0.02Lakhs(P.Y. ₹ 0.03lakhs) in respect of vehicle purchased for replanting activities and capitalized in Immature Plantations.



(₹ in lakhs)

2022-2023

DEPRECIATION				NET BLOCK	
Up to 01.04.2022	Sales/ Adjustments	For the Year	Up to 31-3-2023	As on 31-3-2023	As on 31-3-2022
0.00	0.00	0.00	0.00	10299.81	8488.58
0.00	0.00	0.00	0.00	2480.27	4157.04
0.00	0.00	0.00	0.00	220.54	220.54
79.90	0.00	4.86	84.76	24.68	0
1160.96	0.47	67.18	1227.67	1306.16	1351.80
159.52	0.12	0.02	159.42	0.24	0.27
364.13	104.89	6.47	265.71	24.73	25.67
178.51	1.69	1.26	178.08	3.62	3.03
45.30	0.18	0.96	46.08	2.56	3.21
189.62	0.00	2.65	192.27	7.12	9.41
2.08	0.00	0.00	2.08	0.00	0
2180.02	107.35	83.40	2156.07	14369.73	14259.55
30.84	0.00	0.31	31.15	2.94	3.25
59.59	0.35	0.13	59.36	0.55	0.72
0.87	0.00	0.00	0.87	0.01	0.01
8.76	0.00	0.00	8.87	0.00	0
0.38	0.00	0.00	0.38	0.00	0.01
100.44	0.35	0.44	100.53	3.50	3.99
2280.46	107.70	83.84	2256.60	14373.23	14263.54
2198.47	1.10	83.09	2280.46	14263.54	13964.52

Depreciation	As on 31.3.2023	As on 31.3.2022
	(₹ in lakh)	(₹ in lakh)
(a) Agricultural Operation	83.40	82.58
(b) Rubber Sheeting Factory	0.44	0.51
	83.84	83.09
Less:- Transferred to Immature Plantations	0.01	0.03
Balance charged to P & L Account	83.83	83.06



PARTICULARS	AS AT 31.03.2023 (₹ in lakhs)	AS AT 31.03.2022 (₹ in lakhs)
NOTE 9		
CAPITAL WORK IN PROGRESS		
WATER SUPPLY - K/E	0.27	0.27
TOTAL	0.27	0.27
NOTE 10		
NON-CURRENT INVESTMENT		
Investment - In 1000 equity shares of 100/- each in RP Employees Co-Op. Society Ltd	1.00	1.00
TOTAL	1.00	1.00
NOTE 11		
DEFFERED TAX ASSET	85.84	56.98
(Tax Effect of time differences as prescribed by the Accounting Standard No.22 issued by the Institute of Chartered Accountants of India) Also Refer Note No. 27		
Balance at the beginning of the Year	56.98	26.06
Adjustment during the Year	28.86	30.92
Balance at the end of the Year	85.84	56.98
NOTE 12		
LONG TERM LOANS AND ADVANCES		
OTHER ADVANCES	763.95	641.79
TOTAL	763.95	641.79
NOTE 13		
OTHER NON-CURRENT ASSETS		
ADVANCE TO CIT	2777.60	2783.95
ADVANCE TO AIT	1445.90	1445.90
FIXED DEPOSITS		-
(a) SUB TREASURY		-



PARTICULARS	AS AT 31.03.2023 (₹ in lakhs)	AS AT 31.03.2022 (₹ in lakhs)
Fixed deposits due to mature after 12 months from the reporting date are classified under Other non-current assets	-	-
OTHERS	35.78	34.73
TOTAL	4259.28	4264.58
LONG TERM TRADE RECEIVABLES		
UNSECURED	2.77	1.75
BAD AND DOUBTFUL DEBTS	3.62	3.62
SUB TOTAL	6.39	5.37
Less:- Provision for bad and doubtful debts	3.62	3.62
SUB TOTAL	2.77	1.75
TOTAL	4262.05	4266.33
MOVEMENT		
Provisions at the beginning of the year	3.62	3.62
Provisions made during the year	-	-
Written off during the year	-	-
Realised during the year	-	-
Provisions at the end of the year	3.62	3.62
NOTE 14		
INVENTORIES		
(As taken valued and certified by Management. Mode of valuation explained in No.27 Significant accounting policies).		
RAW MATERIAL	67.55	93.75
WORK-IN-PROGRESS	1.74	1.38
FINISHED GOODS	90.76	162.35
LOOSE TOOLS	0.10	0.05
STORES AND SPARES	103.55	69.74
TOTAL	263.70	327.27
NOTE 15		
TRADE RECEIVABLES -		
UNSECURED CONSIDERED GOOD	1.93	67.58
TOTAL	1.93	67.58



PARTICULARS	AS AT 31.03.2023 (₹ in lakhs)	AS AT 31.03.2022 (₹ in lakhs)
NOTE 16		
CASH AND CASH EQUIVALENTS		
CASH AND STAMP IN HAND	0.12	0.11
BALANCES WITH BANKS -		
CURRENT ACCOUNT	209.89	218.56
SAVINGS ACCOUNT	0.05	0.02
SAVINGS ACCOUNT (INTEREST FREE)		-
FIXED DEPOSIT		
(a) COMMERCIAL BANKS	-	231.00
(b) SUB TREASURY	-	-
1. Fixed deposits due to mature within 12 months of the reporting date included under Cash and Cash equivalents		
2. Fixed deposits due to mature after 12 months of the reporting date included under Other non-current assets.		
TOTAL	210.06	449.69
NOTE 17		
SHORT TERM LOANS & ADVANCES		
STAFF ADVANCE	21.91	20.34
PREPAID EXPENSE	4.71	7.42
OTHER ADVANCE	48.82	21.96
TOTAL	75.44	49.72
NOTE 18		
OTHER CURRENT ASSETS		
INTEREST ACCRUED BUT NOT DUE	-	0.97
EPF EMPLOYEES SHARE RECOVERABLE	2.61	-
EPF RECOVERABLE FROM OTHER ORGANISATION	0.19	-
INCOME TAX SALARIES RECOVERABLE	0.71	-
ESTATE NURSERIES	75.67	88.73
DECOMMISSIONED/RETIRED ASSETS	0.02	-
TOTAL	79.20	89.70



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

PARTICULARS	FOR THE YEAR ENDED 31.03.2023 (₹ in lakhs)	FOR THE YEAR ENDED 31.03.2022 (₹ in lakhs)
NOTE NO.19		
REVENUE FROM OPERATION		
SALE OF NATURAL RUBBER		
(a) Agricultural Operations		
Sale of Rubber	3499.29	3655.69
(b) Rubber Sheeting Factory		
Sale of Foot wear quality sheets	39.80	36.81
TOTAL (a+b)	3539.09	3692.50
OTHER SALES		
(a) Agricultural Operations		
Sale of Cashew	10.04	8.73
Sale of unserviceable articles	5.99	3.17
Sale of Goat	0.80	0.87
Sale of Gunny bags	-	-
Sale of Misc. Species & Crops	0.03	0.41
Sale of Bud Wood Stump	-	-
Sale of Fire Wood	0.25	-
Sale of Rubber Wood	-	-
Sale of old newspapers	-	0.01
Sale of Usufructs	0.61	0.54
Sale of Tender Forms	0.33	1.55
Sale of used polythene Film	3.13	2.57
	21.18	17.85
(b) Rubber Sheeting Factory		
Sale of Rocasin Sheet	4.74	40.74
TOTAL (a+b)	25.92	58.59
GRAND TOTAL	3565.01	3751.09



PARTICULARS	FOR THE YEAR ENDED 31.03.2023 (₹ in lakhs)	FOR THE YEAR ENDED 31.03.2022 (₹ in lakhs)
NOTE NO. 20		
OTHER INCOME		
(a) Agricultural Operations		
Miscellaneous Income	3.71	3.54
Profit on Sale of Capital Items	3.09	0.10
Prior Period Income	-	0.02
Interest	3.29	11.40
Surplus on Sale of Rubber Seedlings	25.20	27.69
Rent & Ground Rent Received	1.51	5.08
Revenue expenditure met out of Grant	6.19	-
	42.99	47.83
(b) Rubber Sheeting Factory		
Miscellaneous Income	-	-
TOTAL (a+b)	42.99	47.83
TOTAL REVENUE (19 + 20)	3608.00	3798.92
NOTE NO. 21		
COST OF OPERATIONS		
(a) Agricultural Operations		
Tapping Materials Consumed	9.17	11.13
Spraying Operations	-	-
Stores & Spares Consumed	120.58	83.87
Purchase of Latex	242.24	5.00
Purchase of Scrap	0.70	0.29
Latex Processing Expenses	125.09	86.79
Crumb Processing Expenses	21.78	22.14
Packing Materials Consumed	82.48	39.88
Tools & Implement Consumed	-	-
SUB TOTAL	602.04	249.10
Less:- Transfer to Rubber Sheeting Factory	11.04	16.05
Cost of Operations	591.00	233.05
(b) Rubber Sheeting Factory		
Raw Materials Consumed	22.60	38.19
Packing Materials Consumed	0.85	2.38
	23.45	40.57
Less:- Transfer from Rubber Sheeting Factory	-	0.22
Sub Total	23.45	40.35
TOTAL (a)+(b)	614.45	273.40



PARTICULARS	FOR THE YEAR ENDED 31.03.2023 (₹ in lakhs)	FOR THE YEAR ENDED 31.03.2022 (₹ in lakhs)
NOTE NO.22		
CHANGES IN INVENTORIES OF FINISHED GOODS / WIP - STOCK-IN TRADE		
(a) Agricultural Operations		
Opening Stock		
Natural Rubber	146.95	161.02
Closing Stock		
Natural Rubber	84.71	146.96
	62.24	14.06
(b) Rubber Sheeting Factory		
Opening Stock		
Finished Products	15.39	21.88
Semi-Finished Products	1.38	1.61
	16.77	23.49
Closing Stock		
Finished Products	6.04	15.39
Semi-Finished Products	1.74	1.38
	7.78	16.77
	8.99	6.72
TOTAL (a) + (b)	71.23	20.78
NOTE NO.23		
EMPLOYEE BENEFIT EXPENSES		
(a) Agricultural Operations		
Salary & Allowances	825.85	1000.58
Wages & Allowances to Workers	1683.09	1448.93
Bonus	255.07	240.20
Welfare Expenses	41.96	39.23
Staff Training Expenses	0.63	0.29
Gratuity	-	31.94
Provident Fund	213.46	225.36
NPS to MD (Company Contribution)	3.72	2.09
	3023.78	2988.62
(b) Rubber Sheeting Factory		
Salary & Allowances	17.23	19.31
Wages & Allowances to Workers	2.19	5.26
Bonus	2.82	2.82
Gratuity	0.16	0.70
Welfare Expenses	1.38	1.15
Provident Fund	3.42	2.11
	27.20	31.35
TOTAL (a) + (b)	3050.98	3019.97



PARTICULARS	FOR THE YEAR ENDED 31.03.2023 (₹ in lakhs)	FOR THE YEAR ENDED 31.03.2022 (₹ in lakhs)
NOTE NO. 24		
DEPRECIATION		
(a) Agricultural Operation	83.40	82.58
(b) Rubber Sheeting Factory	0.44	0.51
	83.84	83.09
Less:- Transferred to Immature Plantations	0.01	0.03
Balance charged to P & L Account	83.83	83.06
NOTE NO.25		
OTHER EXPENSES		
(a) Agricultural Operations		
Sales Commission	15.58	13.89
Commission on sale of Miscellaneous Crops	-	-
Govt. Guarantee Commission	3.38	3.37
Goat Farm Expenses	4.20	3.98
Repair & Maintenance of Roads and Buildings	5.54	2.40
Repair & Maintenance of Vehicle & Machinery	65.16	44.54
Repair & Maintenance of other Assets	9.32	10.42
Electricity Charges	21.29	21.26
Printing & Stationery	2.16	2.13
Pollution Control Expenses	3.91	3.12
Postage & Telephone	1.95	1.80
Store & Handling Charges	1.43	1.56
Taxes other than IT	3.30	5.07
Insurance	8.87	4.62
Interest on delayed payments to MSME suppliers	2.14	0.67
Travelling Allowance	8.90	9.12
Statutory Audit Remuneration;		
(a) Audit Fee	1.05	1.05
(b) Other Expenses	0.45	1.58
Tax Audit Fee (AIT Audit)	-	0.24
Tax Audit Fee (IT Audit)	0.26	0.26
Internal Audit Fees	-	-
GST Audit Fee	0.34	0.20
ISO Audit Fee	0.15	0.20
Gratuity Audit Fee	-	0.10
Energy Audit Fee	0.15	-
Advertisement Charges	1.95	1.35
Interview Expenses	1.88	0.07
Legal Expenses	9.50	0.68



PARTICULARS	FOR THE YEAR ENDED 31.03.2023 (₹ in lakhs)	FOR THE YEAR ENDED 31.03.2022 (₹ in lakhs)
Office & Miscellaneous Expenses	3.64	2.83
Professional Charges	10.48	2.30
Entertainment Expenses	-	0.02
ISO 14001:2004 Expenses	0.91	1.04
Lease Rent	24.89	23.11
Interest on Lease rent	11.74	-
Hire Charges of Vehicle	4.27	3.04
Prior Period Adjustment	251.34	0.33
Other Miscellaneous Expenses	7.10	15.64
Filing Fee	0.03	0.14
	487.26	182.13
(b) Rubber Sheeting Factory		
Repair & Maintenance of Vehicle and Machinery	0.32	0.43
Repair & Maintenance of other Assets	0.08	0.13
Electricity Charges	1.49	2.95
Taxes other than IT	0.42	0.43
Postage and Telephone	0.01	0.01
Analytical Charges	-	0.02
Insurance	0.26	0.26
Travelling Allowance	0.06	0.02
Professional Charges	0.06	0.07
Newspaper and Periodicals	-	0.01
Store handing charges	0.18	0.20
Printing & Stationery	0.01	0.01
Prior Period Adjustment	3.43	-
Office Miscellaneous Expenses	0.05	0.08
Bank charges	0.02	0.02
	6.39	4.64
TOTAL (a + b)	493.65	186.77
NOTE NO.26		
FINANCE COST		
Interest on KSBC -Inter Corporate Loan	41.81	41.75
Interest on Overdraft	0.06	0.09
	41.87	41.84

**NOTE 27****Significant Accounting policy, additional disclosures and notes on accounts****Notes on Accounting Standards prescribed
by the Institute of Chartered Accountants of India****ACCOUNTING STANDARD (1) – Disclosure of accounting policies**

The financial statements are prepared under historical cost convention on accrual basis as a going concern in accordance with the generally accepted accounting principles in India and to comply with all material aspects with the mandatory accounting standards notified by the Companies (Accounting standard) Rules 2006 and the provisions of the Companies Act, 2013. Accounting policies not specifically referred to otherwise are consistent with generally accepted accounting principles.

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Such estimates include provisions for doubtful debts, future obligations under employee retirement benefit plans, arrear amount to be paid to employees consequent to salary/DA revision and provision for income taxes and the useful lives of fixed assets. Contingencies are recorded when it is probable that a liability will be incurred and the amount that can be reasonably estimated. Actual results could differ from such estimates. The differences between actual results and estimates are recognized in the year in which the results are known / materialized. Any revision to accounting estimate is recognized prospectively in current and future period.

ACCOUNTING STANDARD (2) – Valuation of inventories

Valuation of inventory is done in line with the provisions of the Accounting Standard and in general, the inventory is valued at cost or net realizable value whichever is less. However the following items are valued as detailed below.

- a) Natural Rubber: Being an agricultural produce, market price as on 31/03/2023 or last realized price whichever is less.
- b) General Stores, Spares and Chemicals : Actual Cost as the value of these items are meagre when compared to the total inventory.
- c) Semi-finished Goods at Rubber Sheeting Factory: At Cost

The basis of determining cost for various categories of inventories is as follows:

Stores, Spares and Chemicals: Purchase price, freight and other directly attributable costs.

Finished goods and Semi-finished goods: Materials, labour cost, depreciation and overheads of the goods at Rubber Sheeting Factory.

Note: Dry Rubber content of rubber stock has been arrived at as follows:-

Unprocessed Latex	: Actual Laboratory DRC
Processed Latex	: 60.0%
Scrap Rubber	: 65.0%
Trap Rubber	: 62.0%
Skim Crepe	: 55.0%



ACCOUNTING STANDARD (3) – Cash flow statement

The disclosure of cash flow statement is included in the financial statements of the Company.

ACCOUNTING STANDARD (4) – Contingencies and events occurring after the Balance Sheet date

A provision is recognized when the Company has a present obligation as a result of past events; 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.

Contingent liability is disclosed in case of a present obligation arising from past events when it is not probable that an outflow of resources will be required to settle the obligation or a present obligation when arising from past events where the probability of outflow of resources is remote.

Contingent Assets are neither recognized nor disclosed.

ACCOUNTING STANDARD (5) – Net profit or loss for the period, prior period items and changes in accounting policies

No changes in accounting policies except accounting policy on Plantations (Please see Note 28 (vi) regarding treatment of Plantations).

Individual items of Income and Expenditure relating to a prior period are accounted as prior period items and disclosed accordingly.

ACCOUNTING STANDARD (9) – Revenue recognition

Sales of goods are recognized at the point of despatch of finished goods. Sales are net of trade discount and GST as the case maybe.

ACCOUNTING STANDARD (10) – Property, Plant and equipment

Property, Plant and equipment, other than Plantations are stated at acquisition cost less accumulated depreciation and impairment loss, if any. (Please see Note 28 (vi) regarding treatment of Plantations). Depreciation of fixed assets is provided under **written down value method** at the rates prescribed under schedule II of the Companies Act, 2013.

As per the Companies Act 2013 and the significant accounting policies, the rates of depreciation adopted during the financial year are disclosed below.

Sl. No	Class of Assets	Residual Value	Useful life as per Companies Act 2013	Change with respect to accounting policy of the Company	Depreciation Rates as a percentage
		%	In years	In years	%
1	Mature Plantations	NA	NA	Nil	0.00
2	Immature Plantations	NA	NA	Nil	0.00
3	Freehold Land	NA	NA	Nil	0.00
4	Roads (Non-RCC)	05.00	05.00	Nil	45.08
5	Buildings – Class 2 - RCC	05.00	60.00	Nil	04.88
6	Buildings – Class 2 – Non RCC	05.00	30.00	Nil	09.51
7	Buildings – Class 3	05.00	30.00	Nil	09.51
8	Fencing	05.00	05.00	Nil	45.08
9	Factory Buildings	05.00	30.00	Nil	09.51



10	Plant & Machinery	05.00	15.00	Nil	18.11
11	Effluent Treatment Plant	05.00	15.00	Nil	18.11
12	Office equipment	05.00	05.00	Nil	45.08
13	Computer end user devices	05.00	03.00	Nil	63.16
14	Hospital Equipment	05.00	15.00	Nil	18.11
15	Television	05.00	10.00	Nil	25.89
16	Other Equipments	05.00	15.00	Nil	18.11
17	Vehicles	05.00	10.00	Nil	25.89
18	Furniture & Fittings	05.00	10.00	Nil	25.89
19	Electrical Fittings	05.00	10.00	Nil	25.89
20	Library Books	05.00	0.00	Nil	100.00
Rubber Sheeting Factory					
1	Factory Buildings	05.00	30.00	Nil	09.51
2	Plant & Machinery	05.00	15.00	Nil	18.11
3	Other Equipments	05.00	15.00	Nil	18.11
4	Furniture & Fittings	05.00	10.00	Nil	25.89
5	Electrical Fittings	05.00	10.00	Nil	25.89
6	Computer end user devices	05.00	03.00	Nil	63.16
7	Office equipment	05.00	05.00	Nil	45.08

Note: The depreciation rates mentioned above are with respect to single shift

Cost includes the purchase price net of trade discounts and rebates, if any, and any cost directly attributable to bringing the asset to its working condition for its intended use and other incidental expenses incurred up to that date.

Subsequent expenditure incurred on tangible assets is expensed out except where such expenditure results in an increase in future benefits from the existing assets beyond its previously assessed standard of performance.

Asset costing up to ₹ 5,000/- are charged off as revenue expenses.

Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Revenue Account when the asset is de-recognized.

During the year 2022-23, Assets costing ₹ 116.94 lakh are acquired by utilizing the Grant received from Govt. of Kerala. These Assets are recognized in the Balance sheet under property plant and equipment at nominal value of ₹ 1/- as no cost is involved for acquiring these Assets (Also refer Fixed Asset Schedule in Note -8). The details of assets acquired by utilizing the Grant from Government of Kerala are shown below.

1. Plant & Machinery	₹ 64.27 lakh	(PY ₹ 87.62 lakh)
2. Other Equipments	₹ NIL	(PY ₹ 2.02 lakh)
3. Computers	₹ NIL	(PY ₹ 1.39 lakh)
4. Building (Latex Storage Tank)	₹ 20.38 lakh	(PY ₹ NIL)
5. Electrical Fittings	₹ 32.29 lakh	(PY ₹ NIL)



Assets costing ₹ 108.70 lakh have been de-recognized during the year and out of which the assets earmarked for sale but not sold is shown under current assets at its written down value.

ACCOUNTING STANDARD (11) – Effects of changes in foreign exchange rates

The Company has not made any export or import during the year 2022-23. Hence the disclosure of effect of changes in foreign exchange rates is not applicable.

ACCOUNTING STANDARD (12) – Accounting for Government Grants

The Company has received an amount of ₹ 500 lakh as financial assistance from the Government of Kerala for the operational expenses of the Company vide G.O. (Rt) No. 441/2020/LBR dated 17/04/2020 and it was accounted under the head extra ordinary items in the year 2020-21 & the same was utilized in full during the same year. Further an amount of ₹ 250 lakh was received as grant from Government of Kerala vide G.O. (Rt) No. 316/2021/LBR dated 12/02/2021 for the modernization of the Factory Complex at Kulathupuzha Estate. The total amount received was accounted under capital reserve during 2020-21 and being spent by the Company for this purpose. An amount of ₹ 123.13 lakh (Capital Expenditure - ₹ 116.94 lakh Revenue Expenditure- ₹ 6.19 lakh) has been spent during the current year and hence adjusted from the amount booked under capital reserve. The assets acquired out of the grant is shown under fixed assets at nominal value of ₹ 1/-. Revenue expenditure met out of grant is reported in the financial statements under the concerned expenditure head with matching revenue. It is expected that the grant will be fully utilized during the financial year 2023-24 for the purpose for which the amount was granted.

ACCOUNTING STANDARD (13) – Accounting for investments

Investments of long term nature are stated at cost.

ACCOUNTING STANDARD (15) – Employee benefits

a. Short term Benefits

Short term employee benefits are charged off at the undiscounted amount in the year in which the related service is rendered.

b. Long term Benefits

- i. Gratuity is funded through an irrevocable trust under the Group Gratuity Scheme of the Life Insurance Corporation of India. The Company follows a practice of accounting the gratuity liability as per AS-15 (revised) based on the actuarial valuation in order to claim deduction u/s 40 A (7) (b) of Income Tax Act, 1961. Accordingly, during the year, the liability for gratuity has been provided as per the actuarial valuation of LIC and the total liability to be recognized in the balance sheet as per the actuarial valuation report provided by LIC is ₹ 1436.72 lakh

The details of Actuarial valuation in respect of gratuity is given below

(₹ in lakh)

Change in Obligation over the period ending on 31.03.2023		31 March 2023	31 March 2022
1	Present Value of Defined Benefits Obligation (Opening)	2217.95	2324.88
2	Interest Cost	145.13	155.81
3	Current Service Cost	106.29	114.05
4	Prior Service Costs	-	-
5	Settlements	-	-
6	Benefits Pay-outs from plan	(-)243.37	(-)198.11
7	Benefit payments from employer	-	-



8	Acquisitions/Divestures/Transfers	-	-
9	Actuarial (Gains)/Loss	(-)230.68	(-)178.68
10	Present Value of Defined Benefits Obligation (Closing)	1995.32	2217.95
Reconciliation of Opening & Closing Values of Plan Assets		31 March 2023	31 March 2022
1	Fair Value of Plan Assets at the beginning (Opening)	752.14	872.73
2	Difference in opening Value	-	-
3	Employer Contribution	6.55	25.93
4	Employer direct benefit payments	-	-
5	Plan Participants Contributions	-	-
6	Expected Interest income of assets	43.28	55.06
7	Transfer In/Acquisitions	-	-
8	Transfer Out/Divestures	-	-
9	Insurance premiums for risk benefits	-	-
10	Settlements By Fund Manager	-	-
11	Benefits Pay-outs from plan	(-)243.37	(-)198.11
12	Benefit payments from employer	-	-
13	Admin expenses/Taxes paid from plan assets	-	-
14	Actuarial Gain/(Loss)	-	(-)3.48
15	Effect of Change in Exchange rates	-	-
16	Fair Value of assets at the End	558.60	752.14
17	Actual Return on Plan Assets	43.28	51.59
Net Asset/(Liability) Recognized in Balance Sheet		31 March 2023	31 March 2022
1	Present Value of the Funded Obligation	1995.32	2217.95
2	Fair value of the Plan assets	558.60	752.14
3	Present value of the unfunded obligation	-	-
4	Funded Status (Deficit)	(-)1436.72	(-)1465.81
5	Unrecognized past service costs	-	-
6	Amount not recognized as Assets	-	-
7	Net Liability	(-)1436.72	(-)1465.81
8	Net Asset/(Liability) Recognized at the end of the period	(-)1436.72	(-)1465.81
Amount recognized in Balance Sheet		31 March 2023	31 March 2022
Short term provision		215.22	216.80
Long term provision		1221.50	1249.01
Actuarial Assumptions			
Economic assumptions:		31 March 2023	31 March 2022
Discount Rate (Per annum)		7.25%	7.07%
Future Salary increase		7.00%	7.00%
Demographic assumptions:			
Retirement Age (years)		58/60	58/60



- ii. Leave encashment on retirement is accounted on the basis of actuarial valuation and covered the liabilities as on 31/03/2023 and the details are given below

(₹ in lakh)

Change in Obligation over the period ending on 31.03.2023		31 March 2023	31 March 2022
1	Present Value of Defined Benefits Obligation (Opening)	261.94	197.30
2	Interest Cost	18.52	12.58
3	Current Service Cost	149.50	138.30
4	Prior Service Costs	-	-
5	Settlements	-	-
6	Benefits Pay-outs from plan	-	-
7	Benefit payments from employer	-	(-)76.38
8	Acquisitions/Divestures/Transfers	-	-
9	Actuarial (Gains)/Loss	(-)146.80	(-)27.06
10	Present Value of Defined Benefits Obligation (Closing)	283.16	261.94
Amount recognized in Balance Sheet		31 March 2023	31 March 2022
Short term provision		31.54	45.24
Long term provision		251.61	216.69

- iii. The Company is regular in remitting Provident Fund contribution with Commissioner of Employees Provident Fund at the rate prescribed under EPF Act. The Company has paid ₹ 216.88 lakh (PY ₹ 227.47 lakh) towards the employer contribution to EPF during the year (Also refer Note No.23 - Employee Benefit expense).

ACCOUNTING STANDARD (16) – Borrowing costs

The Company borrowed ₹ 500 lakh as long term loan for a term of 10 years from the Kerala State Beverages (M&M) Corporation Ltd. (a Government of Kerala undertaking) on 19/08/2019 for working capital requirements with 8.35% interest per annum with a moratorium of 5 years for re-payment of the capital. Loan to be repaid in 5 equal annual installments on completion of period of 5 years from the date of disbursal of the loan. The interest is to be paid on the last day of every quarter. Due to financial difficulties payment of interest is not regular and provision given for the same and the interest paid is debited to profit and loss account. Further, an amount of ₹ 400 lakh is received as loan from Government of Kerala to meet the operational expenses are mentioned above for which rate of interest has not been fixed by Government of Kerala so far (₹ 300 lakh as per Government Order G.O. (Rt) No. 993/2021/LBR dated 18/08/2021 and ₹ 100 lakh as per Government Order G.O. (Rt) No. 1042/2022/LBR dated 02/09/2022). Since no rate of interest is fixed for loans from Govt.of Kerala, interest is not provided in the books (Also refer note regarding contingent liabilities). Thus, the total amount under long term loans as on 31.03.2023 after considering the financial assistance from Government of Kerala comes to ₹ 900 lakh. In order to remit the statutory dues ontime the Company has also availed an Overdraft facility for ₹ 200 lakh on 31.03.2023 from M/s. Canara Bank, Punalur at an interest rate 11.65%p.a. (based on Repo rate). Amount outstanding as on 31.03.2023 is ₹ 191.20 lakh and shown under short term borrowings.

**ACCOUNTING STANDARD (18) – Related party disclosures**

1. Relationships (during the period):

- | | | |
|---|---|---|
| a) Holding company, subsidiaries and fellow subsidiary | : | Nil |
| b) Associates, joint ventures and investing parties: | : | Nil |
| c) Key Management Personnel and their Relatives: | : | Managing Director,
Company Secretary |
| d) Enterprises over which anyone in (c) exercises significant influence | : | Nil |

2. The following transactions were carried out with the related parties in the ordinary course of business :

Disclosure in respect of material transactions with persons referred to in item 1(c) above:

- The remuneration paid to the Managing Director during the year 2022-23 is ₹ 21.77 lakh
- The remuneration paid to the Company Secretary during the year 2022-23 is ₹ 18.95 lakh
- No Payments made under long term incentive plan.
- No interest income on loans given.
- No outstanding loans receivable.

ACCOUNTING STANDARD (19) – Accounting for leases

The plantations of the Company are grown in the lease hold land. The lease agreement with the Govt. of Kerala has been renewed for further periods of 25 years with effect from 26/05/2001 vide G.O. (MS) 33/2003/F&WLD dated 10/06/2003. Provision for lease rent payable is provided in the accounts.

ACCOUNTING STANDARD (20) - Earnings per share

Particulars	(₹ in lakh)
Profit after tax	(-) 719.16
Add:- Transfer from Replanting Reserve for replanting completed	-
	(-) 719.16
Less:- Transferred to Replanting Reserve	77.60
	(-) 796.76
Earnings per share: (7,96,75,563/ 33,927) =	
Basic	₹ (-) 2,348
Diluted	₹ (-) 2,348

ACCOUNTING STANDARD (22) – Accounting for taxes on income

Tax liability is ascertained on the basis of assessable profits computed in accordance with the provisions of the applicable Acts.

Deferred tax is recognized, on time difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or subsequent periods. Accordingly, an amount of ₹ 28.86 lakh (85.84-56.98) has been recognized as Deferred Tax Asset.



(₹ in lakhs)

Particulars	RSF as per CIT Act	Other than RSF as per CIT Act	Other than RSF as per AIT Act	Diff. in Tax
Depreciation				
Tax Rate	26%	26%	50%	
WDV of Fixed Assets				
i. As per Books	3.50	1369.11	1369.11	
ii. As per IT Act	5.01	1708.89	1420.06	
iii. Difference	(-)1.51	(-)339.78	(-)50.95	
Amount applicable under CIT ACT	(-)1.51	(-)118.92	(-)33.12	
Tax Amount	(-)0.39	(-)30.92	(-)16.56	(-)47.87
Particulars	Total	As per CIT Act	As per AIT Act	
Leave Salary Provision				
Amount provided	321.42	112.50	208.92	
Tax Rate		26%	50%	
Tax Amount		29.25	104.46	133.71
Deferred Tax as on 31.03.2023				85.84

ACCOUNTING STANDARD (23) – Accounting for investments in associates in consolidated financial statement

The disclosure of Accounting for investments in associates in consolidated financial statement is not applicable to this Company.

ACCOUNTING STANDARD (24) – Discontinuing operations

The company has no discontinuing operations during the year 2022-23

ACCOUNTING STANDARD (28) – Impairment of assets

Management evaluates at regular intervals, using external and internal sources whether there is an impairment of any asset. Impairment occurs where the carrying value exceeds the present value of future cash flows expected to arise from the continuing use of the asset and its net realizable value on eventual disposal. Any loss on account of impairment is expenses as the excess of the carrying amount over the higher of the asset's net realizable value or present value as determined.

ACCOUNTING STANDARD (29) – Provisions, contingent liabilities and contingent assets

- (i) An order dated 28/06/2019 demanding ₹ 60.35 lakh has been received from the Additional Commissioner (Audit), Central GST and Central Excise, Thiruvananthapuram in connection with the Audit of Service Tax records for the period 2011-12 to 2015-16 with interest under section 75 of the Finance Act, 1994 and ₹ 31.06 lakh as penalty. Appeal (A. No. 184/ST/TVM/2019) is filed against the order before the Commissioner of (Appeals), Central Tax, Central Excise and Customs, Kochi. Vide order dated 29/04/2021 issued on 09/08/2021 by the Commissioner (Appeals), the appeal was rejected and the impugned order was upheld. A 2nd appeal has been filed during 2021-22 and is pending before the Central Excise and Service Tax Appellate Tribunal, Southern Bench, Bangalore.
- (ii) The interest on Loan from Govt. is not provided in the books of accounts as the orders sanctioning the loans are silent about the rate of interest and repayment terms and the liability is not



crystallized so far. However, the matter has been taken up with the Government of Kerala and it is understood that finalizing the terms and conditions of the Loans is in process and the same will be issued shortly. The interest on Govt. loans will be provided in the books after quantifying the actual liability once the terms and conditions are finalized.

NOTE NO.28

Other Notes

- i. The Financial statements approved by the Board of directors on 21/08/2023 were revised based on the draft comments issued on 26/09/2023 by the AG Audit.**
- ii. There is no change in the promoter's shareholding during the year. The details of shares held by the promoters at the end of the year is shown below

Sl. No.	Promoter's Name	Number of Shares	% of Total Shares	% change during the year
1	Govt. of Kerala	20,585	60%	NIL
2	Govt. of India	13,342	40%	NIL
	TOTAL	33,927	100%	-

- iii. Replanting Allowance Reserves has been worked out at the rate of 2.5% of the income from the rubber and 1.5% of other minor crops as per the Kerala Agricultural Income Tax Act. The Company has started replanting of rubber trees in the estates since 2001 and the replanting activities have been completed in 2016-17. Thus the transfer of proportionate Replanting Allowance Reserves to the extent of the area replanted with rubber trees to General Reserve has been completed in the year 2017-18.
- iv. The Company has sold 34,895 (P.Y.53767) Nos. rubber seedlings from the estate nurseries in excess of the captive planting. After adjusting the cost of rubber seedlings sold, an amount of ₹ 25.20 lakh (P.Y. ₹ 27.69 lakh) has been transferred to Profit and Loss Account as surplus on sale of rubber seedlings.
- v. Interest is recognized on Time – Proportion basis.
- vi. Plantations

A. Immature Plantations

The immature plantations are identified by the year in which the area is planted/replanted. All direct/indirect expenses of the planting activities will be transferred to Immature Plantations. During the year all direct expenses of the replanting activities have been transferred to the immature plantations. The establishment / administrative expenses attributable to the replanting activities are also transferred to Immature Plantations.

Further, the following expenses incurred at Head Office which are directly attributable to the replanting activities are also transferred and capitalized as Immature Plantations.

- a) Lease Rent
- b) Depreciation on Vehicles exclusively used for replanting.
- c) Premium to Gratuity Fund Trust under LIC Group Insurance Scheme.

B. Mature Plantations

As and when the immature rubber plantations are opened for tapping the same will be added to the mature plantations. During the year 2022-23, the Company opened additional 10% of the 2012, 70%



of 2013, 50% of 2014 and 5% of 2015 replanted area of Kulathupuzha Estate for tapping. The mature plantations will amortize after the useful life of the asset. The annual profit and loss account is debited with a "replanting Reserve", the amount whereof is calculated at the rates prescribed in the Agricultural Income Tax Act of the State. The amount accumulated in the Replantation Reserve over a period of 25-30 years along with the salvage value of trees is used to replant the area, after the productive life of the plantations is over.

C. Unsuccessful Plantations.

In cases where the total area planted have not come out as successful, the cost incurred for such area will be absorbed by the successful plantation and reported as cost of successful area. If feasible, replanting will be carried out in such areas subsequently based on the recommendations from the Replanting Monitoring Committee (RMC) and approval from the Board of Directors. The area thus replanted will be identified by the year in which the replanting is done and the original area of plantation will be reduced to that extent.

An extent of 44 Ha of various year of plantations which are adjoining to the reserve forest become unsuccessful due to wild animal attack is reported during the year (10 Ha of 2012 plantations, 5 Ha of 2013 plantations, 4 Ha of 2014 plantations and 25 Ha of 2016 plantations), and this area will be taken up for planting in the next years.

During the year 2022-23, replanting is done in 17 Ha adjoining to reserve forest (unsuccessful plantation of 2015 5 Ha and 12 Ha of 2016 due to wild animal attack reported in 2021-22) and this plantation is identified as 2022 plantations.

The exact cost of the unsuccessful plantations reported during 2021-22 and 2022-23 is not ascertainable and hence absorbed as the cost of the successful area as per the accounting policy.

vii. Fixed assets worth ₹ 0.92 lakh (WDV) have been installed at the Government Secretariat, Trivandrum as on 31/03/2023.

viii. Assets and Liabilities do not include Fixed Deposit Receipts and National Saving Certificates tendered by contractors as security marking lien in favour of the company worth ₹ 2.79 lakh (P.Y. ₹ 2.86 lakh).

ix. The estimated liability in respect of contracts remaining to be completed on capital account not provided in the accounts is NIL (P.Y. Nil). The details of amount lying in CWIP is shown below.

(₹ in lakhs)

CWIP	Amount in CWIP for a period of				TOTAL
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects abandoned				0.27	0.27

x. Quantity particulars of natural rubber in Kg.

Particulars	2022-23	2021-22
Opening Stock	1,07,371	1,27,511
Production	21,30,370	18,71,872
Sales and Transfers	21,63,009	18,92,012
Closing Stock	74,732	1,07,371



xi. Interest received consist of:

Particulars	2022-23 (₹ in lakhs)	2021-22 (₹ in lakhs)
a) Interest on Fixed Deposits (Gross)	1.39	9.59
b) Penal Interest collected	0.79	0.50
c) Interest on Security Deposit with KSEB	0.35	0.35
d) Interest on Flexi Deposit (Gross)	0.76	0.96
TOTAL	3.29	11.40

*Income tax deducted at source ₹ 0.35 lakh (PY ₹ 1.30 lakh).

xii. Confirmation for Trade receivables, advances, deposits, Trade Payables and other liabilities are not available in all cases. However the company is of the opinion that the amounts disclosed under these heads are realizable / payable. The age-wise analysis of Trade receivables and Trade payables are shown below

a. Trade Receivables

(₹ in lakhs)

Particulars	Outstanding for following periods from the due date					Total
	Less than 6 months	6 months - 1year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed – Considered good	1.26	0.51	0.16	-	2.77	4.70
(ii) Undisputed – Considered doubtful	-	-	-	-	-	-
(iii) Disputed – Considered good	-	-	-	-	-	-
(iv) Disputed – Considered doubtful	-	-	-	-	3.62	3.62

b. Trade Payables

(₹ in lakhs)

Particulars	Outstanding for following periods from the due date				Total
	Less than 1year	1-2 years	2-3 years	More than 3 years	
(i) MSME	69.52	-	-	-	69.52
(ii) Others	19.94	0.28	8.20	14.85	43.27
(iii) Disputed dues (MSME)	-	-	-	-	-
(iv) Disputed dues (Others)	-	-	-	-	-

xiii. The Agricultural Income Tax assessment has been completed up to Assessment Year 2019-20. Appeals filed against the assessments are pending with various authorities and the disputed tax and interest relating to these appeals are as follows:



Assessment Year	Disputed Tax & interest (₹ in lakhs)	Pending at
2001-02	18.08	AO
2002-03	45.27	AITAT
2004-05	72.22	DC (APPEALS)
2005-06	69.31	AITAT
2006-07	80.99	AITAT
2007-08	119.78	AITAT
2008-09	136.46	AITAT
2009-10	180.85	AITAT
2010-11	227.99	AITAT
2011-12	224.08	AITAT
2012-13	257.90	AITAT
2013-14	275.25	AITAT
2014-15	99.66	AO
2015-16	336.76	AITAT
2016-17	373.99	AITAT
2017-18	350.05	AITAT

The Agricultural Income Tax assessing authority has reopened the earlier assessments on the ground that there were escaped incomes in respect of Replanting expenses allowed. The Agricultural income tax Appellate Tribunal has disposed all the pending appeals up to the year 2017-18 and allowed most of the expenditure claims except replantation expenses. However, for the orders received from the Appellate Authority, the effect of relief has not been considered in the above table showing the disputed tax in the absence of proceedings of the assessing authority and proceedings are pending with the assessing authority for giving effect of the Tribunal Orders.

In the case of disallowance of Replanting Expenses, Review petitions were filed before the Hon. Appellate Tribunal for the years 2002-03, 2005-06 to 2013-14, & 2015-16 to 2017-18 in view of the Hon High Court Order dated 01.08.2022 by which replanting expenses is allowed as operational expense in Central Income Tax cases.

2003-04 – Modified Order showing a refund of ₹ 2.94 lakhs issued on 29.12.2022; Refund is in process.

2015-16 - No demand of tax, Loss return, ₹ 25 lakhs Advance tax paid. As per the modified Assessment Order dated 25.05.2022 allowed an amount of ₹ 211.85 lakhs as expense (other than replanting expense) and hence eligible for refund of ₹ 25 lakhs advance paid. For allowance of replanting expense, review petition is pending before the AITAT and the amount of tax disputed is ₹ 336.76 lakhs

2016-17 -No advance tax paid since Loss; Agricultural income Tax disputed due to disallowance of replanting expense is ₹ 373.99 lakhs

2017-18- No advance tax paid since Loss; Agricultural income tax disputed due to disallowance of Replanting Expense is ₹ 350.05 lakhs.

2018-19 & 2019-20-No demand of tax since Loss; Agricultural income disputed is ₹ 1431.74 lakhs for 2018-19 and ₹ 422.25 lakhs for 2019-20. Since as per the directions issued by the Government, approval from Administrative department is required for filing appeals; approval is requested from Government for filing appeals before the first appellate authority for these years.



xiv. The Central Income Tax Assessment of the Company has been completed up to the Assessment year 2022-23. Appeals filed against the assessments are pending with various authorities and the disputed tax and interest relating to these assessments are as follows:

Assessment Year	Disputed Tax & Interest (₹ in lakhs)	Pending at
2004-05	69.28	Pending for revision before HC
2005-06	69.72	Pending for revision before HC
2006-07	83.88	Pending for revision before HC
2007-08	109.45	AO
2008-09	142.09	AO
2009-10	189.14	AO
2010-11	279.56	CIT (A) NFAC
2011-12	231.26	CIT (A) NFAC
2012-13	258.43	CIT (A) NFAC
2013-14	305.02	CIT(A) NFAC
2014-15	366.62	CIT(A) NFAC
2017-18	306.17	CIT(A) NFAC
2018-19	140.31	CIT(A) NFAC

The company has remitted/adjusted amount due to avoid further liability, if any, in future. The Company is taxed under the MAT (Minimum Alternative Tax) provisions and the demand as shown above represents the demand raised in the normal assessment and disputed by the company in Appeals. The dispute for the years 2007-08 to 2009-10 has been decided in favour of the Company by the Hon. Kerala High Court, and for the years 2004-05 to 2006-07 are also likely to be decided in Company's favour, since the issues involved are the same. In respect of orders received from the appellate authority for the year 2007-08 to 2009-10, the effect of relief has not been considered in the absence of proceedings of the assessing authority/rectification needed on the proceedings.

The issues pending before the CIT (A) NFAC for the years 2010-11 to 2014-15, 2017-18 and 2018-19 are also similar to the issues of earlier years and are likely to be decided in favour of the company. However, there are no demand pending due from the company payable to the Income Tax Department except for the year 2018-19 amounting to ₹ 140.31 lakhs which was wrongly raised by the Income Tax Department due to error in the assessment and not to be paid as advised by the Tax Auditor. Necessary rectification application as well as appeal before the First Appellate Authority has been moved by the Company to set right the mistake by the Income Tax Department.

xv. The Claims against the company not acknowledged as debts ₹ 612.13 lakhs(P.Y. ₹ 626.17 lakhs)

xvi. The company tendered for sale of 39726 Nos. of old rubber trees on 09/12/2010 and the work was awarded to all successful tenderers. Time allowed for cutting and removal of trees was 28/02/2011 and subsequently extended up to 30/04/2011. One contractor viz. Mr. Sharief Nazimudeen has defaulted and not completed the work within the extended time. Mr. Sharief Nazimudeen has filed writ petition (WP (c) No. 12693/2011) before the Hon. High Court of Kerala to grant him 2 months more time to cut and remove the rubber trees 28/04/2011. But the prayer for the interim relief to stay all further proceedings with respect to the re-auction of these trees was declined by the Hon. High Court by order dtd. 03/05/2011. A re- tender for the sale of balance trees (9553 no of



trees) at Ayiranallur Estate was scheduled on 10/05/2011 and 11/05/2011. But due to boycott of the tenderers at the instance of Mr. Sharief Nazimudeen, the defaulted contractor the re-tender could not be carried out. Subsequently, these trees were re-tendered and sold at the risk and cost of the defaulted contractor. Mr. Sharief Nazimudeen has filed a suit No.OS.170/2012 before the Sub-Court, Kottarakkara praying for the refund of balance amount after adjusting the value of trees cut and removed by him and interest and cost thereon. This case was decreed by the Sub-Court, Punalur on 16/02/2018 directing the Company to pay ₹ 160.56 lakhs to the plaintiff with interest @ 18% per annum from 07/05/2011 till date of realization along with proportionate cost of the suit. Company filed an appeal before the Hon. High Court of Kerala as RFA No. 215/2018 against the Judgment and decree and the case is pending. Party has also filed an appeal before the Hon. High Court for allowing his claim in full (RFA No. 269/2018). The Hon. High Court has ordered to furnish security within two months to the satisfaction of the lower court by its order dated 19/10/2019 and subsequently time extended further. Since the Company is not able to provide security due to financial crisis, requested the Government of Kerala for issuing Government Guarantee for ₹ 450.00 lakhs and the Government sanctioned the same vide order GO (Ms) No.20/2020/LBR dated 17/03/2020 and the guarantee deed was executed on 18/06/2020 and filed before the Hon. Sub Court on 19/06/2020.

xvii. Bonus @ 8.33% being the minimum bonus as per Payment of Bonus (Amendment) Act 2015, for the year 2022-23 has been provided in the current year accounts as there was no sufficient allocable surplus. The provision made for the payment of Bonus for 2022-23 is ₹ 75.67 lakhs (PY ₹ 73.72 lakhs). The excess of amount paid during the year 2022-23 over the Bonus provision for the year 2021-22 has been accounted in the current year Bonus along with the provision for 2022-23.

xviii. Corporate Social Responsibility

Since the company is in loss, this clause is not applicable.

xix. The Company has no recovery during the year 2022-23 through revenue recovery proceedings towards the risk and loss suffered by the Company on various contracts.

xx. Trade Receivables outstanding for a period more than 12 months is ₹ 6.39 lakhs (P.Y ₹ 5.37 lakhs). Out of the above, an amount of ₹ 3.62 lakhs (P.Y ₹ 3.62 lakhs) is long pending at various stages of litigation. Sufficient provision has been made in the accounts for the long pending cases towards Bad & Doubtful debts.

xxi. The details of prior period items are given below:

Prior Period Income	Current Year (₹ in lakhs)	Previous Year (₹ in lakhs)
Refund of interest subsidy	-	0.01
Repair & Maintenance Vehicles	-	0.01
Total	-	0.02
Prior Period Income	Current Year (₹ in lakhs)	Previous Year (₹ in lakhs)
Interest on Lease rent	16.35	-
Amount payable to Gratuity Trust	201.47	-
Maintenance of 2011 Plantations	99.58	-
Maintenance of 2019 & 2022 Plantations*	(-)30.43	-
Depreciation*	(-)0.01	-
Provision for Gratuity*	(-)32.23	-
Income Tax Return Filing Fee	0.02	-



Newspaper & periodicals	0.01	-
EPF remittance	-	0.11
Vehicle Tax	0.01	0.22
TOTAL	254.77	0.33

*Expenditure excess accounted during earlier years now reversed

xxii. Liability towards Agricultural Income Tax and Central Income Tax for earlier years appearing under the head Provisions represent provisions made in the respective years. In all such cases appeals are pending at different levels. Hence, it is not possible to ascertain the correct liability to set off against advances made.

xxiii. Details of provisions made during the year to meet specific liabilities are given below

Specific Liabilities	Current Year (₹ in lakhs)	Previous Year (₹ in lakhs)
Gratuity*	(-)29.09	13.66
Leave Encashment	21.22	64.64
Bonus	75.67	73.72
Total	67.80	152.02

*Provision excess accounted during earlier years now reversed.

xxiv. On the basis of information obtained from suppliers who have registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) and based on the information available with the Company :-

- i) The principal amount and the interest due thereon remaining unpaid to suppliers as at the end of the year is ₹ 69.52 lakhs (Previous Year ₹ 21.99 lakhs) & ₹ 1.95 lakhs (Previous year - ₹ 0.04 lakhs) respectively.
- ii) the amount of interest paid in terms of section 16 during the year is ₹ NIL(Previous year - ₹ NIL)
- iii) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act is ₹ 2.14 lakhs (previous year ₹ 0.67 lakhs)
- iv) the amount of interest accrued and remaining unpaid at the end of the year is ₹ 2.14 lakhs(previous year ₹ 0.67 lakhs) and
- v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise is ₹ 4.97lakhs (previous year ₹ 2.83lakhs)

xxv. The previous year figures have been re-casted and reclassified wherever necessary to comply with current year classification.



xxvi. The following ratios are worked out as part of the disclosure requirement in accordance with the MCA Notification dated 24th March 2021.

(₹ In Lakhs)

A	Current Ratio	2022-23	2021-22
	Short Term Borrowings	191.20	-
	Trade Payables	89.46	60.18
	Other Current Liabilities	569.71	404.28
	Short Term Provisions	551.08	555.78
	Total Current Liabilities	1401.45	1020.24
	Inventories	263.71	327.27
	Trade Receivables	1.93	67.58
	Cash and Cash Equivalents	210.06	449.69
	Short term Loans and Advances	75.44	49.72
	Other Current Assets	79.20	89.70
	Total Current Assets	630.34	983.96
	Ratio	0.45	0.96
	Variance: 53.13% (-) due to increase in provision for gratuity and reduction of fixed deposit		
B	Debt Equity Ratio	2022-23	2021-22
	Debt	1091.20	800.00
	Equity	339.27	339.27
		3.22	2.36
	Variance: 36.44% (+) due to increase in debt		
C	Debt Service Coverage Ratio	2022-23	2021-22
	PBT/LBT (before extra- ordinary and exceptional items)	(-) 748.02	173.10
	Add: Depreciation	83.83	83.06
	Less: Tax Liability	-	9.46
	Net Amount available for the service of Debt	(-) 664.19	246.70
	Interest on Debt (long term & Short term)	41.87	41.75
	Ratio	(-) 15.86	5.91
	Variance: 368.36%(-) due to decrease in PBT		
D	Return on Equity	2022-23	2021-22
	Profit/Loss (PAT)	(-) 719.16	194.56
	Equity	339.27	339.27



	RoE	(-) 211.97%	57.35%
	Variance: 469.61% (-) due to decrease in PAT		
E	Inventory Turnover Ratio	2022-23	2021-22
	Opening Inventories	327.27	256.25
	Closing Inventories	263.71	327.27
	Average Inventory	295.49	291.76
	Revenue from Operations	3565.01	3751.09
	Ratio	12.06	12.86
	Variance: 6.22% (-) due to high opening inventory		
F	Trade Receivables Turnover Ratio	2022-23	2021-22
	Opening Receivables	67.58	101.77
	Closing Receivables	1.93	67.58
	Average Receivables	34.76	84.68
	Net Credit Sales	925.06	904.82
	Ratio	26.61	10.69
	Variance:148.92% (+) (due to improvement in collection efficiency)		
G	Trade Payables Turnover Ratio	2022-23	2021-22
	Opening Trade Payables	60.18	36.25
	Closing Trade Payables	89.46	60.18
	Average Trade Payables	74.82	48.22
	Net Credit Purchases	654.06	344.32
	Ratio	8.74	7.14
	Variance: 22.41%(+) due to clearance of payables		
H	Net Capital Turnover Ratio	2022-23	2021-22
	Revenue from Operations	3565.01	3751.09
	Current Assets	630.34	983.96
	Current Liability	1401.45	1020.24
	Net Working Capital	(-)771.11	(-) 36.28
	Ratio	-21.63%	-0.97%
	Variance: 2129.90% (-) due to creation of provision for interest, etc. and reduction in fixed deposits		
I	Net Profit Ratio	2022-23	2021-22
	Profit/Loss	(-) 719.16	194.56
	Turnover	3608.00	3798.92
	Ratio	(-) 19.93%	5.12%



	Variance:489.26% (-) Reduction in turnover due to low rubber price and prior period expenses		
J	Return on Capital Employed	2022-23	2021-22
	PBT/LBT (before extra- ordinary and exceptional items)	(-)748.02	173.10
	Capital Employed		
	Total Assets	20116.68	20213.87
	Current Liabilities	1401.45	1020.24
	Capital Employed	18715.23	19193.63
	Ratio	(-) 4.00%	0.90%
	Variance: 544.44% (-) due to reduction in profit		
K	Return on Investment	2022-23	2021-22
	PBT/LBT (before extra- ordinary and exceptional items)	(-)748.02	173.10
	Investment		
	Share Capital	339.27	339.27
	Reserves and Surplus	13208.63	14050.92
	Long term Borrowings	900.00	800.00
	Total Investment	14447.90	15190.19
	Ratio	(-) 5.18%	1.14%
	Variance: 554.39% (-) Reduction in profit		



xxvii. The Profit and Loss Account of Rubber Sheeting Factory is as below. The amount has been already incorporated in the accounts.

Profit & Loss Account for the year ended 31st March, 2023
Rubber Sheeting Factory, Abhayagiri

PARTICULARS	CURRENT YEAR 2022-23 (₹ in lakhs)	PREVIOUS YEAR 2021-22 (₹ in lakhs)
I		
REVENUE		
Revenue From Operations	44.54	77.55
Other Income	-	0.22
Total Revenue	44.54	77.77
II		
EXPENSES		
Cost of Materials Consumed	23.45	40.57
Changes in inventories of Finished Goods/Work in progress and stock in trade	8.99	6.71
Employee Benefit Expenses	27.20	31.35
Depreciation	0.44	0.51
Other Expenses	6.39	4.64
Total Expenses	66.47	83.78
III		
Profit /(Loss) for the period	(-)21.93	(-)6.01

The accompanying notes form an integral part of these financial statements

For and on behalf of the Board of Directors

As Per Our Report Dated 29th November 2023

Sd/-
Vinod M.
Finance Manager

Sd/-
Merena Varghese
Company Secretary
ACS No. 17375

Sd/-
R. Adalarasan IFS
Managing Director
DIN 07648703

Sd/-
Sivaprasad V.
Director
DIN 10375550

Place : Thiruvananthapuram
Date : 09.11.2023

K. MAQBOOL SHAH & CO
CHARTERED ACCOUNTANTS (FRN 006846S)

Sd/-
MAQBOOL SHAH KHAJAMIAH
Partner, Membership No.203742
UDIN:23203742BGVJRN9636



**Details as per Notification No. F. No. 3/24/94/-CLV (a) Dated May 15, 1995,
Ministry of Law, Justice and Company Affairs**

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS

PROFILE:

I. Registration Details

Registration No.	:	U01119KL1976SGC002799
State Code	:	09
Balance sheet date	:	31.03.2023

II. Capital raised during the year

Public issue	:	Nil
Rights issue	:	Nil
Bonus issue	:	Nil
Private Placement	:	Nil

III. Position of Mobilisation and Development of Funds (Rupees in Lakhs)

Total liabilities	:	20116.68
Total assets	:	20116.68

Source of Funds

Paid up capital	:	339.27
Reserves & surplus	:	13208.63
Secured loans	:	Nil
Unsecured loans	:	900.00

Application of Funds

Net fixed Assets	:	14373.23
Investments	:	1.00
current assets	:	630.35
Misc. expenditure	:	85.84 (Deferred tax asset)
Accumulated losses	:	Nil

IV. Performance of Company

Turnover	:	3565.01
Other income	:	42.99
Extra-ordinary item	:	0.00
Total expenditure	:	4356.02
Profit/Loss before tax	:	(-) 748.02
Profit/ (Loss) after tax ₹	:	(-) 719.16

EPS: ₹ (-) 2348/- (Rupees Two thousand three hundred and forty eight only (-)
Generic names of three principal products/services of company (as per monetary terms)

Item Code Number : (ITC Code)

Product Description

1. Natural Rubber – ITC code: 400110
2. Industrial Rubber Sheetings – ITC Code: 4008



OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT-I) KERALA,
THIRUVANANTHAPURAM

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER
SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS
OF REHABILITATION PLANTATIONS LIMITED, PUNALUR FOR THE YEAR ENDED
31 MARCH 2023

The preparation of financial statements of **Rehabilitation Plantations Limited, Punalur** for the year ended 31 March 2023 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (the Act) is the responsibility of the management of the company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Revised Audit Report dated 29 November 2023 which supersedes their earlier Audit Report dated 25 August 2023.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of **Rehabilitation Plantations Limited, Punalur** for the year ended 31 March 2023 under section 143(6)(a) of the Act. 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.

In view of the revisions made in the financial statements by the management, as indicated in Note No.28(i) of the financial statements, to give effect to some of my audit observations raised during supplementary audit, I have no further comments to offer upon or supplement to the statutory auditors' report under section 143(6) (b) of the Act.

भारत के नियंत्रक-महालेखापरीक्षक के लिए और उनकी ओर से
For and on behalf of
the Comptroller and Auditor General of India

Thiruvananthapuram
Dated: 06.12.2023


एस.सुनील राज
S. SUNIL RAJ
प्रधान महालेखाकार (लेखापरीक्षा-1), केरला
PRINCIPAL ACCOUNTANT GENERAL (AUDIT-I),
KERALA



Rehabilitation Plantations Limited

A Joint Venture of Government of India and Government of Kerala
An ISO 9001 & 14001 Certified Company

Punalur, Kollam (Dist), Kerala, India. Pin: 691 305

Tel : 91-475-2222971, 2222972, 2222973, 2222402, 22224874

Fax: ++91-475-2223866

E-mail: mdrplpunalur@gmail.com | Website: www.rplkerala.com

CIN: U01119KL1976SGC002799 | GST No.: 32AAACT8105A1Z2