



Kerala State Coastal Area Development Corporation Limited

BOARD OF DIRECTORS

Sl. No.	Name	Designation
1	Sri. K. Babu	Chairman
2	Shri. Sanjay Garg	Director
3	Shri. P. K. Mohanty	Director
4	Smt. Latha. C A	Director
5	Shri. Subrata Biswas	Director
6	Smt. Madhumita Mukherji	Director
7	Dr. K. Ampady	Managing Director

STATUTORY AUDITORS

**M/s. Thomas Jacob & Co.
Chartered Accountants
Thiruvananthapuram – 695 034**

CONSULTANT COMPANY SECRETARY

**CS. M. Harshan
Practicing Company Secretary
Thiruvananthapuram – 695 035**

Bankers

**State Bank of India, Thiruvananthapuram
Canara Bank, Thiruvananthapuram
Government Treasury, Thiruvananthapuram
State Bank of Travancore, Thiruvananthapuram**

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Kerala State Coastal Area Development Corporation Limited

Directors' Report

To: The Shareholders of Kerala State Coastal Area Development Corporation Limited

Gentlemen,

Your Directors have the pleasure of presenting before you the Second Annual Report along with the Annual Accounts relating to the financial year 2010-11.

Share Capital:

The authorized share capital of the company is Rs. Five crores divided into Five Lakhs Equity shares of Rs. 100/- each. The paid up share capital of the company as on 31-03-2011 is Rs. 35 Lakhs. In addition to this, an amount of Rs. 71,48,948/- has been received from the Coastal Area Development Agency (CDA) which relate to the Capital Fund of CDA and the interest accumulated thereon on 01-01-2010, the date of transfer of assets based on the G. O. (Rt) No. 798 / 10 / F&PD dated 22-09-2010. The corporation has four shareholders including the Governor of Kerala.

Projects & Activities:

The Corporation has been formed for taking over the functions of the Coastal Area Development Agency (CDA) and for the furtherance of the following main objectives:

"To plan, formulate and implement various sustainable development projects and programs of the coastal areas to effect sustainable fisheries development and for the benefit of the coastal communities in their economic activities and for their social development at par with the mainstream society and for the purpose to develop or otherwise set up all economic, marketing and social infrastructure facilities for coastal areas including but not limited to fishing harbours, fish landing centres, cold chain, community fish production, storage and marketing centres, drinking water supply schemes, road linkages, sanitation facilities, social infrastructure including health and sanitation facilities not conflicting with the activities of other departments."

Government have, in G. O. (Rt) No. 798 / 10 / F&PD dated 22-09-2010, issued orders sanctioning the transfer of the assets and liabilities including all the activities of the Coastal Area Development Agency as on 31-12-2009 to Kerala State Coastal Area Development Corporation Ltd. with effect from 01-01-2010 after dissolving the Agency.

Directors:

The Board of Directors consisted of the following persons during the financial year 2010-11 and thereafter.

Sl. No.	Name	Date of Appointment	Date of Cessation
1	Dr. Prabakaran. P	22-12-2008	18-06-2010
2	Shri. Sheik Pareeth. P. I (Managing Director)	22-12-2008	29-03-2011
3	Shri. S. Sharma (Chairman)	14-05-2009	23-09-2011
4	Shri. N. Mohanakumar	14-05-2009	23-09-2011
5	Shri. Teeka Ram Meena	14-05-2009	23-09-2011
6	Dr. E. P. Yesodharan	14-05-2009	18-06-2010
7	Shri. S. M. Vijayanand	14-05-2009	18-06-2010
8	Dr. A. S. Upadhyay	04-08-2009	23-09-2011
9	Shri. K. R. Jyothilal	12-03-2010	23-09-2011
10	Smt. Ishita Roy	18-06-2010	28-12-2010
11	Shri. R. K. Singh	18-06-2010	23-09-2011
12	Shri. C. T. S. Nair	18-06-2010	23-09-2011
13	Shri. Sanjay Garg	28/12/2010	
14	Shri. N.K. Sasidharan Pillai (Managing Director)	01/03/2011	04/08/2011
15	Dr. M. Beena	29/03/2011	23/09/2011
16	Dr. K. Ampady (Managing Director)	04/08/2011	
17	Shri. Oomen Chandy (Chairman)	23/09/2011	03/12/2011
18	Shri. P. K. Mohanty	23/09/2011	
19	Smt. Latha. C A	23/09/2011	
20	Shri. Subrata Biswas	23/09/2011	
21	Smt. Madhumita Mukherji	23/09/2011	
22	Sri. K. Babu (Chairman)	04/12/2011	

There were five meetings of the Board of Directors during the period under report.

Auditors:

The Comptroller and Auditor General of India, in their order No. CA V/COY/Kerala dated 10-03-2010, appointed M/s. Thomas Jacob & Co., Chartered Accountants, Malankara Building Complex, Palayam, Thiruvananthapuram-695034 as the statutory auditors of the corporation under Section 619 (2) and the Principal Accountant General (Audit), Kerala, Thiruvananthapuram for audit under Section 619 (3) & (4) of the Companies Act, 1956.

Working Results:

The operations of the corporation were started from 01-01-2010 by taking over the activities of the Coastal Area Development Agency. The working of the corporation during the first two financial years had been as tabulated below,

PARTICULARS	2010-11	2008-10
Income:		
• From Consultancy	8,47,976	0
• From Other Sources	1,40,16,955	44,760
Total Income:	1,48,64,931	44,760
Expenditure:		
• Employees' Remuneration etc.	15,28,386	87,005
• Administrative Expenses	10,45,242	2,60,847
• Depreciation	1,95,865	12,317
• Prior period expenses	66,320	0
Total Expenditure:	28,35,813	3,60,169
Profit:		
• Before Tax	1,20,29,118	(3,15,409)
• Provision for Tax	43,56,961	0
• Deferred Tax Liability	63,836	0
• After Tax	76,08,321	(3,15,409)

Particulars of employees:

There were no employees whose remuneration exceeded the limit prescribed under the provisions of section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

Conservation of energy, technology absorption and foreign exchange earnings and outgo:

The particulars prescribed under the disclosure of particular in the Director's Report Rules under the companies act regarding conservation of energy and technology absorption is not applicable at present to the company.

The company has not earned any foreign exchange during the year under report.

Director's Responsibility Statement:

The Board hereby declares and confirms:-

- that in the preparation of annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departure;
- that the directors has selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period;
- that the directors has taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- that the directors had prepared the annual accounts on a going concern basis;
- that the Company being a Government Company, the disqualification of Directors specified in section 274 of the Companies Act, 1956 is not applicable.

Acknowledgement:

Your Directors wish to place on record their appreciation of the excellent services rendered by the Directors who retired from directorship after 01-04-2010. They also place on record their appreciation of the valuable service and assistance rendered by the officials of the Government of India, the Government of Kerala, employees and all others who have dealings with the company.

For and on behalf of the Board of Directors,

Place: Thiruvananthapuram

Date: 24th April 2012

Sd/-

**K. Babu,
Chairman.**

KERALA STATE COASTAL AREA DEVELOPMENT CORPORATION LIMITED
(A Government of Kerala Undertaking)
THIRUVANANTHAPURAM
BALANCE SHEET AS AT MARCH 31, 2011

(in Rupees)

	Sch	Current Year 2010-11	Previous Year 2009-10
SOURCES OF FUNDS			
1. SHAREHOLDER'S FUNDS			
a. Share Capital	A	3,500,000.00	100,000.00
b. Advance for Share Capital	B	7,148,948.00	8,048,948.00
c. Reserves & Surplus	C	7,035,323.61	(315,409.00)
2. GRANT FUNDS			
a. Government Grant for Projects	D	391,675,932.00	79,008,609.00
3. Deferred Tax Liability		63,836.16	
TOTAL		409,424,039.76	86,842,148.00
APPLICATION OF FUNDS			
4. FIXED ASSETS			
Gross Block	E	1,462,599.96	273,583.00
Less: Depreciation		208,182.65	12,317.00
Net Block		1,254,417.31	261,266.00
5. CURRENT ASSETS, LOANS AND ADVANCES			
a. Current Assets	F	418,599,226.65	86,158,011.00
b. Loans & Advances		1,454,163.00	23,289.00
Total		420,053,389.65	86,181,300.00
Less: CURRENT LIABILITIES AND PROVISIONS			
a. Current Liabilities	G	7,647,567.00	73,354.00
b. Provisions		4,614,549.00	-
		12,262,116.00	73,354.00
NET CURRENT ASSETS		407,791,273.65	86,107,946.00

6. Miscellaneous Expenses

(To the extent not written off & adjusted)

Preliminary Expenses	H	378,348.80	472,936.00
Total		378,348.80	472,936.00

7. Significant Accounting Policies and Notes forming
Part of Accounts

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TOTAL

409,424,039.76	86,842,148.00
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As per our report attached

For and on Behalf of the Board of Directors

For M/S THOMAS JACOB & CO.,
Chartered Accountants
(Registration No.04403S)

C.A.Latha
Director
Thiruvananthapuram

Dr.K.Ampady
Managing Director

CA.K.THOMAS JACOB FCA, DISA
Partner
Membership No.20086

KERALA STATE COASTAL AREA DEVELOPMENT CORPORATION LIMITED

(A Government of Kerala Undertaking)

THIRUVANANTHAPURAM

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2011

		(in Rupees)	
	Sch	Current Year 2010-11	Previous Year 2009-10
1.INCOME			
a. Consultancy Income		847,976.00	-
b. Other Income	I	14,016,955.77	44,760.00
TOTAL		14,864,931.77	44,760.00
2.EXPENDITURE			
a. Employees Remuneration & Other Welfare Expenses	J	1,528,386.00	87,005.00
b. Other Administrative Expenses	K	1,045,242.32	260,847.00
c. Depreciation		195,865.69	12,317.00
d. Prior Period Expenses		66,320.00	-
TOTAL		2,835,814.01	360,169.00
3.Profit before Tax		12,029,117.76	(315,409.00)
Provision for Tax		4,614,549.00	
Deferred Tax Liability		63,836.16	-
Profit after Tax		7,350,732.61	
Less: Previous Year Loss		(315,409.00)	0
TOTAL		7,035,323.61	(315,409.00)
4.Net Profit transferred to Balance Sheet		7,035,323.61	(315,409.00)
TOTAL		7,035,323.61	(315,409.00)
Earning Per Share		210.02	(315.41)

As per our report attached

For and on Behalf of the Board of Directors

For M/S THOMAS JACOB & CO.,
Chartered Accountants
(Registration No.04403S)

C.A.Latha
Director
Thiruvananthapuram

Dr.K.Ampady
Managing Director

CA.K.THOMAS JACOB FCA, DISA
Partner
Membership No.20086

KERALA STATE COASTAL AREA DEVELOPMENT CORPORATION LIMITED
(A Government of Kerala Undertaking)
THIRUVANANTHAPURAM
SCHEDULES FORMING PART OF THE BALANCE SHEET

	(in Rupees)	
	Current Year	Previous Year
SCHEDULE-A-SHARE CAPITAL		
Authorised Share Capital		
500000 Equity Shares of Rs.100/- each	50,000,000.00	50,000,000.00
Issued , Subscribed and Paid up Capital		
35000 Equity shares of Rs.100/- each		
fully paid up	3,500,000.00	100,000.00
TOTAL	3,500,000.00	100,000.00
 SCHEDULE-B-ADVANCE FOR SHARE CAPITAL		
Fund Directly Released	-	900,000.00
Coastal Area Development Agency	7,148,948.00	7,148,948.00
TOTAL	7,148,948.00	8,048,948.00
 SCHEDULE -C- RESERVES AND SURPLUS		
Profit and Loss Account	7,035,323.61	(315,409.00)
TOTAL	7,035,323.61	(315,409.00)
 SCHEDULE-D-GOVERNMENT GRANT FOR PROJECTS		
(Pending Disbursement)		
Deep Sea Fishing Fund	9,785,000.00	9,785,000.00
Deep Sea Tuna Fishing Fund	9,432,754.00	9,709,879.00
Deep Sea Tuna Fishing Fund-Kollam	17,500,000.00	2,500,000.00
GPS-VHF Radio Information Network	3,420,440.00	3,500,000.00
ICADP-Fund	234,529,094.00	33,638,048.00
Nalapkam Project Fund	3,923,695.00	15,899,968.00
NIRD Project Preparation Fund	2,400,000.00	2,400,000.00
Publication of Fishery Handbook Fund	249,900.00	249,900.00
Fisheries Department	3,317,169.00	-

Malampuzha Fish Museum and Dam Fund	478,841.00	-
Matysa Vigyan Kendra Fund	9,424,236.00	-
Ministry of Agriculture(Fish for all)	10,000,000.00	-
NFDB	57,600,000.00	-
RKVY Scheme Funds	28,288,989.00	-
Interest accrued/ received on Grant Funds		-
Pending for disbursement	1,325,814.00	1,325,814.00
TOTAL	391,675,932.00	79,008,609.00

SCHEDULE-F

CURRENT ASSETS, LOANS AND ADVANCES

A.CURRENT ASSETS

Cash in Hand	3,095.00	22,684.00
Cash at Scheduled Banks:		
Bank of India	95,994.88	19,850.00
Canara Bank-1422	5,799.00	3,117.00
Canara Bank-7992	279,845.00	11,860,726.00
Govt. Treasury	40,909,778.00	900,500.00
SBT CA-7698	23,062,090.00	6,826,665.00
Term Deposits	345,570,767.00	65,780,000.00
Nairthode Bridge Project	500,000.00	500,000.00
Interest accrued on Fixed Deposits	8,171,857.77	244,469.00
TOTAL	418,599,226.65	86,158,011.00

B.LOANS AND ADVANCES

Staff Advance	17,000.00	10,000.00
Tour Advances	1,289.00	1,289.00
Rent Deposits	13,250.00	12,000.00
Advance to Fisheries Director	59,975.00	-
Prepaid Expenses- AMC for photocopier	7,890.00	-
Tax Deducted at Source	1,354,759.00	-
TOTAL	1,454,163.00	23,289.00

SCHEDULE- G

CURRENT LIABILITIES & PROVISIONS

A. CURRENT LIABILITIES

Outstanding Expenses:

Telephone Charges	3,736.00	1,594.00
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Audit Fee	27,575.00	20,000.00
Tax Audit Fee & Filing IT Return	16,545.00	-
Consultancy and Professional Charges Payable	30,000.00	10,000.00
Newspaper and Periodicals	125.00	-
Wages	-	28,480.00
Car Hire Charges	-	12,090.00
Electricity Charges	-	1,190.00
Consultancy Advance	7,042,501.00	-
EMD	100,000.00	-
KCWWF	14,081.00	-
Retention Money	338,430.00	-
TDS	31,908.00	-
VAT 3.03%	42,666.00	-
TOTAL	7,647,567.00	73,354.00

B:PROVISIONS

Provision for Income Tax	4,614,549.00	-
TOTAL	4,614,549.00	-

SCHEDULE -H

MISCELLANEOUS EXPENDITURE TO THE EXTENT NOT WRITTEN OFF

Preliminary Expenses	472,936.00	472,936.00
Less: Written off during the year (1/5 th)	94,587.20	
TOTAL	378,348.80	472,936.00

As per our report attached

For and on Behalf of the Board of Directors

For M/S THOMAS JACOB & CO.,
Chartered Accountants
(Registration No.04403S)

C.A.Latha

Dr.K.Ampady

CA.K.THOMAS JACOB FCA, DISA

Director
Thiruvananthapuram

Managing Director

Partner
Membership No.20086

(A Government of Kerala Undertaking)
THIRUVANANTHAPURAM
Schedule-E- Depreciation Schedule

Particulars	GROSS BLOCK				DEPRECIATION					NET BLOCK	
	As on 01.04.2010	Addition	Sales/ Transfer	As on 31.03.2011	As on 1.04.2010	Rate	Depreci ation as on 31.03.2011	For the year	As in 31.03.2011	As on 31.03.2011	As on 31.03.2010
Office Equipments	1,953.54	26,534.00		28,487.54	67.93	13.91%		383.63	451.56	28,035.98	1,885.61
Furniture & Fixtures	65,437.91	58,490.00		123,927.91	2,961.07	18.10%		16,805.84	19,766.91	104,161.00	62,476.84
Digital Photocopier	55,023.67	-		55,023.67	1,913.45	13.91%		7,387.63	9,301.08	45,722.59	53,110.22
Fax Machine	12,787.00			12,787.00	444.67	13.91%		1,716.82	2,161.49	10,625.51	12,342.33
TV and DVD	5,942.18			5,942.18	206.64	13.91%		797.81	1,004.45	4,937.73	5,735.54
LCD Projector	42,500.73			42,500.73	1,477.96	13.91%		5,706.27	7,184.23	35,316.50	41,022.77
Mobile Phone		3,700.00		3,700.00	-	13.91%		43.71	43.71	3,656.29	-
Vehicle		939,530.00		939,530.00	-	13.91%		95,599.62	95,599.62	843,930.38	-
Computer & Accessories	39,816.92	150,263.00		190,079.92	3,981.69	40%		60,460.18	64,441.87	125,638.05	35,835.23
Handy Camera	24,200.01	10,500.00		34,700.01	841.56	13.91%		3,417.22	4,258.78	30,441.23	23,358.45
Refrigerator	10,981.00			10,981.00	381.86	13.91%		1,474.34	1,856.20	9,124.80	10,599.14
EPABX	14,940.00			14,940.00	39.86	13.91%		2,072.61	2,112.47	12,827.53	14,900.14
	273,582.96	1,189,017.00		1,462,599.96	12,316.69			195,865.69	208,182.65	1,254,417.58	261,266.27

KERALA STATE COASTAL AREA DEVELOPMENT CORPORATION LIMITED
(A Government of Kerala Undertaking)
THIRUVANANTHAPURAM

SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT

		(in Rupees)	
		Current Year	Previous Year
SCHEDULE - I			
OTHER INCOME			
Sale of Tender Form		373,500.00	32,760.00
Bank Interest		13,639,180.77	-
Miscellaneous Income		4,275.00	12,000.00
TOTAL		14,016,955.77	44,760.00
SCHEDULE - J			
EMPLOYEES REMUNERATION & OTHER WELFARE EXPENSES			
Salaries and Allowances		1,458,151.00	
Staff Welfare Expenses		563.00	
Wages		69,672.00	84,900.00
Other Allowance		-	2,105.00
TOTAL		1,528,386.00	87,005.00
SCHEDULE- K			
OTHER ADMINISTRATIVE EXPENSES			
Advertisement Charges		25,540.00	4,680.00
Bank Charges		1,705.12	1,141.00
Consultancy and Professional Charges		110,100.00	10,000.00
Consultancy fee to Company Secretary		108,000.00	-
Car Hire Charges		134,857.00	94,029.00
Electricity & Water Charges		16,124.00	5,296.00
Fuel Charges		94,363.00	-
Insurance Charges		5,068.00	-
Interest on TDS		141.00	-
Internet Charges		4,998.00	3,234.00
Meeting Expenses		3,581.00	8,613.00
Newspaper & Periodicals		1,625.00	375.00

Office Expenses	9,692.00	10,050.00
Postage & Courier	6,690.00	5,579.00
Printing & Stationery	35,368.00	10,850.00
Rates & Taxes	14,100.00	-
Rent	154,000.00	28,000.00
Repairs & Maintenance -Electrical Equipments	78,836.00	-
Repairs & Maintenance General	2,816.00	43,180.00
Repairs & Maintenance Vehicle	32,161.00	-
Telephone Charges	13,245.00	-
Travelling Expenses and Allowances	44,361.00	2,943.00
Audit Fee	27,575.00	20,000.00
Tax Audit Fee & Filing IT Return	16,545.00	-
Miscellaneous Expenses	-	9,373.00
Entertainment Expenses	9,164.00	3,504.00
Preliminary Expenses written off	94,587.20	-
TOTAL	1,045,242.32	260,847.00

As per our report attached

For and on Behalf of the Board of Directors

For M/S THOMAS JACOB & CO.,
Chartered Accountants
(Registration No.04403S)

C.A.Latha
Director
Thiruvananthapuram

Dr.K.Ampady
Managing Director

CA.K.THOMAS JACOB FCA, DISA
Partner
Membership No.20086

SCHEDULE-L

Significant Accounting Policies and Notes forming part of Accounts

A. Significant Accounting Policies

1) Accounting Policies

These financial statements are prepared under the historical cost convention on accrual basis and comply with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI), referred to in Section 211 (3c) of the Companies Act 1956. Significant accounting policies adopted in the presentation of Accounts are as under:

a) Government Grants

The company is engaged in coastal area development activities through various sustainable development projects and programs with Government Grant. The Government Grant is accounted as a liability pending disbursement/expenditure. Since the company derives its revenue from consultancy fee a percentage fixed by Government in each project.

b) Inventories

There are no inventories the company during the financial year ended 31.03.2011

c) Fixed Assets

All Fixed assets are valued at cost less depreciation. Cost includes all expenses incurred to bring the assets to its present location and condition

d) Depreciation

Depreciation has been provided at the rates prescribed under Schedule XIV of the Companies Act 1956, on Written Down Value Method.

e) Impairment of Assets

In the opinion of the management, on the basis of an assessment of the net selling price by independent consultants and valuers, there is no impairment in the value of fixed assets of the company within the meaning of Accounting Standard-28, Impairment of Assets issued by the Institute of Chartered Accountants of India.

f) Investments

There are no Investments by the company during the year ended 31.03.2011

g) Employee Benefits

The company has not made provision for payment of gratuity to its employees as there are no permanent employees in the company. A staff is on deputation from the Government.

h) Taxes on Income

The accounting treatment for Income Tax is based on the Accounting Standard on "Accounting for Taxes on Income" (AS 22) issued by the Institute of Chartered Accountants of India. The provision has been made for Deferred Tax. The deferred tax asset and liabilities for the year, arising on account of timing differences, are recognized in the Profit and Loss account, and the cumulative effect thereof is reflected in Balance Sheet.

i) Preliminary Expenses

The Preliminary Expenses are amortized over five years.

B. NOTES FORMING PART OF ACCOUNTS AS ON 31.03.2011

1) Government Grant

The Government Grants received- by the company are recognized. The Government Grant is accounted as a liability pending disbursement/ expenditure. Since the company is acting only as an agency to implement projects on behalf of the Government. The Company derives its revenue form consultancy fee a percentage fixed by Government

in each project. The Grant received by the Company comprises of the balance grant transferred by Coastal Area Development Agency as well as fresh grants received by the Company from the Government. Details of the grant received, disbursements made and balance outstanding for pending disbursement as on 31.03.2011 are given below.

Sl No	Name of Project	Grant Received		Disbursement during 2010-11	Balance as on 31.03.2011
		Opening Balance as on 1.04.2010	Grant Received During 2010-11		
1	Deep Sea Fishing Fund	9,785,000.00			9,785,000.00
2	Deep Sea Tuna Fishing Fund	9,709,879.00		277,125.00	9,432,754.00
3	Deep Sea Tuna Fishing Fund-Kollam	2,500,000.00	15,000,000.00		17,500,000.00
4	GPS-VHF Radio Information Network	3,500,000.00		79,560.00	3,420,440.00
5	ICADP- Fund	33,638,048.00	235,578,100.00	34,687,054.00	234,529,094.00
6	Nalapakam Project	15,899,968.00		11,976,273.00	3,923,695.00
7	NIRD Project Preparation Fund	2,400,000.00			2,400,000.00
8	Publication of Fishery Handbook Fund	249,900.00			249,900.00
9	Fisheries Department		19,428,454.00	16,111,285.00	3,317,169.00
10	Malampuzha Fish Museum and Dam Fund		1,500,000.00	1,021,159.00	478,841.00
11	Matsya Vigyan Kendra Fund		9,450,000.00	25,764.00	9,424,236.00
12	Ministry of Agri. (Fish for all)		10,000,000.00		10,000,000.00
13	NFDB		57,600,000.00		57,600,000.00
14	RKVY Scheme Funds		63,000,000.00	34,711,011.00	28,288,989.00
	Total	77,682,795.00	411,556,554.00	98,889,231.00	390,350,118.00

Since these are capital grants received from Government for projects. it is not recognized as revenue in the Profit and Loss account.

2) All known liabilities have been provided for in the accounts except for liabilities of contingent nature, which have been disclosed at the estimated value elsewhere in the notes.

3) Auditors Remuneration provided during the year constitutes of

Audit Fee : Rs.25,000/-

Tax Audit Fee : Rs.15,000/-

4) Remuneration to Directors

The Managing Director has received for one month salary of Rs.39,532/- during the financial year 2010-11.

5) Maximum amount due from directors at any time during the year is Nil

6) Earnings Per Share:

Earnings per Share is calculated in accordance with the Accounting Standard 20 (Earnings per Share) issued by Institute of Chartered Accountants of India. The EPS has been computed by dividing the profit after tax by the weighted average number of equity shares outstanding at the end of the accounting. The EPS as on 31.03.2011 are given below.

Particulars	Current Year	Previous Year
Profit after Tax (Rs.)	8,001,035.61	(315,409.00)
No. of Shares (Nos.)	35000	10000
Earnings per Share	228.60	(315.41)

7) Information pursuant to clause 4C of Part II to Schedule VI of the Companies Act regarding Capacities etc. is not applicable to the Company.

8) Number of employees who are in receipt of remuneration aggregating not less than Rs. 24,00,000/- p.a. if employed for the whole year or Rs. 2,00,000/- p.m. if employed for the part of the year - Nil.

9) The company has initiated the process of identifying the suppliers who qualify under the definition of micro and small enterprises, as defined under the Micro, Small and Medium Enterprises Development Act 2006. Since no intimations has been received from the suppliers regarding their status under the said Act as at 31st March, 2011, disclosure relating to amounts unpaid as at the year end, if any have not been furnished. In the opinion of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material.

As per our Report on even date

Signatures to Schedules A to L
For and behalf of the Board of Directors

For M/s. Thomas Jacob & Co.
Chartered Accountants
(Reg. No. 04403S)

(Sd/-)

(Sd/-)

(Sd/-)

Latha CA
Director
Trivandrum
24/04/2012

Dr. K. Ampady
Managing Director

CA. K. Thomas Jacob FCA, DISA, (ICAI)
Partner (Mem. No. 20086)

THOMAS JACOB & Co.
CHARTERED ACCOUNTANTS

TC 13/386 KUNNUKUZHY, MRA 186, TRIVANDRUM, - 695 035, KERALA, INDIA
TEL Off: 0471 – 2303137, 2302194, Mob: 9847062392 Res: 0471 – 2435589, E-Mail: thomasjacobandco@gmail.com

AUDITOR'S REPORT

To
The Share Holders
Kerala State Coastal Area Development Corporation Limited

1. We have audited the attached Balance Sheet of **Kerala State Coastal Area Development Corporation Limited** as at 31st March 2011 and the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with Auditing Standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) order, 2003 as amended by Companies (Auditor's Report) Amendment Order, 2004, issued by the Central Government in terms of section 227(4A) of the Companies Act 1956, we enclose in Annexure I, a statement on the matters specified in the said order.
4. Further to our comments in Annexure I referred above, we report that:
 - a) We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion, proper books of accounts as required by law have been kept by the company, so far as it appears from our examination of such books

- c) The Balance Sheet and the Profit and Loss Account referred to in this report are in agreement with the books of accounts.
- d) In our opinion the Balance Sheet and Profit and Loss Account comply with the Accounting Standards referred to in Sub-section (3C) of Section 211 of the Companies Act, 1956, to the extent applicable.
- e) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - 1. In the case of the Balance Sheet of the state of affairs of the company as at 31st March 2011.
 - 2. In the case of the Profit and Loss Account of the Profit of the Company for the year ended on that date.

For M/S Thomas Jacob & Co.,
Chartered Accountants
(Registration No.04403S)

Trivandrum
05.06.2012

CA.K.Thomas Jacob FCA, DISA
Partner (Membership No.20086)

ANNEXURE-I REFERRED TO IN OUR REPORT OF EVEN DATE

1. The Company is maintaining proper records showing full particulars including quantitative details and situations of fixed assets. As certified by the management the fixed assets have been physically verified by the management at reasonable intervals and no discrepancies have been noticed on such verifications.

Since there is no disposal of a substantial part of fixed assets during the year, the preparation of financial statements on a going concern basis is not affected on this account.

2. There are no inventories of finished goods, stores, spare parts and raw materials.
3. The company has neither granted nor taken loans, secured or unsecured, to/from directors or companies, firms or other parties where directors are interested.
4. In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the company and nature of its business for the purchase of inventories and fixed assets. During the course of our audit, we have not observed any continuing failure to correct major weakness in the internal control.
5. According to the information and explanations given to us and the records examined by us, there are no transactions/contracts with companies, firms or parties listed in the register maintained under section 301 of the Companies Act, 1956.
6. The Company has not accepted any public deposits. Accordingly clause 4(vi) of the order is not applicable.
7. *The company has no internal audit system.*
8. The Central Government has not prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 in respect of business carried out by the company.
9. According to the information and explanation given to us and on the basis of our examination of books of accounts, the company has been regular in depositing with appropriate authorities undisputed statutory dues.

According to the information and explanation given to us, there is some delay in payment of income tax, sales tax and workers welfare fund. Details of these delayed payments are given below.

Sl.No	Particulars	Amount	Due Date	Remittance Date
1	Advance Income Tax for the year 2010-11	43,56,961.00	31.03.2011	<Not remitted as on the date of audit>
2	VAT	42,666.00	20.03.2011	06.05.2011
3	KCWFF	14,081.00	20.03.2011	06.05.2011

10. In our opinion, the company has no accumulated losses at the end of the Financial Year and it has not incurred cash loss in the current financial year.
11. According to the information and explanation given to us, and on the basis of our examination, the Company has not defaulted repayment of dues to financial institutions or banks and the Company has not issued any debentures.
12. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures or securities.
13. The Company is not a chit fund, nidhi, mutual benefit fund or a society. Accordingly clause 4(xiii) of the order is not applicable.
14. The Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly clause 4(xiv) of the order is not applicable.
15. According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. As per the explanation provided to us, the Company has not taken any loans during the year and no loans are outstanding as on 31.03.2011.
17. According to the information and explanation given to us no funds raised on short term basis have been used for long term investments or vice versa.
18. During the year the Company has issued 34,000 equity shares of Rs.100 each to the Government of Kerala at par. Other than this the Company has not made any preferential allotment of shares during the year. Accordingly clause 4(xviii) of the order is not applicable.

19.The Company has not issued any debentures. Accordingly clause 4(xix) of the order is not applicable.

20.The Company has not raised any money by public issue during the year. Accordingly clause 4(xx) of the order is not applicable.

21.According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For M/S Thomas Jacob & Co.,
Chartered Accountants
(Registration No.04403S)

Trivandrum
05.06.2012

CA.K.Thomas Jacob FCA, DISA
Partner (Membership No.20086)



सत्यमेव जयते

महालेखाकार (आर्थिक एवं राजस्व क्षेत्र लेखापरीक्षा) का कार्यालय, केरल
तिरुवनन्तपुरम

OFFICE OF THE ACCOUNTANT GENERAL (Economic & Revenue Sector Audit)
KERALA, THIRUVANANTHAPURAM

31 मार्च 2011 को समाप्त वर्ष के लिए केरला स्टेट कोस्टल एरिया डिवलपमेंट कॉरपोरेशन लिमिटेड,
तिरुवनन्तपुरम के लेखाओं पर कम्पनी अधिनियम 1956 की धारा 619(4) के अधीन
भारत के नियंत्रक महालेखापरीक्षक की टिप्पणियाँ

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER
SECTION 619(4) OF THE COMPANIES ACT 1956 ON THE ACCOUNTS OF KERALA
STATE COASTAL AREA DEVELOPMENT CORPORATION LIMITED,
THIRUVANANTHAPURAM FOR THE YEAR ENDED 31 MARCH 2011**

The preparation of financial statements of Kerala State Coastal Area Development Corporation Limited, Thiruvananthapuram for the year ended 31 March 2011 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 and the generally accepted accounting principles is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 619 (2) of the Companies Act, 1956 are responsible for expressing opinion on these financial statements under Section 227 of the Companies Act, 1956 based on independent audit in accordance with the Auditing and Assurance Standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 5 June 2012.

I, on behalf of the Comptroller and Auditor General of India have conducted a supplementary audit under section 619 (3) (b) of the Companies Act, 1956 of the financial statements of Kerala State Coastal Area Development Corporation Limited, Thiruvananthapuram for the year ended 31 March 2011. 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. Based on my supplementary audit, I would like to highlight the following significant matters under section 619 (4) of the Companies Act, 1956 which have come to my attention and which in my view are necessary for enabling a better understanding of the financial statements and the related Audit Report.

Balance Sheet

Application of funds- Current Liabilities and Provisions (Schedule G)

Provisions – ₹ 46.15 lakh

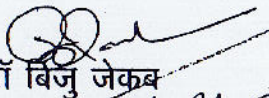
This includes Provision for Income Tax for the year ₹ 46.15 lakh. The incorrect charging of the amount in the Profit and Loss Account (₹ 43.57 lakh) has resulted in understatement of Provision for Tax by ₹ 2.58 lakh and overstatement of 'Net Profit transferred to Balance Sheet' to the same extent which has also resulted in non tallying of Balance Sheet.

B. Profit and Loss Account

Profit before Tax – ₹ 120.29 lakh

This is overstated by ₹ 136.39 lakh due to recognition of interest received/accrued on the term deposits made out of Government grants as income of the Company. This has resulted in understatement of Grant Funds to the same extent.

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


डॉ बिजु जेकब
Dr. Biju Jacob

तिरुवनन्तपुरम

Thiruvananthapuram

Dated: 31.08.2012

महालेखाकार (आ. एवं रा. क्षे. ले.प.) केरल
ACCOUNTANT GENERAL (E & RSA) KERALA



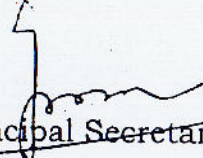
GOVERNMENT OF KERALA

No. 53239/PU.A3/12/Fin.

Finance (PU - A) Department

COMMENTS OF PRINCIPAL SECRETARY (FINANCE) ON THE AUDITED
ACCOUNTS OF KERALA STATE COASTAL AREA DEVELOPMENT
CORPORATION LIMITED FOR THE YEAR ENDED ON 31/03/2011.

- i. The Board of Directors should take urgent steps to convert pending Advance as share capital of the Corporation.
- ii. Corporation should prepare appropriate plan of action of the projects/programme for which funds received.
- iii. All Deposits of funds to be transferred to the State Government Treasury.
- iv. Board of Directors should examine the situation to give advance to the Fisheries Director which is usually not permissible.
- v. The Corporation should take effective measures to minimize administrative expense which was too high compared to that of the previous year


Principal Secretary (Finance)

Thiruvananthapuram
Dated: 05.11.2012

Kerala State Coastal Area Development Corporation Limited

Addendum to Directors' Report 2011

Reply to the Comments of the Comptroller & Auditor General of India

A. Balance Sheet

**Application of Funds – Current Liabilities and Provisions (Schedule G)
Provisions – Rs. 46.15 Lakhs**

The difference of Rs.2,57,588/- relates to the additional tax provision made by the company towards delayed payment of Income Tax. This was correctly disclosed in the Profit & Loss Account and also in Schedule G. There was an error on account of loss of link while processing in the computer which resulted in a typographical error in totalling Schedule G. This was rectified and correct print out indicating the total figure of Source of Funds as Rs. 40,94,24,039.78 was incorporated in the Accounts and communicated to the Accountant General (Audit), Kerala before presentation before the Shareholders.

B. Profit and Loss Account

Profit before Tax – Rs. 120.29 Lakhs

We are of the opinion that accounting of interest has been properly made in accounts in accordance with the requirements of Schedule VI of the Companies Act, 1956. There was also no direction from the Government that interest accrued on deposit of grant in Bank Account has to be added to grant received. Income Tax also recognizes interest earned as income of the company and is subjected to tax. There is, therefore, no understatement of grant funds as commented by the Comptroller & Auditor General of India.

Reply to the Comments of the Principal Secretary (Finance), Kerala

The observations and suggestions made by the Principal Secretary (Finance), Government of Kerala have been taken note of for compliance.

For and on behalf of the Board of Directors,

Thiruvananthapuram,
January 17, 2013.

Sd/-
(K. Babu)
Chairman.

IV. Performance of Company (Rupees in thousands)

Turnover

		1	4	8	6	5
--	--	---	---	---	---	---

Total expenditure

				2	8	3	6
--	--	--	--	---	---	---	---

+ - Profit/Loss before Tax

		1	2	0	2	9
--	--	---	---	---	---	---

+ - Profit/Loss after Tax

				7	6	0	8
--	--	--	--	---	---	---	---

Earnings per share in Rs.

				2	2	9
--	--	--	--	---	---	---

Dividend Rate %

--	--	--	--	--	--	--	--

V. Generic Names of Three Principal Products/Services of Company (As per monitory Terms)

Item Code No. (ITC Code)

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Product Description

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Item Code No. (ITC Code)

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Product Description

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

For and on behalf of the Board of Directors

As per our Report even date

(S/d-)

C.A. Latha
Director

(S/d-)

Dr.K.Ampady
Managing Director

(S/d-)

For Thomas Jacob & Co.
Chartered Accountants
(Registration No. 04403S)

CA K.THOMAS JACOB FCA,DISA
Partner (M.No.20086)

Thiruvananthapuram
24.04.2012



M. HARSHAN FCS
COMPANY SECRETARY

'KANTHI', OPPT. SAMAD HOSPITAL
T. C - 27 / 644, VANCHIYOOR
THIRUVANANTHAPURAM - 695 035
Phone: (Office) 0471-2474352 (Residence) 0471-3064597
Mobile: 9446558090 E-mail: harshanm1@rediffmail.com

COMPLIANCE CERTIFICATE

Registration No. of the Company (CIN): **U45208KL2008SGC023577**

Nominal Capital: **Rs. Five Crores**

To

The Members,

Kerala State Coastal Area Development Corporation Limited,
Makayiram, T.C. 16/1709, ULRA 26, Jagathy, Thiruvananthapuram – 695 014

I have examined the registers, records, books and papers of **M/s. Kerala State Coastal Area Development Corporation Limited** as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the first financial year ended on **31st March 2011**. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in **Annexure 'A'** to this certificate as per the provisions of the Act and the rules made thereunder and all entries therein have been duly recorded.
2. The Company, being a private limited company, has more than the minimum prescribed paid up capital of Rs. One Lakh and its maximum number of members during the said financial year was 4 (Four). The company during the year under scrutiny:
 - (i) has not invited public to subscribe for its shares or debentures and
 - (ii) has not invited or accepted any deposits from persons other than its members, directors or their relatives.
3. The Company has duly filed the forms and returns as stated in **Annexure 'B'** to this certificate, with the Registrar of Companies, Kerala as prescribed under the Act and the rules made thereunder.

4. The Board of Directors duly met 4 times on 30/06/2010, 22/09/2010, 15/12/2010 and 14/02/2011 in respect of which meetings proper notices were given and proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. The Company was not required to close its Register of Members. The company has no Debenture holders.
6. The Annual General Meeting for the financial year ended on 31-03-2011 was held on 30-09-2011 (which was adjourned sine-die) after giving due notice to the members of the Company and others concerned and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.
7. No Extra-ordinary General Meeting was held during the financial year.
8. The Company being a private company, section 295 of the Act is not applicable.
9. The Company being one owned wholly by the State Government, the Directors had no personal interest in any contracts falling within the purview of section 297 of the Act.
10. The Company was not required to make any entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or the Central Government.
12. The Company has not issued any duplicate share certificates during the financial year.
13. The Company has:
 - a. delivered all the certificates on allotment / transfer of securities during the financial year.
 - b. not deposited any amount in a separate bank account as no dividend was declared during the financial year.
 - c. was not required to post dividend warrants as no dividend was declared during the financial year.
 - d. no need to transfer the amounts in unpaid dividend account as no dividend was declared during the financial year.
 - e. duly complied with the requirements of section 217 of the Act.

14. The Board of Directors of the Company is duly constituted and the appointments of directors to fill casual vacancies have been duly made.
15. The Company, being a private limited Government company, provisions of section 269 of the Act with regard to the appointment of Managing Director / Whole-time Director / Manager are not applicable.
16. The Company has not appointed any sole selling agents during the financial year.
17. The Company was not required to obtain any approval of the Central Government, Company Law Board, Regional Director, Registrar and / or such other authorities as prescribed under the various provisions of the Act during the financial year.
18. The directors have disclosed their interest in other firms / companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The Company has issued 34,000 fully paid equity shares of Rs. 100/- each during the financial year.
20. The Company has not bought back any shares during the financial year.
21. The Company has no preference shares / debentures to be redeemed.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited / accepted any deposits under sections 58A and 58AA during the financial year.
24. The Company has not made any borrowings during the financial year.
25. The Company, being a private company, the provisions of section 372A of the Act are not applicable.
26. The Company has not altered the provisions of the Memorandum of Association with respect to the situation of the Company's registered office from one State to another during the year under scrutiny.

27. The Company has not altered the provisions of the Memorandum of Association with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum of Association with respect to the name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum of Association with respect to the share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the year under scrutiny.
31. There was no prosecution initiated against or show cause notices received by the Company for alleged offences under the Act and no fines or penalties or any other punishment was imposed on the Company during the financial year for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has not deducted any contribution towards provident fund during the financial year.

Place: Thiruvananthapuram
Date: September 01, 2012

Signature:



Name of the Company Secretary: **M. HARSHAN. FCS**
C. P. No.: **6749**

Encl: Annexure 'A' & 'B'

Annexure 'A'

REGISTERS AS MAINTAINED BY THE COMPANY

Statutory Registers

1. Register of Investments U/S 49
2. Register of Charges U/S 143
3. Register of Members U/S 150
4. Minutes Books of Board and General Meetings U/S 193
5. Books of Accounts U/S 209
6. Register of Directors U/S 303

Other Registers

1. Register of Directors' & Shareholders' Attendance
2. Register of Share Transfers

Annexure 'B'

Forms and returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending 31st March 2010.

Sl. No.	Form No. / Return	Filed under section	For	Date of filing	Whether filed within prescribed time Yes / No	If delay in filing whether requisite additional fee paid Yes / No
1	Form No. 2	75 (1)	Allotment of shares	23/07/2010	Yes	No
2	Form No. 2	75 (1)	Allotment of shares	02/03/2011	Yes	No
3	Form No. 18	146	change of situation of registered office	03-05-2011	Yes	No
4	Form No. 32	303 (2)	Changes in directorship	05/02/2011	No	Yes
5	Form No. 20B	159	Annual Return	14/10/2010	Yes	No



CS M Harshan FCS
FCS-294; CP-6749