



34th
ANNUAL
RÉPORT
2013-14

**THE ODISHA STATE POLICE HOUSING
& WELFARE CORPORATION LTD.**

(A Govt. of Odisha Undertaking)



34th **Annual Report 2013-14**



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& WELFARE CORPORATION LTD.**

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BOARD OF DIRECTORS

Shri Manoj Kumar Chhabra, IPS Chairman-cum-Managing Director OSPH&WC. Ltd., Bhubaneswar.	Chairman cum Managing Director
Shri Sanjeev Marik, IPS D.G. & I.G. of Police, Odisha, Cuttack.	Nominee Director, Govt. of Odisha
Shri C. J. Venugopal, IAS Principal Secretary to Govt.Home Dept., Govt. of Odisha, BBSR	Nominee Director, Govt. of Odisha
Shri Pradeep Kapur, IPS Addl. D.G. of Police-cum-I.G. of Prisons & Director, Correctional Services, BBSR	Nominee Director, Govt. of Odisha
Shri M. Nageswar Rao, IPS Addl. D.G. of Police, Fire Services & Commandant General Home Guards, Odisha, Cuttack.	Nominee Director, Govt. of Odisha
Er. Nalini Kanta Pradhan, E.I.C.-cum-Secretary to Govt. Works Dept. Govt. of Odisha, BBSR	Nominee Director, Govt. of Odisha
Shri R. N. Das, Dy. Secretary to Government, Finance Department, Govt. of Odisha, Bhubaneswar.	Nominee Director, Govt. of Odisha
Shri A. K. Parida, Addl. Secretary to Govt. Dept. of Public Enterprises, Govt. of Odisha, Bhubaneswar.	Nominee Director, Govt. of Odisha
CA P. Venugopal Rao, Practicing Chartered Accountant, Plot No.-1, Kalpana Square, BBSR.	Independent Director
Shri Dronadeb Rath, MECON VATIKA, Kalyanpur, Near Singh Mod, Hatia, Ranchi-834003.	Independent Director
Shri Debraj Biswal, CEO, Bhubaneswar Stock Exchange, Stock Exchange Bhawan, P-2, Jaydev Vihar, BBSR.	Independent Director

Company Secretary	Shri N. B. Sarangi
Statutory Auditors	Singh Ray Mishra & Co. Chartered Accountants, Bhubaneswar
Internal Auditors	MIR & Associates Chartered Accountants, Bhubaneswar
Divisional Auditors	Manas Das & Co., Asutosh & Associates, GB & Associates, O. M. Kejriwal & Co., Das & Das, ABP & Associates, GSCS & Associates, C. K. Prusty & Associates, GNS & Associates, Chartered Accountants, Bhubaneswar
Bankers	State Bank of India Punjab National Bank HDFC Bank Ltd. IDBI Bank Ltd. Union Bank of India AXIS Bank Ltd.
Registered Office	Bhoi Nagar, Janpath, Bhubaneswar, Odisha PIN-751022

VISION

To organize ourselves as a total quality organization, setting standards of excellence in all our professional endeavours and be reckoned as an outstanding construction Corporation among our peers.

MISSION

To deliver quality construction at optimum cost on time, to the satisfaction of our customers while earning reasonable return on investment.

CORE VALUES

Integrity: We must conduct ourselves fairly, with honesty and transparency. Everything we do must stand test of public scrutiny.

Excellence: We must constantly strive to the highest possible standards in the services and goods we provide.

Organizational and professional pride: We must function and conduct ourselves in such manner so as to have pride in the organization we serve and also the profession we are in.

Customer as our most valued stake-holder: 'Customers are not outsider to our business, they are part of it. They are the purpose of our work.'

THE YEAR AT A GLANCE

PROJECTS HANDED OVER

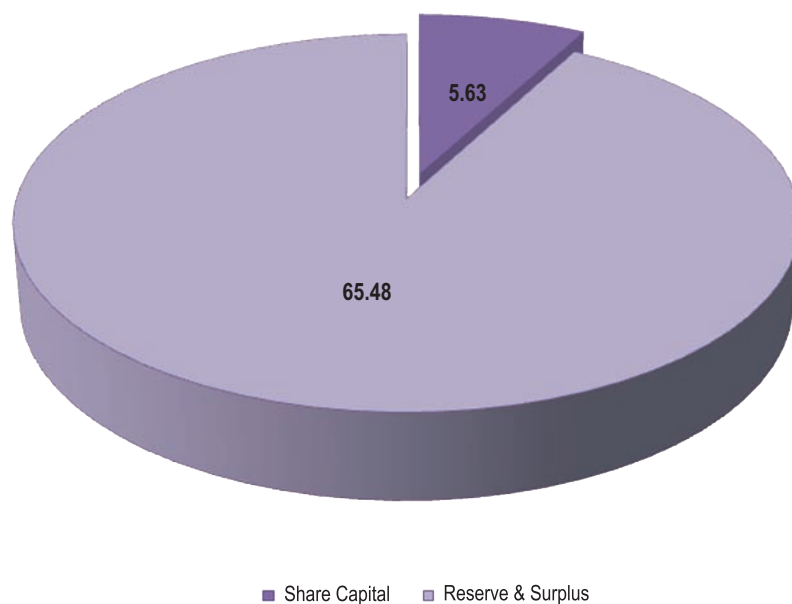
Particulars	2013-14 Nos.	2012-13 Nos.
Police Projects	356	318
Fire Projects	83	63
Jail Projects	59	136
Other Projects	48	37
Total Projects	546	554

FINANCIAL HIGHLIGHTS

Particulars	2013-14 Rs in Crores	2012-13 Rs in Crores
Operational Income	308.20	224.95
Other Income	15.10	19.01
Total Income	323.30	243.96
Total Expenditures	303.16	226.67
Net Profit [Before Tax]	20.14	17.29
Net Worth	71.11	57.76

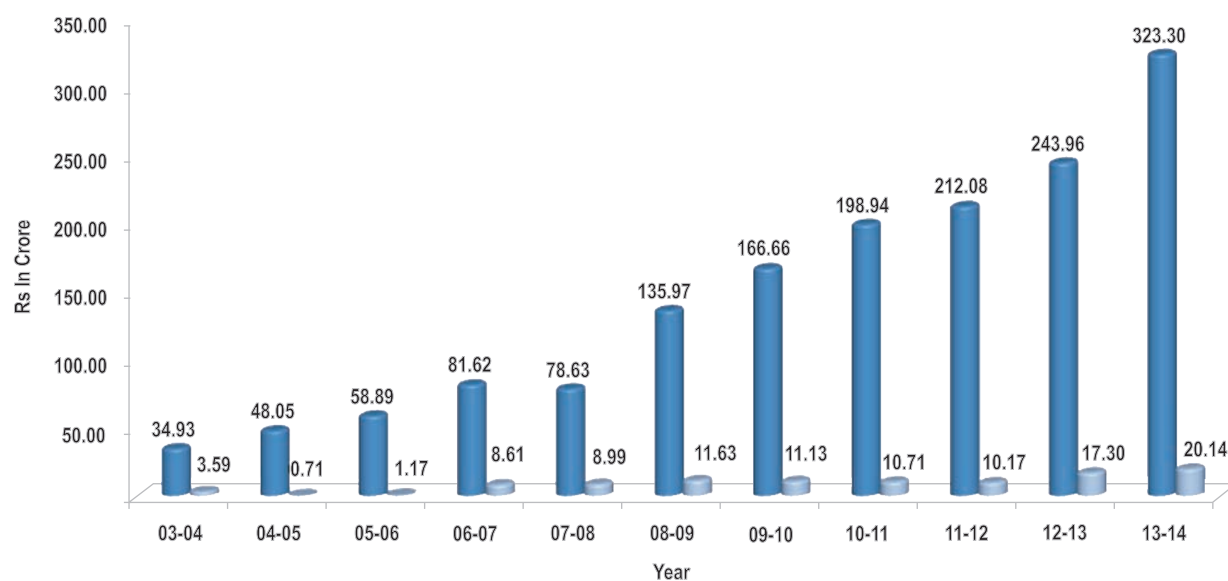
SHAREHOLDERS' FUND

Rs. in Crore

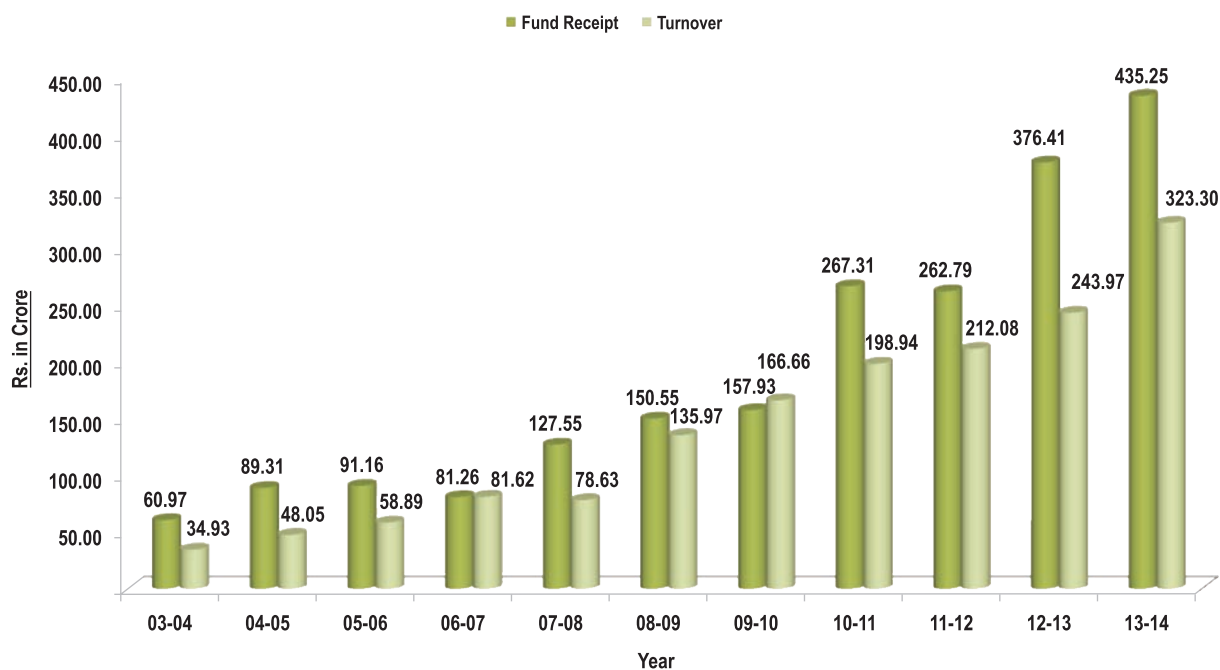


TURNOVER Vs. PROFITABILITY

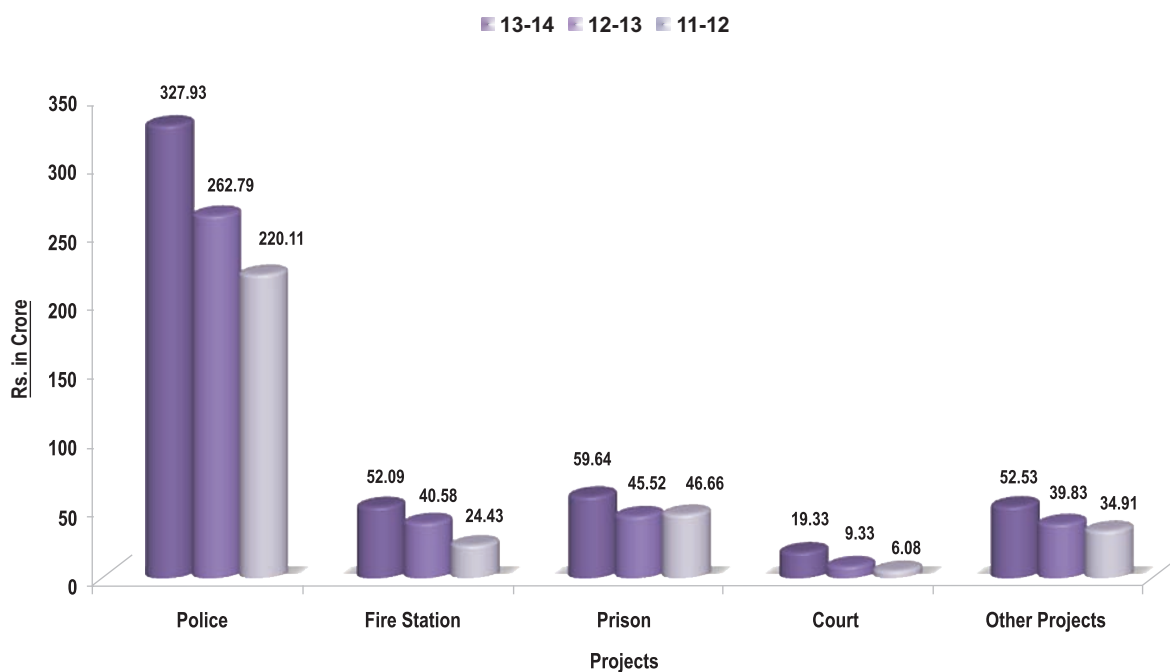
Turnover Profitability



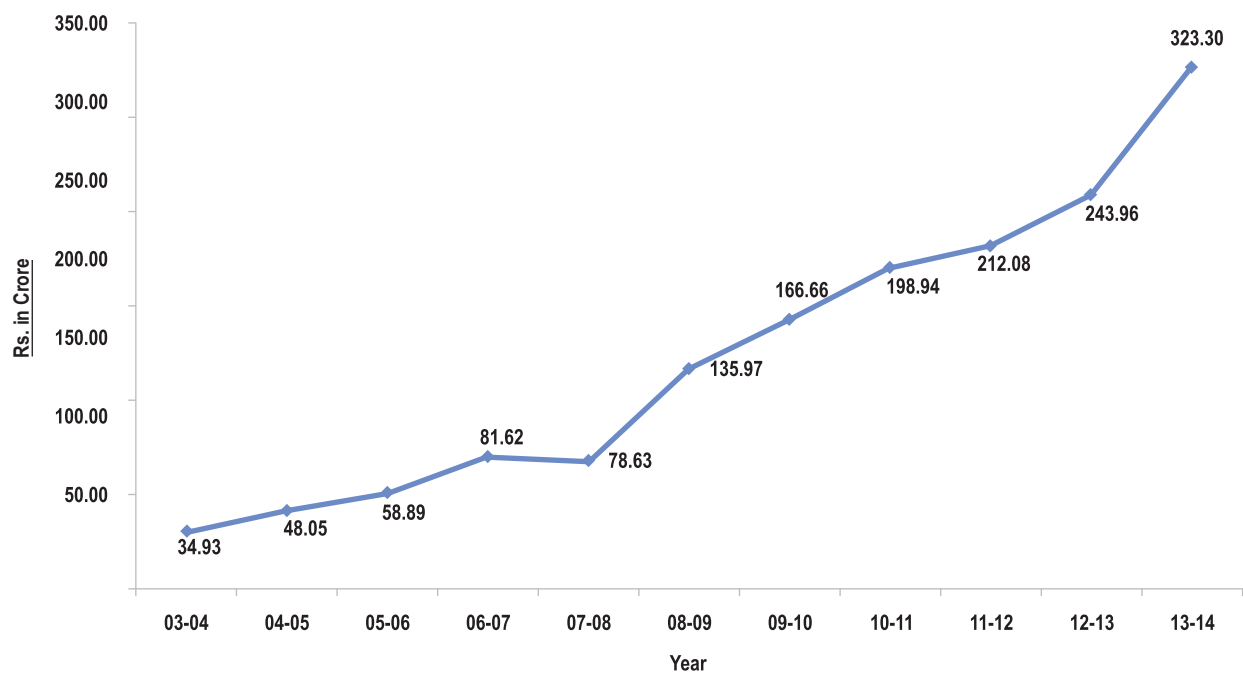
FUND RECEIPT Vs. TURNOVER



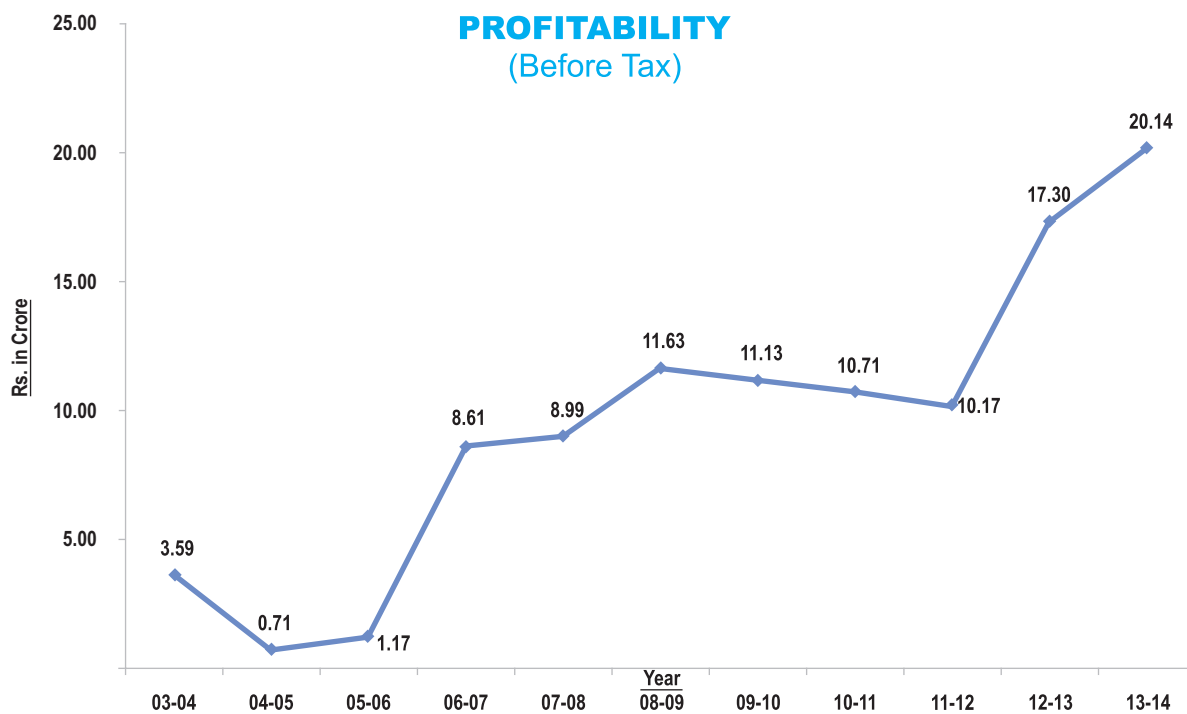
WIP COMPARISON



TURNOVER

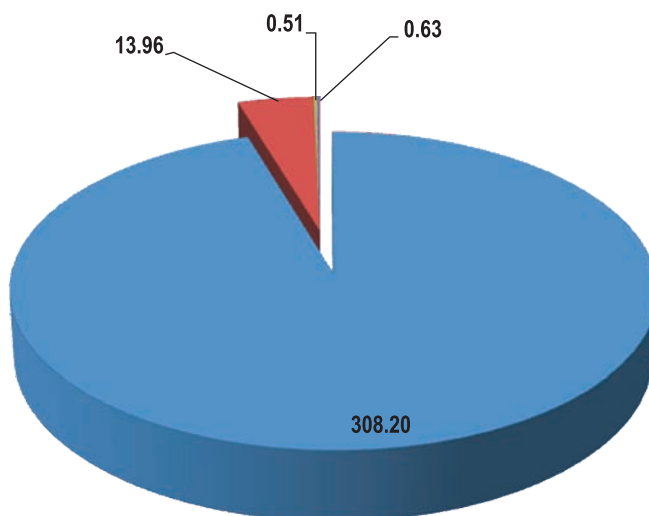


PROFITABILITY (Before Tax)



INCOME

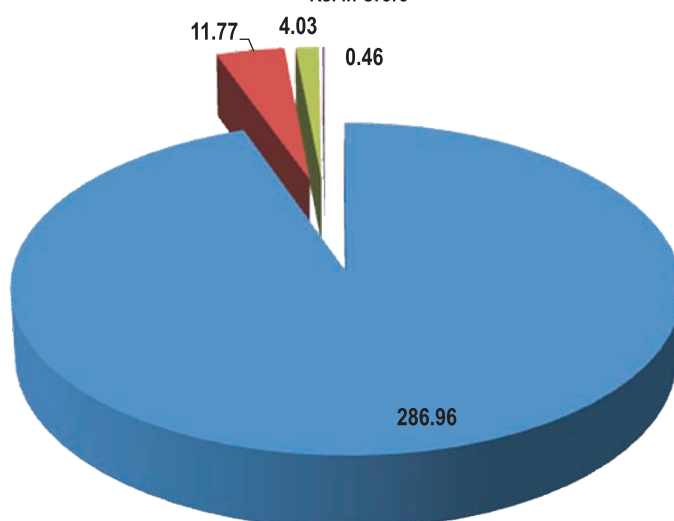
Rs. in Crore



Operational Income Interest Income Rent Income Other Income

EXPENDITURE

Rs. in Crore



Operational Expenses Personnel Expenses Other Expenses Depreciation



DIRECTORS' REPORT

To

The Members,
The Odisha State Police Housing & Welfare Corporation Ltd.
Bhubaneswar.

1. Your Directors have great pleasure in presenting the 34th Annual Report on the working of the corporation together with the audited Accounts for the year ended 31st March 2014 and the report of the Auditors thereon.

2. OBJECTS

As you are aware the main object for which the Corporation was incorporated are:

- a. To undertake construction of building for residential and non-residential purpose for the Police, Vigilance, Prison and Fire Service Departments of the Govt. of Odisha and other Departments of Govt. of Odisha as well as the Govt. of India.
- b. To take up construction, repairs, maintenance, modification and renovation of roads, buildings and other civil structures of quasi-Govt. and autonomous bodies through competitive tenders or on the basis of direct placement of works.
- c. The Corporation is trusted as a construction Company that can provide quality construction and therefore it has attracted clients outside its core area of responsibilities. The Corporation has taken up building works of Health Department, SC & ST Development Department, Director Technical Education & Training, Shree Jagannath Sanskrit University, Cuttack Municipal Corporation and others on deposit work basis.

3. ACTIVITIES OF THE CORPORATION

The Corporation has posted an excellent performance by undertaking various construction works for the Police Department under State Plan, Modernization Grant, SRE Scheme, SIS Grant, Finance Commission, Fire Service Department (both Central and State assistance projects), Prison, Judiciary and other agencies etc. The high and overall growth in construction activity was the most significant feature of the Corporation during previous years. The Corporation has successfully constructed and handed over Anti Naxalite Police Projects under adverse site condition in left wing extremist areas to the satisfaction of user authorities. The Corporation has executed several projects like fortification of Police Posts, Barracks for accommodation of Police personnel and Logistic Support to CPMF successfully in some of the most inaccessible areas. In the recent past, the Corporation has taken up construction of Pre-engineered structure at various locations in most vulnerable places to provide logistic support to the CPMF mostly in Southern & Western Odisha. Apart from the above, the Corporation has constructed and handed over several other building projects of the Education Department, Autonomous bodies, semi, Government Organisation like DRDA, Utkal University, Berhampur University, Sambalpur University, SJSV Puri, ELTI, CHSE, DPEP, Board of Secondary Education, NKCCDS, DDCE, BPUT, NRHM etc. .

4. FINANCIAL HIGHLIGHTS

(Rs. in Crores)		
Sl. No. Particulars	2013-14	2012-13
a) Operational Income	308.20	224.95
b) Other Income	15.10	19.01
c) Total Income(a+b)	323.30	243.96
d) Total Expenditure	303.16	226.67
e) Profit Before Tax (c-d)	20.14	17.29
f) Profit after Tax	13.35	11.72
g) Net Worth	71.11	57.76

5. CORPORATE GOVERNANCE

OSPH & WC ensures compliances of the Corporate Governance Manual issued by the State Govt Department of Public Enterprises and maintaining all its business transactions.

6. SILVER RATED PSU

Based on categorize parameters, the State Govt. in Public Enterprises Department have categorized OSPH & WC under Silver rated PSU and delegated powers in select areas to the Board of Directors based on the assigned category.

7. PERFORMANCE RATING UNDER MOU

In order to make the Public Sector Units competitive, sustainable and meet the future challenging environment successfully, as per the Corporate Governance Manual issued by the P.E. Department, Govt. of Odisha, your Company is signing Memorandum of Understanding (MOU) with the Government in Home Department for every year from the Financial Year 2012-13 onwards. Based on the performance made by your Company, during the year 2012-13 as per the MOU signed with the Govt. in Home Dept., PE Dept., Govt. of Odisha has rated your Company as "Excellent".

8. RIGHT TO INFORMATION

Your Company has implemented Right to Information Act 2005 in order to provide information to Citizens and to maintain accountability and transparency. The Company has designated a Public Information Officer, PIO an Appellate Authority, and APIO at all divisions and Corporate Office of OSPH & WC.

9. DIRECTORS' RESPONSIBILITY STATEMENT UNDER SECTION 217(2AA) OF THE COMPANIES (AMENDMENT) ACT 2000.

The Directors wish to state that:

- i. The annual accounts have been prepared in accordance with the applicable accounting standards along with proper explanations relating to material departures.
- ii. Such accounting policies have been selected and applied which 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.
- iii. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. The annual accounts have been prepared on a going concern basis.

10. AUDIT COMMITTEE

Pursuant to the provisions of Section 292A of the Companies Act 1956, and as per Corporate Governance Manual for state PSUs, an Audit Committee has been constituted by the Board in their 115th meeting dt.02.05.2012. As on 31st March 2014, the composition of Audit Committee consists of following Directors:

Sri P. Venugopal Rao (Independent Director)	- Chairman
Sri Debraj Biswal (Independent Director)	- Member
Sri Satyajit Mohanty, IPS (CMD)	- Member.

During the year 4 (four) meeting of the Audit Committee were held for review of accounts, report of auditors, internal audit observations etc.

11. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

In line with the provisions of the Companies Act'2013 and rules frame their under the CSR Committee of the Board has been constituted comprising the flowing members.

Sri Satyajit Mohanty, IPS	- Chairman.
Sri P. Venugopal Rao (Independent Director)	- Member.
Sri Debraj Biswal (Independent Director)	- Member

The Committee prepared the draft CSR policy of the Company to be approved by the Board for implementation.

12. AUDITORS

M/s: Singh Ray Mishra & Co., Chartered Accountant, Bhubaneswar was appointed as the Statutory Auditors of the Company and M/s: MIR & Associates, Chartered Accountants was appointed as Internal Auditors for the financial year 2013-14.

13. AUDITORS OBSERVATION

The Statutory Auditors Report on the accounts of the Company for the year ended 31st March 2014 along with the comments of the C & AG of India is annexed to the Directors report. The replies of the Management to the observations of the Auditors have been given in the Annexure.

14. PARTICULARS OF EMPLOYEES AS REQUIRED UNDER SECTION 217(2A) OF THE COMPANIES ACT.1956.

The information as required U/S 217(2A) of the companies Act 1956 was 'Nil' during the period under report.

15. INDUSTRIAL RELATION

Industrial relation remained peaceful and cordial since the last Directors' report.

16. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO.

Information in accordance with the provisions of Section 217(l)(e) of the Companies Act.1956 read with the Companies (Disclosure of particulars) Rules, 1988 regarding Conservation of energy, Technology absorption, Foreign exchange earnings and out go was NIL during the period under report.

17. ACKNOWLEDGEMENT

The Board of Directors would like to express their grateful appreciation for the assistance, support and Co operation received from the Home Department, Govt. of Odisha, the DG&IG of Police, Odisha and other departments of the Govt. of Odisha/Govt. of India etc. in managing the affairs of the Company.

The Directors also express their sincere thanks to other agencies those awarding deposit works to the Corporation for their continued patronage and confidence reposed in the Company.

The Board is thankful to the C&AG, the Statutory and Internal Auditors for their valued co-operation.

The Directors also wish to place on record their deep sense of appreciation for the committed services rendered by the Executives and Employees for their hard work, team spirited efforts, dedications and loyalty to work, resulting in increased productivity and enhancing the image and status of the Corporation.

For and on behalf of the Board

Sd/-

(Manoj Kumar Chhabra, IPS)

Chairman-Cum-Managing Director

**Comments of the Comptroller and Auditor General
of India under Section 619(4) of the Companies Act, 1956 on the accounts of
The Odisha State Police Housing & Welfare Corporation Limited
for the year 2013-14**

The preparation of financial statements of The Odisha State Police Housing & welfare Corporation Limited for the year 2013-14 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 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 those financial statements under section 227 of 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 04.11.2014.

I, on behalf of the Comptroller and Auditor General of India, have decided not to review the report of the Statutory Auditors on the accounts of the Odisha State Police Housing & Welfare Corporation Limited for the year 2013-14 and as such have no comments to make under Section 619(4) of the Companies Act, 1956.

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

Place : Bhubaneswar
Date : 04.11.2014

Sd/-
Amar Patnaik
Accountant General , G&SSA

SINGH RAY MISHRA & CO.

(Chartered Accountants)

H.O.: SR-31, Ashoka Market, Station Square,
Bhubaneswar-751009, Odisha,
Ph: Off 2533439, Res 2573663,
Fax: 0674-2381800, Mob: 9437003439,
E-mail: srm.bbsr@gmail.com

AUDITORS' REPORT

To

THE MEMBERS OF,

THE ODISHA STATE POLICE HOUSING & WELFARE CORPORATION LIMITED
BHUBANESWAR.

1. Report on the Financial Statements

We have audited the accompanying financial statements of ODISHA STATE POLICE HOUSING & WELFARE CORPORATION LIMITED ("the company"), which comprise the Balance Sheet as at 31st March, 2014, the Statement of Profit & Loss and Cash Flow Statement for the year then and a summary of significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and Cash Flows of the Company in accordance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956 ("the Act") (which continue to be applicable in respect of section-133 of the companies act, 2013 in terms of general circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs) and in accordance of accounting principle generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to 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.

3. Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion	
Statutory Auditors' comment	Management's Reply
I As per Note no: 6 to the Financial Statements, under the head Current Liability & provision Rs. 534.11 Lakhs shown as Other Sundry Creditors for which balance confirmation certificates have not been received from the Parties.	Steps are being taken to get the confirmations in the year 2014-15.
II As per Note no: 7 to the Financial Statements, under the head Non-Current Assets, Tangible Assets shows Rs. 502.27 lakhs which includes Intangible assets worth Rs. 267.83 lakhs which needs to be disclosed separately under intangible Assets as per the Revised Schedule VI of the Companies Act 1956	Requisite disclosure will be made in the current year i.e. F.Y. 2014-15.
III As per Note no: 9 to the Financial Statements, under the head trade receivable of Rs. 515.72 lakhs (i.e. Utkal University Rs. 75.19 lakhs, State Govt. 345.99 Lakhs and Jagannath Sanskrit University Rs. 94.54 Lakhs) shown as Unsecured and considered good, which is pending for long years without any realization for which full provision need to be passed and there by the profit is over stated to the extent	The Company is following up with the parties which are Govt. Depts, Utkal University, State Govt., Education Institution (SJSV). Steps have already been initiated by taking up with the said parties for recovery/settlement.
IV As per Note no: 10 to the Financial Statements, under the head Current Assets the item Cash & Bank Balances is not replaced with Cash & Cash Equivalent as per the Revised Schedule VI of the Companies Act 1956.	Proper presentation as observed by the auditors will be made in the year 2014-15.
V As per Note no: 10 to the Financial Statements, under the head short term advances, Rs. 60.26 Lakhs shown as advances to Govt. of Odisha for various expenses other than construction activities which are not covered under than main objects in the memorandum of association of the Company.	Normally the Corporation receives funds against contract value of various projects in advance from Govt. of Odisha in usual course of business. Some times the Govt / User Depts require funds to meet some short term urgent requirement. The above short term requirement is made by taking advance from the Corporation out of their money laying with the Corporation. After release of budgetary provision the same amount is reimbursed to the Corporation. This is not regular in nature. The above short term advance is not related to main objects of the Corporation.
VI As per Note no: 17.5 to the Financial Statements, under the head Construction contract, the company stated that the Corporation has followed percentage of completion method as required under AS-7 but the method used to determine the stage of completion of contracts in progress is not disclosed.	Additional disclosure of determining the stage of percentage completion will be made in the F.Y. 2014 -15.

VII The company has a practice of deducting cess @ 1% from the bill of labour contractor instead of 1% on the total cost of construction which deviate the resolution of Odisha Govt. circulated under Odisha Gazette, resulting in less deduction and remittance to the Govt. in absence of requisite data the amount could not be quantified	Previously, State Govt. was not allowing 1% extra on our estimated cost towards labour cess on contract cost, however, now it is being allowed. Therefore, presently, from financial year 2014-15, Corporation is paying 1% labour cess on the entire cost of the project.
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4. Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid financial statement give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014:
- In the case of the Statement of profit and Loss, of the profit for the year ended on that date:
- In the case of the cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements:

- As required by the companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of section 227(4A) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- As required by Section 227(3) of the Act, we report that:
 - We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit:
 - 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.
 - 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.
 - In our opinion, except for the possible effects of the matter described in the basis for Qualified Opinion paragraph, the Balance Sheet, the Statement of profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in section 211(3C) of the Act (which continue to be applicable in respect of section-133 of the companies act, 2013 in terms of general circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs).
 - In terms of Govt. of India, Ministry of Finance, Dept. of Company Affairs Notification No-GSR 829(E) Dt. 21st October 2003, Govt. Companies are exempt from the applicability of the provisions of section 274(1)(g) of the Companies Act 1956.

Place : Bhubaneswar
Date : 04.11.2014

For **Singh Ray Mishra & Co.**
Chartered Accountants
FRN. 318121E
Sd/-
C.A. J.K. Mishra
(Partner)
Membership No. :052796

**Referred to in Paragraph 1 under Report on Other Legal and
Regulatory Requirements section of our report of even date of
Odisha State Police Housing & Welfare Corporation Ltd
for the year ended 31.03.2014.**

Annexure-1

Statutory Auditors' Comment			Management's Reply
3.1	3.1.1	The Corporation is not maintaining proper records to show full particulars including quantitative details and situation of its fixed assets.	Quantitative details and situation of Fixed Assets are being taken care in the ERP package, which is currently being implemented.
	3.1.2	According to information and explanations given to us fixed assets have not been physically verified by the management at reasonable intervals, having regard to the size of the Corporation and the nature of its assets.	The value of Building, Vehicles, Computer/ ERP Package, Generator and Office Lift constitutes 90% of the total WDV of assets, which are being used and identified on regular basis.
	3.1.3	During the year, in our opinion, a substantial part of the fixed assets have not been disposed off by the Corporation.	-
3.2	3.2.1	The PH (Plumbing & Hardware) inventories lying at Head Office have not been physically verified by the management at reasonable intervals during the year. As explained to us these inventories could not be verified as these are under the custody of State vigilance dept.	Inventory of PH materials could not be physically verified, as these are under the custody of State vigilance dept.
	3.2.2	As physical verification has not been conducted by the management, therefore, the adequacy of procedure for physical verification of PH inventory followed by the management does not arise.	-
	3.2.3	As physical verification has also not been conducted by the management any adjustment for shortage / excess, if any on verification during the year does not arise.	Corporation does not maintain any inventory. Materials are procured as and when required. Proper records for movement of materials are maintained at respective sites.
3.3	3.3.1	The Corporation has not granted any loans, secured or unsecured to companies, firms or other parties covered in register maintained under Section 301 of the Companies Act, 1956.	-

Statutory Auditors' Comment		Management's Reply
3.3.2	In view of our comment in paragraph 3.3.1 above, clause (iii)(b), (iii)(c), (iii)(d) of paragraph 4 of the aforesaid order is not applicable.	-
3.3.3	The Corporation has not taken any unsecured loan from another company covered in the register maintained under Section 301 of the Act.	-
3.3.4	In view of our comment in paragraph 3.3.1 above, clause (iii)(f), (iii) (g), of paragraph 4 of the aforesaid order is not applicable.	-
3.4	In our opinion there are adequate internal control procedures commensurate with the size of the Corporation and the nature of its business for the purchase of fixed assets and inventory.	-
3.5	3.5.1 In our opinion and according to the information and explanations given to us by the management there is no transaction of purchase of goods and materials and sale of goods materials and service aggregation during the year to Rs. 5.00 lakhs or more in respect of each party made in pursuance of contracts or arrangements entered in the registers maintained under section 301 of the Companies Act' 1956.	-
	3.5.2 In view of our comment in paragraph 3.5.1 above, clause (v)(b), of paragraph 4 of the aforesaid order is not applicable.	-
3.6	According to the information and explanations given to us, the Corporation has not accepted any deposits from the public as per the provisions of Sec 58A & 58AA and other relevant provisions of Companies Act 1956. Therefore, the provision of clause (vi) of paragraph 4 of the Order is not applicable to the Company.	-
3.7	The Corporation has an internal audit system but in our opinion, the scope, coverage and follow up action on the audit report need to be strengthened.	The Scope and coverage of internal audit is exhaustive. The follow up which is being taken.

Statutory Auditors' Comment		Management's Reply
3.8	According to the information and explanations given to us, the Central Govt. has not prescribed the maintenance of cost records under section 209(1) (d) of the Companies Act' 1956 for the Company.	-
3.9	According to the books and records as produced and examined by us in accordance with generally accepted auditing practices in India and also management representations:	-
3.9.1	Undisputed statutory dues in respect of Provident Fund, Income Tax and other applicable dues have been regularly deposited by the Corporation during the period with the appropriate authorities in India.	-
3.9.2	As on 31st March 2014, the corporation has disputed dues of Rs.585.22lakhs & Rs.49.77 lakhs towards Sales tax & Income Tax respectively.	Corporation has gone on appeal against these demands at respective forums.
3.10.	The Corporation has not accumulated losses at the end of the financial year under audit and the Corporation has not incurred any cash loss in the current financial year and immediately preceding the financial year.	-
3.11	According to the information and explanations given to us, the Corporation has not availed any loan from financial institution or bank or debenture holder.	-
3.12	The Corporation has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.	-
3.13	The Corporation is not a Chit /Nidhi / Mutual benefit fund/society.	-
3.14	The Corporation is not dealing in or trading in shares, securities, debentures and other investments.	-
3.15	The Corporation has not given any guarantee for the loans taken by others from Banks or Financial institution during the period.	-

Statutory Auditors' Comment		Management's Reply
3.16	According to the information & explanations given to us, the Corporation has not taken Term Loans; hence this clause is not applicable.	-
3.17	Based on the information and explanations given to us and on the overall examination of the Balance Sheet of the Corporation, in our opinion, there are no funds raised on a short term basis which have been used for long term investment, and vice versa.	-
3.18	During the year, the Corporation has not made any preferential allotment of Equity Shares to Companies covered in the register maintained under section 301 of the Act.	-
3.19	During the year, the Corporation has not issued any debentures.	-
3.20	The Corporation has not raised any money by public issue during the year under audit.	-
3.21	During the course of our examination of the Books of Account carried out in accordance with the generally accepted auditing practices in India, we have neither come across any instance of fraud on or by the Corporation or have we been informed of such case by the Management.	-

For Singh Ray Mishra & Co.
Chartered Accountants
FRN. 318121E

Place : Bhubaneswar
Date : 04.11.2014

C.A. J.K. Mishra
(Partner)
Membership No. :052796

THE ODISHA STATE POLICE HOUSING & WELFARE CORPORATION LTD.
BALANCE SHEET AS AT 31ST MARCH' 2014

			Amount in Rs.	
PARTICULARS	NOTE NO.	AS AT 31.03.14	AS AT 31.03.13	
I. EQUITIES AND LIABILITIES				
1. SHARE HOLDERS' FUND				
(a) Share Capital	3	56,301,000.00	56,301,000.00	
(b) Reserve & Surplus	4	654,761,982.51	521,301,795.61	
2. NON-CURRENT LIABILITIES	5			
(a) Trade Payables		176,811,959.03	115,460,255.03	
(b) Long Term Provisions		53,119,829.97	20,336,084.97	
3. CURRENT LIABILITIES	6			
(a) Trade Payables		53,411,492.41	69,946,336.41	
(b) Other Current Liabilities		12,500,978,437.51	9,572,411,902.51	
(c) Short Term Provisions		8,362,918.00	4,961,920.00	
TOTAL		13,503,747,619.43	10,360,719,294.53	
II. ASSETS				
1. NON-CURRENT ASSETS				
(a) Fixed Assets				
(i) Tangible Assets	7	50,226,666.96	13,616,785.32	
(ii) Capital Work in Progress		76,564,997.50	80,781,707.50	
(b) Long Term Advances	8	29,722,815.96	38,763,799.32	
(c) Other Non-Current Assets	9	77,803,205.70	53,243,469.70	
2. CURRENT ASSETS	10			
(a) Work in Progress		5,115,239,244.32	3,980,537,939.73	
(b) Cash & Bank Balances		7,783,096,834.03	6,013,169,929.79	
(c) Other Current Assets		320,368,090.15	159,620,770.61	
(d) Short Term Advances		50,725,764.81	20,984,892.56	
TOTAL		13,503,747,619.43	10,360,719,294.53	

See accompanying notes
to the financial statements.

1 to 17

For and on behalf of the Board

- Sd -
N. B. Sarangi
Company Secretary
& Joint GM (Finance)

Sd -
B. B. Khalko
Financial Advisor

Sd -
Satyajit Mohanty
Chairman-Cum-
Managing Director

Sd -
P. Venugopala Rao
Director

As per our report of even date.
For SINGH RAY MISHRA & Co.
Chartered Accountants
FRN. 318121E

- Sd -
Jiten Kumar Mishra, FCA, DISA
Partner
Membership No. : 052796

Place : Bhubaneswar
Date : 04.11.2014

THE ODISHA STATE POLICE HOUSING & WELFARE CORPORATION LTD.
PROFIT & LOSS STATEMENT
FOR THE YEAR ENDED 31ST MARCH, 2014

			Amount in Rs.
PARTICULARS	NOTE NO.	Year Ended 31-03-2014	Year Ended 31-03-2013
INCOME			
Revenue from Operations	11	3,082,033,107.90	2,249,543,873.16
Other Income	12	150,989,768.24	190,133,830.88
Total		3,233,022,876.14	2,439,677,704.04
EXPENDITURE			
Direct Expenses	13	2,869,585,319.00	2,143,873,954.00
Personnel Expenses	14	117,702,666.00	95,267,106.00
Other Expenses	15	40,258,559.47	24,767,039.74
Depreciation		4,662,036.79	2,730,563.38
Total		3,032,208,581.26	2,266,638,663.12
Profit Before Prior Period Expenses & Tax		200,814,294.88	173,039,040.92
i) Prior Period Expenditures	16	(611,147.02)	131,106.25
Profit Before Tax		201,425,441.90	172,907,934.67
i) Current Tax		67,919,525.00	56,832,850.00
Differed Tax		45,730.00	1,089,420.00
Profit for the year after Tax		133,460,186.90	117,164,504.67
Earning Per Equity Share			
I) Basic		2,370.48	2,081.04
ii) Diluted		2,370.48	2,081.04
See accompanying notes to the financial statements.	1 to 17		

For and on behalf of the Board

- Sd -
N. B. Sarangi
 Company Secretary
 & Joint GM (Finance)

Sd -
B. B. Khalko
 Financial Advisor

Sd -
Satyajit Mohanty
 Chairman-Cum-
 Managing Director

Sd -
P. Venugopala Rao
 Director

As per our report of even date.
For SINGH RAY MISHRA & Co.
 Chartered Accountants
 FRN. 318121E

Place : Bhubaneswar
 Date : 04.11.2014

- Sd -
Jiten Kumar Mishra, FCA, DISA
 Partner
 Membership No. : 052796

THE ODISHA STATE POLICE HOUSING & WELFARE CORPORATION LTD. CASH FLOW STATEMENT

	Amount in Rs	
	For the Year 2013-14	For the Year 2012-13
(A) CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX & EXTRAORDINARY ITEMS	200,814,294.88	173,039,040.92
Adjusted for :		
Depreciation	4,662,036.79	2,730,563.38
Profit on sale of Fixed Assets	(80,528.43)	(314,910.07)
Income from Investments (Interest)	(139,566,426.74)	(178,847,156.81)
Provision for Retirement Benefits	32,783,745.00	1,330,413.00
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	98,613,121.50	(2,062,049.58)
Adjusted for :		
Trade Receivables	(24,559,736.00)	-
Work in Progress	(1,134,701,304.59)	-658631211.159999
Inventories	-	-
Other Current Assets	(160,747,319.54)	-
Trade & Other Payables	2,841,220,536.42	2287460443.19
Prior Period & Extra Ordinary Items	611,147.02	-131106.25
CASH GENERATED FROM OPERATIONS	1,620,436,444.81	1,530,482,569.20
Interest paid	-	-
Direct Taxes Paid/Deducted	67,598,601.58	57536419.19-
Excess Provision of Income Tax for earlier years	-	-
NET CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES	1,688,035,046.39	1,588,018,988.39
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Tangible Assets	(37,058,113.00)	-30499184
Sale of Fixed Assets	83433.00	322127
Interest Received	139,566,426.74	178847156.81
Changes in Loans & Advances	(20,699,888.89)	14860425.06
NET CASH FLOW FROM/(USED IN) INVESTING ACTIVITIES	81,891,857.85	163,530,524.87
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Share Capital	-	-
Proceeds from Long Term Borrowings	-	-
Miscellaneous Expenses	-	-
Dividend Paid	-	-
Proceeds from Issue of Debentures	-	-
NET CASH FROM/(USED IN) FINANCING ACTIVITIES (C)	-	-
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS (A + B + C)	1,769,926,904.24	1,751,549,513.26
Cash & Cash Equivalents at the beginning of the year	6,013,169,929.79	4261620416.53
Cash & Cash Equivalents at the end of the year	7,783,096,834.03	6013169929.79

Notes: 1. Figures in Brackets represent cash out flows.

- Sd -
N. B. Sarangi
Company Secretary
& Joint GM (Finance)

Sd -
B. B. Khalko
Financial Advisor

Sd -
Satyajit Mohanty
Chairman-Cum-
Managing Director

For and on behalf of the Board
Sd -
P. Venugopala Rao
Director

We have verified the attached Cash Flow Statement of The Odisha State Police Housing & Welfare Corpn. Ltd. for the year ended 31st March'2014. The statement has been prepared by the Company in accordance with the Balance Sheet and Profit & Loss Statement of the Company covered by our report of even date to the members of the Company.

Place : Bhubaneswar
Date : 04.11.2014

For **SINGH RAY MISHRA & Co.**
Chartered Accountants
Sd -
Jiten Kumar Mishra, FCA, DISA
Partner

NOTE “1”

BACK GROUND

The Odisha State Police Housing & Welfare Corporation Ltd. (“the Corporation”) is a Company registered under the Companies Act, 1956. The Corporation is primarily engaged in construction activities mostly of Govt. projects.

NOTE “2”

SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Accounting

- a) The Corporation generally follows Mercantile System of Accounting and recognizes significant Items of Income and Expenditure on accrual basis except those with significant uncertainties
- b) The financial statements have been prepared to comply with the requirements of the Companies Act, 1956, under the historical cost convention and in accordance with the applicable Accounting Standards except otherwise stated.

2.2 Revenue Recognition

- a) Revenues from projects are recognized on the basis of 'Percentage of Completion Method' of accounting as per AS-7 issued by The Institute of Chartered Accountants of India.
- b) Income on account of extra external electrification is accounted for on cash basis due to uncertainty of receipt.
- c) Income from rent is recognized on accrual basis in accordance with the terms of agreement with the tenant.
- d) Interest income is recognized on accrual basis on a time proportion basis.

2.3 Fixed Assets

Fixed assets are stated at cost of acquisition or construction less accumulated depreciation. Cost includes purchase price and all other attributable costs of bringing the assets to working condition for intended use.

2.4 Depreciation

- a) Depreciation on fixed assets is provided on written down value method at the rates specified in Schedule XIV to the Companies Act, 1956 or based on the management's estimates of the useful life of the assets, whichever is higher. Accordingly, the depreciation rates used are as follows:

Assets	Rate
Building	05.00 %
Plant & Machinery, Office Equipment & Bi-Cycle	13.91 %
Fire Extinguishers, Brick Machine, Cooler & TV	20.00 %
Furniture & Fixtures	18.10 %
Computers	40.00 %
Books	10.00 %
Trucks	30.00 %
Car, Jeeps & Motor Cycle	25.89 %

- b) In case of additions made to fixed assets during the year, depreciation has been provided proportionately to the date of purchase / use. Where actual cost of additions to fixed assets during the year is Rs. 5000/- or less have been depreciated @100%.

2.5 Work in Progress

- a) Work in Progress includes the cost of materials consumed, labour costs and other misc. expenditures incurred for the on-going projects.
- b) Work in Progress includes the cost of balance materials lying at different project sites on the Balance Sheet date.

2.6 Profit & Loss

The surplus or deficit of administrative approval against actual cost of handed over projects are treated as profit or loss respectively.

PARTICULARS	Amount in Rs.	
	AS AT 31-03-14	AS AT 31-03-13
NOTE "3"		
SHARE CAPITAL		
Authorised		
1,00,000 Equity Shares of Rs. 1,000/- each	100,000,000.00	100,000,000.00
Issued and Subscribed		
56,301 Equity Shares of Rs.1,000/- each	56,301,000.00	56,301,000.00
Paid Up		
56,301 Equity Shares of Rs.1,000/- each	56,301,000.00	56,301,000.00
(100% of paid up shares are held by Govt. of Odisha)		
Total	56,301,000.00	56,301,000.00
NOTE "4"		
RESERVE & SURPLUS		
SURPLUS		
(a) Balance brought forward	521,301,795.61	404,137,290.94
Add :		
(b) Profit for the year after Tax and Adjustments	133,460,186.90	117,164,504.67
Total	654,761,982.51	521,301,795.61
NOTE "5"		
NON-CURRENT LIABILITIES & PROVISIONS		
(a) Long Term Liabilities		
(i) Trade Payables	176,811,959.03	115,460,255.03
(b) Long Term Provisions		
(i) Leave Encashment	21,840,708.97	20,336,084.97
(ii) Gratuity	31,279,121.00	-
Total	53,119,829.97	20,336,084.97
NOTE "6"		
CURRENT LIABILITIES & PROVISIONS		
(a) Current Liabilities		
(i) Sundry Creditors		
1) Due to Small Scale Industries	-	-
2) Due to Others	53,411,492.41	69,946,336.41
Trade Payables	53,411,492.41	69,946,336.41
(b) Other Current Liabilities		
(i) Advances Received Against Projects	12,428,804,394.07	9,529,411,145.07
(ii) Other Liabilities	72,174,043.44	43,000,757.44
Other Current Liabilities	12,500,978,437.51	9,572,411,902.51
(c) Short Term Provisions		
(i) Project Expenditures	8,362,918.00	4,961,920.00
Short Term Provisions	8,362,918.00	4,961,920.00

NOTE "7"- FIXED ASSETS

Amount in Rs.

PARTICULARS	Rate of Depn	GROSS BLOCK			Up To 31.03.13	DEPRECIATION			NET BLOCK	
		As At 01.04.13	Additions	Deletions		For The year	Written Back	Up To 31.03.14	As At 31.03.14	As At 31.03.13
1. Building										
(i) Office Building	5.00	5,766,891.18	8,767,525.00	-	2,978,130.19	205,453.04		3,183,583.23	11,350,832.95	2,788,760.99
(ii) Cycle Stand & Record Room	5.00	3,39,736.25	-	-	183,340.22	156,396.03		339,736.25	(0.00)	156,396.03
(iii) Office Canteen	5.00	69,304.85	-	-	69,304.85	32,108.32		32,108.32	0.00	32,108.32
(iv) Office Bank Building	5.00	20,222,707.80	1,282,377.00	-	788,359.14	115,120.53		903,479.67	2,401,605.13	1,234,348.66
2. Plant & Machinery										
(i) Duplicating Machines	13.91	41,141.13	-	-	37,792.33	3,348.80		41,141.13	-	3,348.80
(ii) Air Conditioners	13.91	631,571.00	39,400.00	-	255,727.82	56,438.99		312,166.81	358,804.18	375,843.18
(iv) Voltage Stabilizers	13.91	185,350.45	12,500.00	-	113,364.24	10,811.49		73,674.72	71,986.21	71,986.21
(v) Generator	13.91	1,203,774.00	46,000.00	-	408,552.33	117,013.93		525,566.26	724,207.74	795,221.67
(vi) Xerox Machines	13.91	432,610.00	-	-	432,610.00	18,639.02		317,251.72	115,358.28	133,997.30
(vii) Inverter	13.91	255,497.00	78,000.00	-	65,927.17	34,466.84		100,394.01	233,102.99	189,569.83
(viii) Fire Extinguishers	20.00	15,180.00	-	-	14,512.38	667.62		15,180.00	-	667.62
(ix) Office Lift	13.91	8,57,745.65	-	-	692,207.22	22,956.85		715,164.07	142,081.58	165,038.43
(x) Motor Water Pumps	13.91	20,423.85	-	-	20,423.85	-		20,423.85	-	-
(xi) Concrete Vibrator & Mixture	13.91	593,737.51	-	-	439,003.31	154,734.20		593,737.51	0.00	154,734.20
(xiii) Brick Machine	20.00	1,18,353.35	-	-	117,348.21	1,005.14		118,353.35	-	1,005.14
(xiv) Electrical Tools/Installations	13.91	253,835.00	-	-	92,187.25	22,485.20		114,672.45	139,162.55	161,647.75
(xv) Transformer	13.91	2,27,273.00	-	-	168,236.28	8,212.01		176,448.29	50,824.71	59,036.72
(xvi) Pump set	13.91	-	20,286.00	-	20,286.00	332.43		332.43	19,953.57	-
3. Office Equipments										
(i) Type Writers	13.91	1,40,963.51	-	-	133,737.73	7,225.78		140,963.51	0.00	7,225.78
(iii) Electronic Calculators	13.91	40,159.18	-	-	37,781.00	2,378.18		40,159.18	-	2,378.18
(iii) EPBAX / Telephone / Fax	13.91	547,900.00	8,174.00	-	340,189.89	37,066.48		377,256.37	178,817.63	207,710.11
(iv) Water Filter	13.91	24,523.60	-	-	17,702.53	6,821.07		24,523.60	(0.00)	6,821.07
(v) Water Cooler / Refrigerator	20.00	49,590.00	65,658.00	-	32,071.78	12,554.09		44,625.87	70,622.12	17,518.22
(vi) Television	20.00	34,250.00	-	-	25,554.18	1,739.16		27,293.34	6,956.66	8,695.82
(vii) Office Equipments	13.91	532,176.00	37,043.00	-	239,197.95	43,316.91		282,514.86	286,704.14	292,978.05
(viii) Tata Sky Disc	13.91	8,799.00	-	-	4,895.23	3,903.77		8,799.00	-	3,903.77
(ix) Digital Camera	13.91	19,900.00	-	-	1,099.00	2,615.22		3,714.22	16,185.78	18,801.00
(xi) Sound Box	13.91	17,928.00	-	-	1,366.00	2,303.77		3,669.77	14,258.23	16,562.00
4. Furniture & Fixtures										
(i) Furniture & Fixtures	18.10	1,199,791.10	137,114.00	-	729,846.21	103,326.63		833,172.84	503,732.26	469,944.89
(ii) Steel Almira's	18.10	267,607.29	7,889.00	-	191,224.45	84,271.84		275,496.29	(0.00)	76,382.84
(iii) Steel Table & Chairs	18.10	270,026.00	123,449.00	-	144,718.01	37,150.85		181,868.86	211,606.16	125,307.99
(iv) Revolving Chairs	18.10	91,016.52	-	-	67,660.87	4,227.37		71,888.24	19,128.27	23,355.65
(v) Steel Centering & Shuttering Plates	18.10	2,090,648.90	-	-	2,066,843.21	23,805.69		2,090,648.90	0.00	23,805.69
5. Computers										
(i) Computer & peripherals	40.00	5,210,092.00	1,717,199.00	-	3,945,118.31	833,055.27		4,778,173.58	2,149,117.42	1,264,973.69
(iii) ERP Package	40.00	27,725,239.00	-	-	27,725,239.00	941,898.53		941,898.53	26,783,340.47	-
6. Books & Library										
7. Vehicles										
(i) By-Cycles	13.91	42,764.00	3,825.00	-	26,941.48	6,025.91		32,967.39	13,621.61	15,822.52
(ii) Trucks	30.00	5,746,826.57	-	-	2,064,501.63	1,104,697.48		3,169,199.11	2,577,627.46	3,682,324.94
(iii) Car & Jeeps	25.89	3,758,965.05	1,152,972.00	300,352.64	2,759,444.66	399,501.71		2,861,498.30	1,750,086.11	999,520.39
(iv) Motor Cycle	25.89	46,034.00	-	-	46,034.00	10,779.76		10,779.76	35,254.24	-
TOTAL		33,234,320.24	41,274,823.00	300,352.64	19,617,534.92	4,662,036.96	297,448.07	23,982,123.63	50,226,666.96	13,616,785.32
Previous Year		30,445,080.74	3,518,559.00	638,821.00	33,324,818.74	2,730,563.38	631,604.07	19,708,033.42	13,616,785.32	12,836,006.63
C.W.I.P.		80,781,707.50	33,558,431.00	37,775,141.00	76,564,997.50				76,564,997.50	80,781,707.50

		Amount in Rs.
PARTICULARS	AS AT 31-03-14	AS AT 31-03-13
NOTE "8"		
LONG TERM ADVANCES		
(a) Trade Advances (Unsecured & Considered Doubtful)	38,917,089.33	47,625,806.33
Less : Provision	38,588,807.03	33,909,893.09
	328,282.30	13,715,913.24
(b) Deposits	818,996.00	769,892.00
(c) Income Tax Paid/Deducted at Source	12,642,242.42	12,963,165.84
(d) Deferred Tax Assets (Net)	1,043,690.00	1,089,420.00
(e) Sales Tax Paid/Deducted at Source	12,096,106.05	7,519,300.05
(f) Other Advances	2,793,499.19	2,706,108.19
Total	29,722,815.96	38,763,799.32
NOTE "9"		
OTHER NON-CURRENT ASSETS		
(a) Inventories		
(i) Stores & Spares	1,968,295.03	11,676,644.02
Less : Provision for Consumption	297,143.75	10,005,492.74
	1,671,151.28	1,671,151.28
(b) Trade Receivables		
(i) Unsecured and considered good		
(1) Outstanding for a period exceeding six months	51,572,318.42	51,572,318.42
(2) Others	-	-
(ii) Unsecured and considered doubtful		
(1) Outstanding for a period exceeding six months	884,380.87	884,380.87
	52,456,699.29	52,456,699.29
Less : Provision for Doubtful Debts	884,380.87	884,380.87
	51,572,318.42	51,572,318.42
(c) Other Non-Current Assets	24,559,736.00	-
Total	77,803,205.70	53,243,469.70

PARTICULARS	Amount in Rs.	
	AS AT 31-03-14	AS AT 31-03-13
NOTE "10"		
CURRENT ASSETS		
(a) Work in Progress		
(i) Projects under Progress		
(1) Police Projects	3,279,293,632.38	2,627,913,667.60
(2) Fire Station Projects	520,861,906.00	405,806,729.50
(3) Jail Projects	596,396,910.06	455,237,087.51
(4) Court Projects	193,351,150.00	93,290,735.00
(5) Other Projects	525,335,645.88	398,289,720.12
Total	5,115,239,244.32	3,980,537,939.73
(b) Cash and Bank Balances		
(i) Cash and Cheques in hand	4,280,257.50	154,920.50
(ii) Balances with Scheduled Banks		
(1) In Savings Bank Accounts	2,877,423,564.24	2,297,987,722.75
(2) In Fixed Deposit Accounts	4,901,393,012.29	3,715,027,286.54
Total	7,783,096,834.03	6,013,169,929.79
(c) Other Current Assets		
(i) Accrued Interest	194,542,441.84	158,374,385.61
(ii) Others	125,825,648.31	1,246,385.00
Total	320,368,090.15	159,620,770.61
(d) Short Term Advances (Unsecured and considered good) (Recoverable in cash or kind or for value to be received)		
(i) Advances to Staffs	15,168,525.81	8,258,221.56
(ii) Advances to Govt. of Odisha	6,025,989.00	2,284,517.00
(iii) Advances to Trade Creditors	29,531,250.00	10,442,154.00
Total	50,725,764.81	20,984,892.56

PARTICULARS	Amount in Rs.	
	AS AT 31-03-14	AS AT 31-03-13
NOTE "11"		
INCOME FROM OPERATIONS		
Operating Revenue	3,082,033,107.90	2,249,543,873.16
Total	3,082,033,107.90	2,249,543,873.16
NOTE "12"		
OTHER INCOME		
Interest on Bank Deposits	139,566,426.74	178,847,156.81
Income from Rent	5,131,900.00	4,213,376.00
Other Income	6,291,441.50	7,073,298.07
Total	150,989,768.24	190,133,830.88
NOTE "13"		
DIRECT EXPENSES		
Operating Expenditure	2,869,585,319.00	2,143,873,954.00
Total	2,869,585,319.00	2,143,873,954.00
NOTE "14"		
PERSONNEL EXPENSES		
Salaries & Wages	107,809,153.00	86,272,871.00
Contribution to Provident & Other Funds	9,054,543.00	8,610,679.00
Staff Welfare	838,970.00	383,556.00
Total	117,702,666.00	95,267,106.00
NOTE "15"		
OTHER EXPENSES		
Advertisement Expenses	1,580,219.00	1,897,258.00
Bank Charges	165,843.51	102,294.74
Books & Periodicals	38,724.00	29,289.00
Business Promotion	278,219.00	161,906.00
Directors' Sitting Fees	70,000.00	85,000.00
Doubtful Debts	4,789,999.96	-
Electricity Charges	1,881,817.00	1,337,815.00
Fees & Dues	64,130.00	106,556.00
Hire Charges-Vehicles	6,814,924.00	4,695,660.00
Infrastructure Related Welfare Expenses	1,620,378.00	2,330,182.00
Social Welfare Expenses	4,727,000.00	-
Insurance	245,711.00	233,228.00

PARTICULARS	Amount in Rs.	
	AS AT 31-03-14	AS AT 31-03-13
Legal Charges	349,761.00	218,623.00
Miscellaneous Expenses	915,707.00	628,579.00
Office & Establishment Expenses	404,666.00	322,197.00
Oil & Lubricants	2,242,805.00	1,938,815.00
Auditors' Remuneration		
a) Statutory Audit Fees	84,270.00	75,000.00
b) Tax Audit & Income Tax Matter	20,000.00	15,000.00
c) Internal Audit Fees	348,316.00	135,000.00
d) Audit expenses	125,894.00	126,259.00
Postage & Telegram	57,026.00	89,708.00
Printing & Stationery	1,664,276.00	1,207,487.00
Professional Charges	1,435,684.00	231,500.00
Rates & Taxes	581,829.00	405,047.00
Rent	1,389,290.00	1,086,093.00
Repair & Maintenance - Building	442,721.00	516,010.00
Repair & Maintenance - Vehicles	608,754.00	675,693.00
Repair & Maintenance - Others	991,121.00	722,936.00
Software Development Expenses	681,228.00	233,038.00
Telephone Charges	555,735.00	482,193.00
Travelling & Conveyance	5,082,511.00	4,678,673.00
Total	40,258,559.47	24,767,039.74
NOTE "16"		
PRIOR PERIOD & EXTRA ORDINARY ITEMS		
Prior Period Expenses	(611,147.02)	131,106.25
Total	(611,147.02)	131,106.25

NOTE “17”

17.1 Previous year figures have been regrouped and rearranged where ever found necessary to make them comparable with the current year.

17.2 Note “1” to “17” form an integral part of the Balance Sheet and Profit & Loss Account.

17.3 Inventories

Inventories includes the cost of central PH Store at Head Office which is under investigation of Vigilance Dept. Due to this investigation there is no movement of these PH materials for a longer period.

17.4 Depreciation

Depreciation on fixed assets have been provided on WDV method as per rates mentioned in para 2.4 of “NOTE-2”. There has been no change in depreciation method and depreciation rates in the current financial year.

17.5 Construction Contract

Corporation has followed Percentage of Completion Method as required under AS-7.

17.6 Revenue Recognition

Revenues of the Corporation are recognized as per para 2.2 of “NOTE -2”. During the financial year 2013-14, proportionate profit of Rs.12.49 crore has been recognized on on-going projects as on 31.03.14 and to that extent income from operations of the Corporation for the current financial year has been increased.

17.7 Fixed Assets

Fixed Assets of the Corporation are accounted for as per para 2.3 of “NOTE-2” and the details of Fixed Assets are as mentioned in “NOTE-7”. No revaluation of Fixed Assets has been done during the financial year. The ownership of land, on which Office Buildings at BBSR and Staff Quarters (under construction at Rasulgah, BBSR) situated, are not transferred in favour of the Corporation. Approval of BDA has been obtained for the above staff quarters.

17.8 Employee Benefits

As per Accounting Standard 15 “Employee Benefits”, the disclosures as defined in the Accounting Standard are given below :

Defined Contribution Plans

The Corporation's contribution to Provident Fund is deposited with the Employees Provident Fund Organization.

Rs. in lakh

Particulars	2013-14	2012-13
Employer's Contribution to Provident Fund.	77.02	78.87

These are charged to the profit & loss account when the contribution to the fund is due.

Defined Benefit Plans

The employees' gratuity fund scheme is managed by Life Insurance Corporation of India is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using Projected Unit Credit Method. The obligation for Earned Leaves is recognized in the same manner as gratuity.

I. Reconciliation of opening and closing balances of Defined Benefit Obligation (DBO)

Rs. in lakh

Particulars	Gratuity (Funded)		E. Leave (Unfunded)	
	13-14	12-13	13-14	12-13
DBO at beginning of the year	279.89	-	203.32	156.20
Current Service Cost	12.31	11.31	3.53	25.00
Interest Cost	26.67	12.60	18.69	14.38
Actuarial (gain) / loss	20.82	255.98	(13.61)	7.74
Benefits Paid	(26.90)	-	-	-
DBO at end of the year	312.79	279.89	211.93	203.32

II Reconciliation of opening and closing balances of fair value of Plan Assets

Rs. in lakh

Particulars	Gratuity (Funded)		E. Leave (Unfunded)	
	13-14	12-13	13-14	12-13
Fair value of Plan asset at beginning of the year			239.25	-
Expected return on Plan assets			21.81	-
Employer Contribution			12.10	-
Actuarial gain/(loss)			(0.70)	-
Benefits Paid			(26.90)	-
Fair value of Plan assets at year end			245.56	-
Actual return on Plan assets			21.11	-

III. Reconciliation of fair value of assets and Obligation

Rs. in lakh

Particulars	Gratuity (Funded)		E. Leave (Unfunded)	
	13-14	12-13	13-14	12-13
Fair value of Plan Assets	245.56	239.25	-	-
Present Value of Obligation	312.79	279.89	211.93	203.32
Amount recognized in Balance Sheet	67.23	40.64	211.93	203.32

IV. Expenses recognized during the year

Rs. in lakh

Particulars	Gratuity (Funded)		E. Leave (Unfunded)	
	13-14	12-13	13-14	12-13
Current Service Cost	12.31	11.31	3.53	25.00
Interest Cost	26.67	12.60	18.69	14.38
Expected return on Plan assets	(21.81)	-	-	-
Actuarial (gain)/loss	21.52	255.98	(13.61)	7.74
Net Cost	38.69	279.89	8.61	47.12

V. Investment Details

Particulars	As at 31.03.14		As at 31.03.13	
	Amount	% Invested	Amount	% Invested
With LIC	245.56	78.50	239.25	85.48
Bank Balances	67.23	21.50	40.64	14.52
Total	312.79	100.00	279.89	100.00

VI. Actuarial assumptions

Particulars	Gratuity (Funded)		E. Leave (Unfunded)	
	13-14	12-13	13-14	12-13
Mortality Table	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)
Discount rate (p.a.)	9.00%	9.00%	9.00%	8.25%
Expected rate of return on plan asset (p.a.)	9.00%	9.00%	-	-
Rate of escalation in salary (p.a.)	5.00%	5.00%	5.00%	5.00%

The key assumptions used in the calculation are as follows :

The principal assumptions are the (i) discount rate, (ii) salary increase. Discount rates are based upon the market yield available on Govt. bonds at the accounting date with a term that matches that of the liability, the salary increase is taken into account inflation, seniority, promotion and other relevant factors.

VII Amounts recognized in current year and previous year

Particular	Rs. in lakh	
	2014	As at 31st March 2013
Defined benefit obligation	312.79	279.89
Fair value of Plan Assets	245.56	239.25
(Surplus) / Deficit in the Plan	67.23	40.64
Actuarial gain / (loss) on plan obligation	(20.82)	255.98
Actuarial gain / (loss) on plan asset	(0.70)	

VIII The expected contributions for Defined Benefit Plan for the next financial year will be in line with financial year 2013-14.

17.9 Segment Reporting

Corporation is operating with only one primary segment i.e., civil construction, hence, disclosure under AS-17 is not required.

17.10 As on Balance date there is an outstanding advance of Rs.60,25,989.00 given to Govt. of Odisha.

17.11 Taxes on Incomes

Provision for taxation comprises of current Income Tax liability and Deferred Tax liability.

17.12 Prior Period Adjustments

During the year, a sum of Rs.6.11 lakh (net) pertaining to earlier periods has been credited to Prior Period Expenditure Account.

17.13 Deposits

Corporation has not accepted any deposits from the public during the financial year. Corporation has kept working capital advances in short term bank deposits and interest earned on said deposits, except interest earned on funds towards Modernization of Police Force, National Rural Health Mission, 13th Finance Commission Award, Department of Technical Education & Training, Eklabya Model Residential School, Left Wing Extremist–Centrally Sponsored Plan, Special Infrastructure Scheme, Security Related Expenditure, Close Circuit Television, Integrated Action Plan, Integrated Health System Development Project, Nabakalebar and State Plan, are credited to P & L Account during the year vide letter no. 28847 dt.06.08.13 issued by Home Dept. Govt. of Odisha.

17.14 Corporation does not owe any sum outstanding to small scale industrial undertaking / Micro, Small and Medium Enterprises, which is due for more than one month as on Balance Sheet date.

17.15 Corporation has to receive a sum of Rs.40.02 crore from various clients towards amounts receivable against handed over projects. Corporation has received administrative approval from clients against these Projects.

17.16 Corporation has raised claims amounting to Rs.4.61 crore against various deposit works, which are yet to be settled and received. Against above claim of Rs. 4.61 crore, Corporation has accounted for Rs.1.70 crore and balance amount of Rs. 2.91 crore will be accounted for after its settlement and receipt.

17.17 During the financial year 2007-08, 2008-09 & 2013-14, Corporation had created provision of Rs. 3.86 crore against supply of cement and steel from various suppliers which are under reconciliation and adjustment.

17.18 Amount received from the tenants towards energy charges has been adjusted against energy charges paid.

17.19 Particulars of remuneration paid to the Chairman-cum-Managing Director during the financial year are as follows:

Particulars	Financial Year	
	2013-14	2012-13
a) Salaries	15,84,355	12,22,917
b) Medical Reimbursement	24,740	19,619
Total	16,09,095	12,42,536

17.20 Auditors' Remuneration

Provision made during the year for payments towards Statutory Auditors remunerations are as follows :

Particulars	Financial Year	
	2013-14	2012-13
a) Statutory Audit Fees	84,270	75,000
b) Statutory Audit Expenses	9450	8,250
Total	93,720	83,250

17.21 Contingent Liabilities & Commitments

Particulars	Financial Year	
	2013-14	2012-13
I Contingent Liabilities		
a) Claims against the Corporation not acknowledged as debts:		
● From Sales Tax Authorities	5,85,21,857	84,35,254
● From I. Tax Authorities (A.Y. 2009-10)	17,64,987	17,64,987
● From I. Tax Authorities (A.Y. 2011-12)	28,31,650	-
● TDS demand from I. Tax Authorities	3,79,702	-
b) Others :		
Bank Guarantee issued	79,000	79,000
ii) Commitments		
● Order for ERP Software	-	75,82,522
● Order for ERP Hardware	-	7,03,500

17.22 Additional information required under Part-II of the schedule VI of the Companies Act'1956.

- | | |
|--|------|
| a) CIF Value of imports during the financial year. | NIL |
| b) Expenditures in foreign currency during the financial year. | NIL |
| c) Total value of all imported raw materials, spare parts and components consumed during the year. | NIL |
| d) Total value of all indigenous raw materials, spare parts and components consumed during the year. | N.A. |
| e) The amount remitted during the year in foreign currencies on account of dividends. | NIL |
| f) Earnings in foreign exchange during the year | NIL |

For and on behalf of the Board

- Sd -
N. B. Sarangi
Co. Secretary &
Jt. GM (Finance)

- Sd -
B. B. Khalko
Financial Advisor

- Sd -
Satyajit Mohanty
Chairman
cum
Managing Director

- Sd -
P. Venugopala Rao
Director

As per our report of even date
For Singh Ray Mishra & Co.
Chartered Accountants

Place : Bhubaneswar
Date : 04.11.2014

- Sd -
Jiten Kumar Mishra, FCA, DISA
Partner
Membership No.-052796



4th All India Police Housing Conference at Bhubaneswar hosted by OPHWC



Board of Directors Meeting at H.O. Bhubaneswar



Divisional Joint Managers Conference at H.O. Bhubaneswar

New Staff Quarter
at Rasulgarh Bhubaneswar

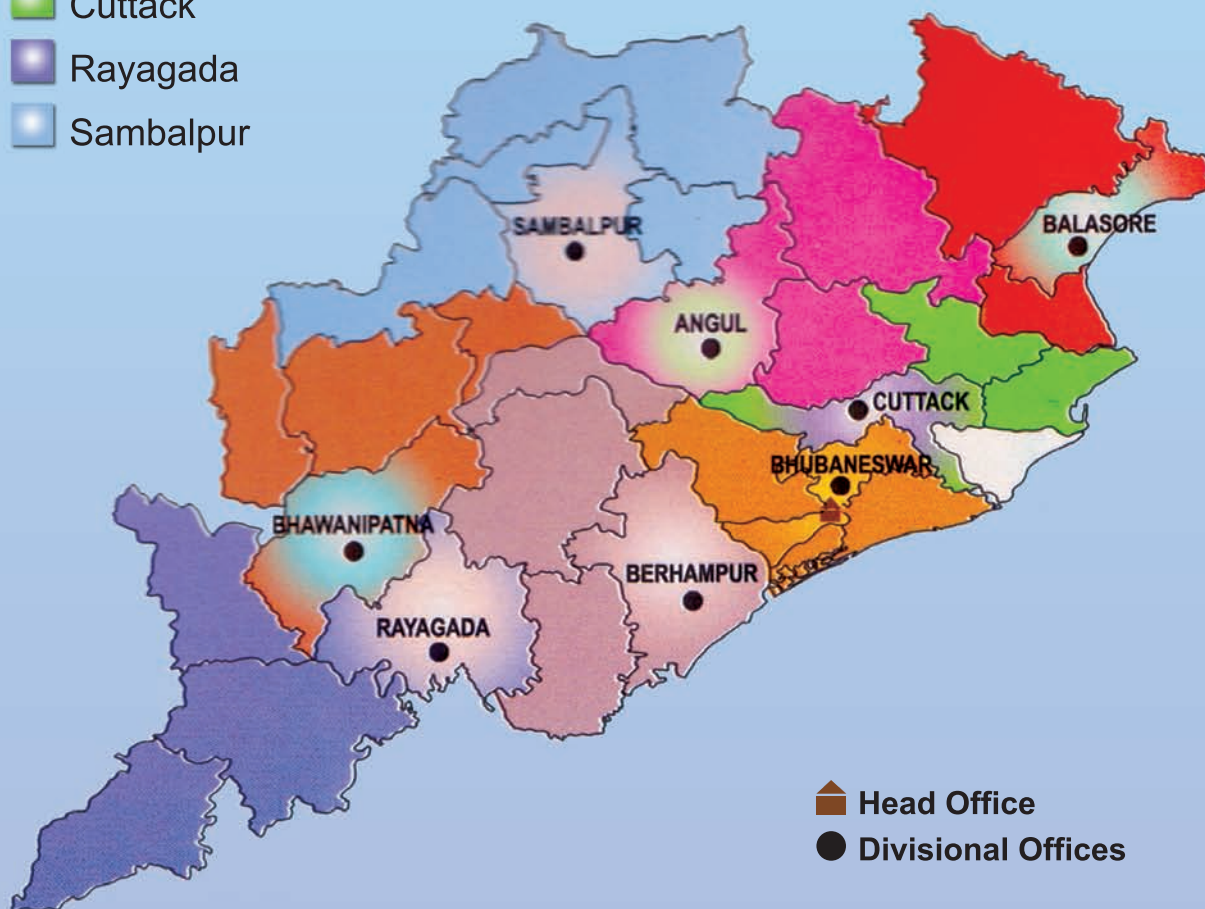


Renovated Head Office
at Bhubaneswar



State Forensic Laboratory
at Bhubaneswar

- Angul
- Balasore
- Berhampur
- Bhawanipatna
- Bhubaneswar
- Cuttack
- Rayagada
- Sambalpur





THE ODISHA STATE POLICE HOUSING & WELFARE CORPORATION LTD.

(A Govt. of Odisha Undertaking)

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