



**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**  
(Govt. of Maharashtra Enterprise)

CIN : U45200MH1974SGC017206

45<sup>th</sup>  
ANNUAL REPORT  
AND ACCOUNTS  
2017-18

Regd.Office: "FDCM BHAVAN" Plot No.359/B, Ambazari, Hingana Road,  
Nagpur 440036

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Regd.Office: "FDCM Bhavan" Plot No.359/B, Ambazari, Hingana Road,  
Nagpur-440036

**BOARD OF DIRECTORS**

(31-03-2018)

**DIRECTORS**

Hon'ble Shri Chandansingh Chandel

Shri Vikas Kharge

Shri Shree Bhagwan

Shri Vijay B. Waghmare

Shri Anurag Choudhary

Shri S.D. Dodal

**MANAGING DIRECTOR**

Shri Umesh Kumar Agrawal

**CONTROLLER OF ACCOUNTS & FINANCIAL ADVISER**

CA Kaustubh Vinay Bhamburkar

**COMPANY SECRETARY**

CS Shri Saurav Singh

**Pay & Accounts Officer SECRETARY**

Shri Sunil Komalkar

## AUDITORS

JODH JOSHI & CO.  
CHARTERED ACCOUNTANTS  
RAVINAGAR SQUARE,  
AMARAVATI ROAD,  
NAGPUR - 440010.

RATAN CHANDAK & CO.  
CHARTERED ACCOUNTANTS  
SHREEWARDHAN COMPLEX,  
7-FARMLAND COMPLEX, RAMDASPETH,  
NAGPUR - 440010.

## BANKERS

Bank of Maharashtra  
Bank of India  
Canara Bank

State Bank of India  
Central Bank of India

## MEDICINAL UNIT / REGIONAL OFFICES

### MEDICINAL PLANTS CONSERVATION & DEVELOPMENT BRANCH.

359/B , "FDCM Bhavan", Ambazari,  
Hingna Road, Nagpur-440036

### NORTH CHANDRAPUR REGION

Forest Colony, Mul Road,  
CHANDRAPUR-442401

### NASIK REGION

Vanvikas Bhavan  
Kalika Mandir Marg  
NASIK- 422002

### SOUTH CHANDRAPUR REGION

Forest Colony, Mul Road,  
CHANDRAPUR-442401

### NAGPUR REGION

"359/B , "FDCM Bhavan", Ambazari,  
Hingna Road, Nagpur-440036

### WFP & AFFORESTATION REGION

359/B , "FDCM Bhavan", Ambazari,  
Hingna Road, Nagpur-440036

### PUNE REGION

Survey No. 49, Forest Colony,  
Near Naren Hills, Salunke Vihar,  
Azad nagar, Wanvadi, Pune-22





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(Government of Maharashtra Enterprises)

CIN: U45200MH1974SGC017206

Registered Office: FDCM Bhavan, 359/B, Hingana Road, Ambazari, Nagpur-440036.

**BY HAND**

To,

1	Shri A. K. Mishra, Representative of Governor of Maharashtra, Principal Chief Conservator of Forests, (Wildlife), Maharashtra State, 'Van Bhavan', Ramgiri Road, Civil Lines, Nagpur- 440 001.	2	Shri Nitin Kakodkar, Alternate Representative of Governor of Maharashtra, Additional Principal Chief Conservator of Forests, (Budget, Planning & Development), Maharashtra State, 'Van Bhavan', Ramgiri Road, Civil Lines, Nagpur- 440 001.
3	Hon'ble Shri Chandansingh Sadhusingh Chandel, Chairman, FDCM Ltd., Allaplli Road, In front of Hanuman Mandir, Chandrapur- 442 701.	4	Shri Vikas Kharage, Nominee Director, FDCM Ltd., Secretary (Forests), Revenue & Forest Department, Mantralaya, Mumbai- 400 032.
5	Shri Umesh Kumar Agrawal, Member & Nominee Director, FDCM Ltd., Principal Chief Conservator of Forests, (Head of Forest Force), Maharashtra State, 'Van Bhavan', Ramgiri Road, Civil Lines, Nagpur- 440 001.	6	Dr. N. Rambabu, Member & Managing Director, FDCM Ltd., FDCM Bhavan, 359/B, Hingana Road, Ambazari, Nagpur 440 036
7	Shri Suhas Diwase, Nominee Director, FDCM Ltd., Managing Director, Maharashtra Tourism Development Corporation Ltd., C.D.O. hutments, Opp. LIC Building, Madam Kama Road, Mumbai- 400 020	8	Shri Anurag Chaudhary, Nominee Director, FDCM Ltd., Principal Chief Conservator of Forest & Director General, Social Forestry, Central Building, Pune - 411 001.
9	Shri S.D. Dodal, Nominee Director, FDCM Ltd., Joint Secretary(Forests), Revenue & Forest Department, Mantralaya, Mumbai- 400 032.	10	M/S Ratan Chandak & Co, Chartered Accountants, Shreewardhan Complex, 7- Farmland, Ramdaspath, Nagpur- 440 010.
11	M/S Jodh Joshi & Co., Chartered Accountants, 1 <sup>st</sup> Floor, J.P. House, Ravi Nagar Square, Amravati Road, Nagpur- 440 010		

**SHORTER NOTICE OF THE FOURTY FIFTH ANNUAL GENERAL MEETING**

Shorter Notice is hereby given that the Fourty Fifth Annual General Meeting of the Members of Forest Development Corporation of Maharashtra Limited will be held on Friday, the 21<sup>st</sup> December, 2018 at 05.30 P.M in Chamber of Principal Chief Conservator of Forest (Wildlife), Maharashtra State, Van Bhavan, Ramgiri Road, Civil Lines, Nagpur-440 001 to transact the following business:-

**ORDINARY BUSINESS:**

1. To receive, consider and adopt Audited Financial Statements of the Company for the year ended 31<sup>st</sup> March, 2018 along with the Director's Report, Statutory Auditor's Report, the comments thereupon of Comptroller & Auditor General of India.
2. To declare a dividend on equity shares.
3. To note the appointment / re-appointment of Directors made by the Governor of Maharashtra in place of all the existing Directors retiring thereat as per Government order No. FDC-2018/CR-203/F-5 dated 10th September, 2018.
4. To confirm the appointment and remuneration of Joint Auditor appointed by Comptroller and Auditor General of India through order No. CA.V/COY/MAHARASHTRA,MFORDV(2)/800 dated 21.08.2018 for financial year 2018-19. In terms of section 139(5) read with section 142 of the Companies Act 2013 and to pass the following resolution, with or without modifications(s) as Ordinary Resolution:

**"RESOLVED THAT** M/S Jodh Joshi & Co., Chartered Accountant (Registration No. WR0036) and M/S Ratan Chandak & Co., Chartered Accountant (Registration No. WR0167) be and are hereby appointed as Joint Auditors of the Company, to held office from the conclusion of the Annual General meeting uptill the conclusion of the next Annual General Meeting of the Company on remuneration as fixed by the (CAG) as per order No. CA.V/COY/MAHARASHTRA, MFORDV(2)/800 dated 21.08.2018."

By order of the Board of Directors,

  
(Dr. N. Rambabu)  
Managing Director.  
DIN:08135507  
DATE: 21.12.2018

Notes:

i) A copy of the audited Financial Statement, the Board's Report and Auditors' Report along with the CAG Comments, if any stated under Item No.1 above is attached herewith.

ii) The date of Annual General Meeting i.e. 21.12.2018 will be the 'Record Date' for determination of entitlement of dividend for the year ended 31<sup>st</sup> March 2018, if declared by Members of the Company in the Annual General Meeting.

**iii) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH A PROXY NEED NOT BE A MEMBER.**

Proxy, in order to be effective, must be deposited at the Registered Office of the Company, not less than forty-eight hours before the time fixed for holding the meeting. Attendance Slip, Blank Proxy Form and Consent for Circulation of Shorter Notice, Annual Account Board Report, Auditor Report are attached herewith.

iv) A Representative of Governor of Maharashtra or in his absence the Alternate Representative of Governor of Maharashtra shall be deemed to be a Member entitled to attend and vote at the Meeting. A copy of Govt. order No. FDC-2018/CR-204/F-5 dated 10<sup>th</sup> September 2018 appointing Representative / Alternate Representative of the Governor of Maharashtra for this meeting is enclosed herewith for ready reference.

v) Two members present in person of whom one shall be a representative of the Governor shall be a quorum for a general meeting. As per section 103 of the Companies Act 2013. If the quorum is not present within half an hours from the time appointed for holding a meeting of the Company.

The meeting shall stand adjourned to the same day in the next week at the same time and place or to such other date and such other time and place as the Board may determine.

If at the adjourned meeting also, a quorum is not present within half an hour from the time appointed for holding meeting, the members present shall be the quorum.

vi) All the documents referred to in the notice shall be available for inspection at the Registered Office of the Company during all working days between 10.00 A.M. to 05.00 P.M. upto the date of Annual General Meeting.

vii) Route Map

Copy forwarded to the Controller of Accounts & Financial Adviser, FDCM Ltd., Nagpur for information & necessary action.

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**

(Government of Maharashtra Enterprises)

CIN: U45200MH1974SGC017206

Registered Office: FDCM Bhavan, 359/B, Hingana Road, Ambazari, Nagpur-440036.

**PROXY FORM****Form No. MGT-11**

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the Member(s)	
Registered Address	
Folio No	
No. of shares	

I/We, being the member(s) of \_\_\_\_\_ shares of the above named company, hereby appoint:

Name of Proxy:	
Address:	
E-mail Id:	
Signature , or failing him	

Name of Proxy:	
Address:	
E-mail Id:	
Signature , or failing him	

as my/ our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 45<sup>th</sup> Annual General Meeting of the company, to be held on the Friday, 21<sup>st</sup> December, 2018 at 05.30 p.m. in Chamber of Principal Chief Conservator of Forest (Wildlife), Maharashtra State, Van Bhavan, Ramgiri Road, Civil Lines, Nagpur-440 001 and at any adjournment thereof in respect of such resolutions as are indicated below:

S.No.	Resolution	For	Against
<b>Ordinary Business</b>			
1.	To consider, approve and adopt Audited Financial Statement of the Company for the year ended 31st March 2018 along with the Director's Report, Statutory Auditor's Report.		
2.	To declare a dividend on equity shares for FY 2017-18		
3.	To note the appointment/reappointment of Directors made by the Governor of Maharashtra in place of all the existing Directors retiring thereat as per Government order No.FDC-2018/CR203/F-5 dated 10th September,2018		
4.	To confirm the appointment and remuneration of Joint Auditor appointed by Comptroller and Auditor General of India.		

Signed this \_\_\_ day of December, 2018

Signature of Shareholder(s) \_\_\_\_\_

**Note:**

1.This form of proxy in order to be effective should be duly completed and deposited at the registered office of the Company, not less than 48 hours before the commencement of the Meeting.

2.A proxy need not be a member of the Company.

3. Please put ✓ a in the appropriate column against the resolutions indicated in Box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.

## BOARD REPORT

To,  
The Shareholders,  
Forest Development Corporation of Maharashtra Limited  
FDCM Bhavan  
359/B, Hingana Road, Ambazari,  
Nagpur-440036

The Directors of your Company have immense pleasure in presenting the 45<sup>th</sup> Annual Report of the Company together with the Audited Financial Statement and Auditor's Report for the year ended 31<sup>st</sup> March, 2018.

### FINANCIAL HIGHLIGHTS

The financial performance of the Company for the year 2017-18 is given below:

Particulars	For the Year ended on 31 <sup>st</sup> March, 2018 (In Rs.)	For the Year ended on 31 <sup>st</sup> March, 2017 (In Rs.)
Net Sales /Income from Business Operations	2,22,96,17,440	1,71,56,84,918
Other Income	16,84,03,080	16,47,11,536
<b>Total Income</b>	<b>2,39,80,20,520</b>	<b>1,88,03,96,454</b>
Less C.O.G.S./Other Expenses	1,16,19,40,273	73,98,25,187
Less Depreciation	19,85,401	17,11,928
<b>Profit after depreciation and COGS &amp; Other Expenses</b>	<b>1,23,40,94,846</b>	<b>1,13,88,59,339</b>
Less Current Income Tax	26,75,00,000	20,50,00,000
Less Deferred Tax	5,37,663	5,02,830
<b>Net Profit after Tax</b>	<b>96,60,57,183</b>	<b>93,33,56,509</b>
<b>Appropriations</b>		
Dividend including dividend distribution tax	-	3,32,91,870
Amount transferred to Capital Reserve	38,39,75,831	38,01,66,361

#### 1. BUSINESS PERFORMANCE

During the year, your Company has achieved the turnover of Rs. 239.80 Cr as compared to previous year's turnover of Rs. 188.03Cr, higher by 27.53%. The net profit after tax is Rs. 96.60 cr as against Rs. 93.33 cr of the previous year.

#### 2. DIVIDEND

The growth in the business and excellent financial result have promoted your Directors to recommend a dividend of Rs 1.65 per share aggregating to Rs. 2,92,00,000 for the financial year 2017-18. The dividend if approved and declared in the forthcoming 45<sup>th</sup>

Annual General meeting would result a Dividend outflow of Rs. 2,92,00,000 excluding dividend distribution tax.

### **3. CAPITAL STRUCTURE**

During the financial year 2017-18, the share capital of the Company has been increased from Rs. 28,58,23,800 to Rs. 3,23,12,34,800 pursuant to allotment of 2,94,54,110 equity shares of Rs. 100/- each dated 29.09.2017 under section 62(4) of the Companies Act, 2013. The Company has also increased its Authorised share capital from Rs. 35.00 cr to Rs.330 Cr w.e.f 20.04.2017 to accommodate the conversion of Share application money pending for allotment pursuant to Government GR No. FDC.2017/C.R. No. 38/F-5 dated 20<sup>th</sup> March, 2017.

### **4. RESERVES**

An amount of Rs. 38,39,75,831 is proposed to be transferred to capital reserve for Management Plan (Mandatory) by appropriations from the profits of the Company for the year 2017-18.

### **5. NEW INITIATIVES**

The Company have started e-auction facility this financial year. After starting the e-auction facility the buyers need not to come to the place of auction. The Buyers can purchase the material from anywhere in India through the access of internet. Many depot of the Company can be accessed through the following link <https://www.fdcmeauction.co.in/>. The e-auction facility helped the Company in increasing the turnover through more competitive bids.

### **6. NEW TAX REGIME**

The Financial year 2017-18 also marked the introduction of the Goods and Service Tax (GST), which is considered as the biggest revolutionary tax reform in the Country. Your Company was able to ensure a smooth transition into the new tax regime and also coordinated proactively with its business clients on these matters.

In addition to this the Company has prepared financial statements in compliance with the Ind-AS for the period ended on 31st March, 2018, together with the comparative period data for the year ended on 31st Mach, 2017.

### **7. CORPORATE GOVERNANCE**

Your company consistently endeavors to adopt and maintain the highest standards of ethics in all spheres of business activities. Your company is implementing the percepts of Corporate Governance in letter and spirit. Your company accords highest importance to transparency, accountability and equity in all facets of its operations.

With emphasis on transparency, several initiatives were implemented during the year. All details related to vacancies, recruitments, e-auction, procurements & tenders, policies and procedures have been made accessible online.

### **8. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND**

Since there was no unclaimed Dividend last year, the provisions of Section 125 of the Companies Act, 2013 do not apply.



**9. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT**

There have been no material changes and commitments affecting the financial position of the Company between the end of the financial year and date of this report. There has been no change in the nature of business of the Company.

**10. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

The provisions of Section 134(m) of the Companies Act, 2013 do not apply to our Company. There was no foreign exchange inflow or Outflow during the year under review.

**11. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY**

The Board takes responsibility for the overall process of risk management in the organization. The business risk is managed through cross functional involvement and communication across departments.

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

The brief outline of the Corporate Social Responsibility (CSR) Policy of the Company is set out in Annexure-1 of this report in the format prescribed in the Company (CSR policy) Rules, 2014. The policy is available on the Company's website at <http://fdcm.nic.in/CSR-Policy.aspx>.

The Board level Corporate Social Responsibility Committee was re-constituted as follows:

<b>S.No.</b>	<b>Ex-Officio</b>	<b>Designation in Committee</b>
1.	Secretary (Forest)	Chairman
2.	Principal Chief Conservator of Forest (Head of Forest Force)	Member
3.	Principal Chief Conservator of Forest (Social Forestry)	Member
4.	Managing Director, FDCM Ltd	Member
5.	Company Secretary, FDCM Ltd	Member Secretary

In compliance to CSR Rules, your Company in its endeavor to continue its commitment towards CSR & Sustainability initiatives during the year 2017-18 a sum of Rs 1.49 Cr. appx was allocated towards the corpus of FDCM CSR Trust for undertaking the CSR activities as per the FDCM CSR Policy.

**13. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

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

**14. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

There was no contract or arrangements made with related parties except the payment of salary and allowances to the Managing Director of the Company during the year in the ordinary course of business as defined under Section 188 of the Companies Act, 2013.

Your directors draw attention of the members to note no. 44 to the financial statement which set our related party disclosure. (The details of contracts entered into with related parties in prescribed format AOC is placed at Annexure-2)

**15. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS**

**(A) Management Reply on Statutory Auditors Comments for Financial Year 2017-18.**

<b>Sr. No.</b>	<b>Audit Report Reference</b>	<b>Observations of Statutory Auditors</b>	<b>Reply</b>
1	i(a)	An item wise list of fixed assets containing the particulars is maintained but not updated. The Company has not produced before us proper records showing full particulars including quantitative details and situations of fixed assets.	Instructions will be given to concerned offices for necessary compliance.
2	i(b)	As informed to us fixed Assets have not been physically verified by the management during financial year 2017-18. Since the physical verification has not been carried out by the management during the financial year 2017-18, we cannot comment on existence of material discrepancies if any and its consequential effects in the books of accounts.	Instructions will be given to concerned offices for necessary compliance.
3	ii(a)	As informed to us the stock of raw material, finished goods and work in progress have not been physically verified by the management during financial year 2017-18. Since the physical verification has not been carried out by the management during the financial year 2017-18, we cannot comment on existence of material discrepancies if any and its consequential effects in the books of accounts. Further attention is invited to note No. 36.	Instructions will be given to concerned offices for necessary compliance.

**(B) Management reply on C&AG comments for financial year 2016-17.**

The Comptroller & Auditor General of India (C&AG) has given nil comments under section 143(6)(b) of the Companies Act, 2013 on the Accounts of the Company for the financial year 2016-17.



**(C) Management reply on C&AG comments for financial year 2017-18.**

The Comptroller & Auditor General of India (C&AG) has given nil comments under section 143(6)(b) of the Companies Act, 2013 on the Standalone Accounts of the Company for the year ended 31.03.2018.

The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

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

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

**17. ANNUAL RETURN**

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in Annexure-3 and is attached to this Report. The annual return is available on the Company's website [www.fdcn.nic.in](http://www.fdcn.nic.in).

**18. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW**

The Company had 5 Board meetings held on 30.06.2017, 29.09.2017, 25.10.2017, 20.12.2017 & 28.03.2018 during the financial year under review.

**19. DIRECTORS RESPONSIBILITY STATEMENT**

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:—

(a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

(c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) the directors had prepared the annual accounts on a going concern basis; and

(e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**20. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

The Company does not have any Subsidiary, Joint venture or Associate Company.

## 21. DEPOSITS

The Company has not accepted any deposits during the year under review.

## 22. DIRECTORS

As per article no 89(2) of the Article of Association of the Company, at every Annual General Meeting of the Company, all the Directors including the Chairman and the Vice Chairman shall retire from the office.

As per Government order no. FDC-2018/CR-203/F-5 dated 10<sup>th</sup> September, 2018 the nominee directors including Chairman are re-appointed. However due to the transfer of Shri Suhas Divase, Managing Director of Maharashtra Tourism Development Corporation Limited, Company has written a letter to Government of Maharashtra to make the suitable changes accordingly in the Government Order.

The following are the change/status in directorship during the year ended on 31<sup>st</sup> March 2018:

S. No.	Name of Director	Appointment/Cessation/No Change
1.	Shri C.S. Chandel	No Change
2.	Shri V.S. Kharage	No Change
3.	Shri U.K. Agrawal	No Change
4.	Shri P.K. Mahajan	Cessation (w.e.f 03.05.2017)
5.	Shri S.D. Dodal	Appointment (w.e.f 12.06.2017)
6.	Shri K.H. Govindaraj	Cessation (w.e.f 13.06.2017)
7.	Shri A.R. Chadha	Cessation (w.e.f 13.06.2017)
8.	Shri Sarjan Bhagat	Cessation (w.e.f 13.06.2017)
9.	Shri Vijay B. Waghmare	Appointment (w.e.f 13.06.2017)
10.	Shri Shree Bhagwan	Appointment (w.e.f 22.06.2017)
11.	Shri Aunrag Chaudhary	Appointment (w.e.f 22.06.2017)

## 23. DECLARATION OF INDEPENDENT DIRECTORS

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to our Company.

## 24. PREVENTION OF SEXUAL HARASSMENT

The Company has in place a Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. An Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment at work place. All employees (permanent, contractual, temporary, trainees) are covered under this policy. All employees are treated with dignity with a view to maintain a work environment free of sexual harassment whether physical, verbal or psychological.

During the year under review, the Company has received two complaint in this regard and the same has been disposed thereof.

**25. STATUTORY AUDITORS**

M/s Ratan Chandak & Co., Chartered Accountants and M/s Jodh Joshi & Co., Chartered Accountant are appointed as Joint Statutory Auditors from the conclusion of Annual General Meeting till the conclusion of next Annual General Meeting of the Company on the remuneration as fixed by the Comptroller & Auditor General of India as per order No. CA. V/COY. MAHARASHTRA,MFORDV(2)/800 dated 21st Day of August 2018.

**26. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM**

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

**27. SHARES**

**a. BUY BACK OF SECURITIES**

The Company has not bought back any of its securities during the year under review.

**b. SWEAT EQUITY**

The Company has not issued any Sweat Equity Shares during the year under review.

**c. BONUS SHARES**

No Bonus Shares were issued during the year under review.

**d. EMPLOYEES STOCK OPTION PLAN**

The Company has not provided any Stock Option Scheme to the employees.

**28. INCIDENCE AFTER BALANCE SHEET DATE**

**i. Status of Management Plan (Position for future)**

Management Plans of 14 Divisions namely Nagpur, BHandara, Gondia, Yavatmal, Kinwat, Central Chanda, West Chanda, Bharamपुरi, Pranhita, Markhanda, West Nashik, Thane, Dahanu and Pune have been approved by Government of India.

**ii. Loss by Fire**

- a. In Central Chanda Forest Project Division of North Chandrapur, Forest Produce costing Rs. 0.68 lakh burnt in fire on 21.05.2018 in comptt No. 104. The administrative action in the case is under progress.
- b. In Gondia Forest Project Division of Nagpur Region Forest Produce costing Rs. 4.88 lakh burnt in fire on 21.05.2018 in comptt. No. 104. The administrative action in the case is under progress.
- c. In Markhanda FPD Forest Produce costing Rs. 3.08 lakh burnt in fire on dt. 24.05.2018 by anti social element. Necessary claims have been preferred with the Oriental Insurance Company Limited.

**29. PARTICULARS OF THE EMPLOYEES AND RELATED DISCLOSURE**

Pursuant to the provisions of Rule 5(2) and 5(3) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended from time to time, it is stated that there were no employees who were in receipt of remuneration exceeding One Crore and Two Lakhs Rupees or Rupees Eight Lakh and Fifty thousand Rupees per month during the year 2016-17.

**30. IMPLEMENTATION OF RIGHT TO INFORMATION (RTI) ACT, 2005**

Right to information (RTI) Act, 2005 has empowered the Indian citizens to access information from the public authorities, resulting transparency and accountability to the working of the authorities. Designated Appellate Authority and Public Information Officer (PIO) have been entrusted with the responsibility of providing information to the citizens under the act. Every effort is made to provide the information within stipulated time. Tracking is done for each application for its timely disposal.

**31. RESERVATION POLICY**

Policy for reservation in services was followed fully as per the Government guidelines in recruitment and promotion.

**32. ACKNOWLEDGEMENTS**

Your Directors would like to express their appreciation for the assistance and co-operation received from the Department of Revenue and Forest, other various department, agencies, office of Comptroller & Auditor General of India, bankers, business associates, consultants without whose active support the achievements of the Company during the year under review would not have been possible.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

  
**C.S. Chandel**  
Chairman  
DIN: 07524839

  
**Dr. Rambabu Narukulla**  
Managing Director  
DIN: 08135507

Date: 21.12.2018  
Place: Nagpur

## ANNEXURE-1

### FORMAT FOR THE ANNUAL REPORT ON CSR ACTIVITIES TO BE INCLUDED IN THE BOARD'S REPORT

1. A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs:

The Forest Development Corporation of Maharashtra Limited believes in Principles of "Serving Society". It aims to achieve, consolidate and strengthen good corporate including socially and environmentally responsible business practices that balance financial profit with social well being. Our vision is to actively contribute to the social and economic development of the communities in the State of Maharashtra by providing them the medical facilities, community building, conservation of natural resources etc. In so doing build a better, sustainable way of life for the weaker sections of society and raise the country's human development index. FDCM shall continue to enhance value creation in society through its primary business of promoting self-sustaining investment in projects related to plantations and Forest Development for sustainable development in the state of Maharashtra. The aim of CSR activities shall be to complement the primary business of the company with the overall social and environmental concerns related to its primary business. The CSR policy is available on the company website at <http://fdcm.nic.in/CSR-Policy.aspx>.

2. The Composition of the CSR Committee:

The CSR Committee of the Board of the Company comprises the following members:

S.No.	Ex-Officio	Designation
1.	Secretary (Forests)	Chairman
2.	Principal Chief Conservator of Forests (Head of Forest Force), Maharashtra State	Member
3.	Principal Chief Conservator of Forests (Social Forestry)	Member
4.	Managing Director, FDCM Ltd	Member

3. Average net profit of the company for last three financial years: Rs. 74.78 Cr

4. Prescribed CSR Expenditure (two per cent of the amount as in item 3 above): Rs. 1.49 cr apprx

5. Details of CSR spent during the financial year.

(a) Total amount to be spent for the financial year; Rs. 1.49 cr apprx

(b) Amount unspent, if any: Nil

(c) Manner in which the amount spent during the financial year is detailed below.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S.	CSR	sector	Projects or	Amount	Amount	Cumul	Amount

No.	project or activity identified.	in which the project is covered	programs (1) Local area or other (2) Specify the State and district where projects or Programs Was undertaken	outlay (budget) project or wise	spent on the projects or programs Sub heads: (1)Direct expenditure on projects or programs. (2)Overheads :	ative - expenditure upto to the reporting period	spent Direct or through implementing agency
1.	-	-	-	-	-	-	1.49cr* appx
2.	-	-	-	-	-	-	-
3.	<b>TOTAL</b>	-	-	-	-	-	-

\*Give details of implementing agency: The Company had transferred Rs. 1.49 cr towards the corpus of FDCM CSR Trust which is looking after the CSR activities of the Company.

6. In case the company has failed to spend the two per cent, of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report. : N.A

#### 7. Responsibility Statement:

The implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company.



**(V. S. Kharage)**  
**(Chairman CSR Committee)**  
**DIN: 07121837**



**(Dr. Rambabu Narukulla)**  
**Managing Director**  
**DIN: 08135507**



**ANNEXURE-2**

## Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

## Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	NA
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA
4.	Share capital	NA
5.	Reserves & surplus	NA
6.	Total assets	NA
7.	Total Liabilities	NA
8.	Investments	NA
9.	Turnover	NA
10.	Profit before taxation	NA
11.	Provision for taxation	NA
12.	Profit after taxation	NA
13.	Proposed Dividend	NA
14.	% of shareholding	NA

Notes: The following information shall be furnished at the end of the statement:

- Names of subsidiaries which are yet to commence operations -NA
- Names of subsidiaries which have been liquidated or sold during the year -NA

## Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of associates/Joint Ventures	NA	NA	NA
1. Latest audited Balance Sheet Date	NA	NA	NA
2. Shares of Associate/Joint Ventures held by the company on the year end	NA	NA	NA
No.			
Amount of Investment in Associates/Joint Venture	NA	NA	NA

Extend of Holding%	NA	NA	NA
3. Description of how there is significant influence	NA	NA	NA
4. Reason why the associate/joint venture is not consolidated	NA	NA	NA
5. Net worth attributable to shareholding as per latest audited Balance Sheet	NA	NA	NA
6. Profit/Loss for the year	NA	NA	NA
i. Considered in Consolidation	NA	NA	NA
ii. Not Considered in Consolidation	NA	NA	NA

1. Names of associates or joint ventures which are yet to commence operations:- NA  
2. Names of associates or joint ventures which have been liquidated or sold during the year:- NA

**On behalf of the Board of Directors**



**C.S. Chandel**  
**Chairman**  
**DIN: 07524839**



**Dr. Rambabu Narukulla**  
**Managing Director**  
**DIN: 08135507**

Date: 21/12/2018  
Place: Nagpur



**Form No. AOC-2\***

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis---NA

- (a) Name(s) of the related party and nature of relationship
- (b) Nature of contracts/arrangements/transactions
- (c) Duration of the contracts / arrangements/transactions
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any
- (e) Justification for entering into such contracts or arrangements or transactions
- (f) date(s) of approval by the Board
- (g) Amount paid as advances, if any:
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188

2. Details of material contracts or arrangement or transactions at arm's length basis - NA

- (a) Name(s) of the related party and nature of relationship:
- (b) Nature of contracts/arrangements/transactions:
- (c) Duration of the contracts / arrangements/transactions:
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any:
- (e) Date(s) of approval by the Board, if any:
- (f) Amount paid as advances, if any:

\* There is no Related Party Transaction during the financial under section 188(1) of the Companies Act, 2013 ('the Act').

**On behalf of the Board of Directors**

  
**C.S. Chandel**  
Chairman  
DIN: 07524839

  
**Dr. Rambabu Narukulla**  
Managing Director  
DIN: 08135507

Date: 21.12.2018  
Place: Nagpur

## EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2018

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management &amp; Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:		
1	CIN	U45200MH1974SGC017206
2	Registration Date	16-02-1974
3	Name of the Company	Forest Development Corporation of Maharashtra Limited
4	Category/Sub-category of the Company	Company Limited by Shares State Government Company
5	Address of the Registered office & contact details	FDCM Bhavan, 359/B, Hingana Road, Ambazari, Nagpur-440036 Telephone No-0712-2811905
6	Whether listed company	N.A
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A

## II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Teak Timber	4403	49.53
2	Non Teak Timber	4403	15.75

## III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

SN	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	N.A	N.A	N.A	N.A	N.A.

## IV. SHARE HOLDING PATTERN

(Equity share capital breakup as percentage of total equity)

## (i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2017]				No. of Shares held at the end of the year [As on 31-March-2018]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/ HUF		2	2	0.00%		2	2	0.00%	0.00%
b) Central Govt				0.00%				0.00%	0.00%
c) State Govt(s)		28,58,236	28,58,236	100.00%		3,23,12,346	3,23,12,346	100.00%	1030.50%
d) Bodies Corp.				0.00%				0.00%	0.00%
e) Banks / FI				0.00%				0.00%	0.00%
f) Any other				0.00%				0.00%	0.00%
<b>Sub Total (A) (1)</b>		28,58,238	28,58,238	100.00%	-	3,23,12,348	3,23,12,348	100.00%	1030.50%
(2) Foreign									
a) NRI Individuals				0.00%				0.00%	0.00%
b) Other Individuals				0.00%				0.00%	0.00%
c) Bodies Corp.				0.00%				0.00%	0.00%
d) Any other				0.00%				0.00%	0.00%
<b>Sub Total (A) (2)</b>				0.00%				0.00%	0.00%
<b>TOTAL (A)</b>		28,58,238	28,58,238	100.00%		3,23,12,348	3,23,12,348	100.00%	1030.50%
<b>B. Public</b>									
1. Institutions									

a) Mutual Funds			-	0.00%			-	0.00%	0.00%
b) Banks / FI			-	0.00%			-	0.00%	0.00%
c) Central Govt			-	0.00%			-	0.00%	0.00%
d) State Govt(s)			-	0.00%			-	0.00%	0.00%
e) Venture Capital Funds			-	0.00%			-	0.00%	0.00%
f) Insurance			-	0.00%			-	0.00%	0.00%
g) FIs			-	0.00%			-	0.00%	0.00%
h) Foreign Venture Capital Funds			-	0.00%			-	0.00%	0.00%
i) Others (specify)				0.00%			-	0.00%	0.00%
<b>Sub-total (B)(1):-</b>				0.00%	-	-	-	0.00%	0.00%
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian			-	0.00%			-	0.00%	0.00%
ii) Overseas			-	0.00%			-	0.00%	0.00%
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh			-	0.00%			-	0.00%	0.00%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh			-	0.00%			-	0.00%	0.00%
c) Others (specify)									
Non Resident Indians			-	0.00%			-	0.00%	0.00%
Overseas Corporate Bodies			-	0.00%			-	0.00%	0.00%
Foreign Nationals			-	0.00%			-	0.00%	0.00%
Clearing Members			-	0.00%			-	0.00%	0.00%
Trusts			-	0.00%			-	0.00%	0.00%
Foreign Bodies - D R			-	0.00%			-	0.00%	0.00%
<b>Sub-total (B)(2):-</b>	-	-	-	0.00%	-	-	-	0.00%	0.00%
<b>Total Public (B)</b>	-	-	-	0.00%	-	-	-	0.00%	0.00%
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>			-	0.00%				0.00%	0.00%
<b>Grand Total</b>	-	28,58,238	28,58,238	100.00%	-	3,23,12,348	3,23,12,348	100.00%	1030.50%

**(ii) Shareholding of Promoter**

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Governor of Maharashtra	28,58,236	100.00%	0	3,23,12,346	100.00%	0	1030.50%
2	Shri U.K. Agrawal (Nominee of Governor)	1	0.00%	0	1	0.00%	0	0.00%
3	Shri Sarjan Bhagat (Nominee of Governor)	1	0.00%	0	-	0.00%	0	-100.00%
4	Shri Shree Bhagwan (Nominee of Governor)	-	0.00%	0	1	0.00%	0	100.00%

**(iii) Change in Promoters' Shareholding (please specify, if there is no change)**

SN	Particulars	Date	Reason	Shareholding at the beginning of the	Cumulative Shareholding during the year
----	-------------	------	--------	--------------------------------------	---

				year		No. of shares	% of total shares
				No. of shares	% of total shares		
	At the beginning of the	31-03-2017		28,58,238	100.00%	28,58,238	8.85%
	Changes during the	29-09-2017	Allot	2,94,54,110	1030.50%	3,23,12,348	100.00%
	year				0.00%		0.00%
				-	0.00%	-	0.00%
	At the end of the year			3,23,12,348	100.00%	3,23,12,348	100.00%

**(iv) Shareholding Pattern of top ten Shareholders**

*(Other than Directors, Promoters and Holders of GDRs and ADRs):*

SN	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	Name						
	At the beginning of the				0.00%		0.00%
	Changes during the				0.00%		0.00%
	At the end of the year				0.00%		0.00%

**(v) Shareholding of Directors and Key Managerial Personnel:**

SN	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	Name	Shri C.S. Chandel					
	At the beginning of the			-	0.00%	-	0.00%
	Changes during the			-	0.00%	-	0.00%
	At the end of the year			-	0.00%	-	0.00%
2	Name	Shri V. S. Kharage					
	At the beginning of the			-	0.00%	-	0.00%
	Changes during the			-	0.00%	-	0.00%
	At the end of the year			-	0.00%	-	0.00%
3	Name	Shri Sarjan Bhagat					
	At the beginning of the			1	0.00%	1	0.00%
	Changes during the	29.09.2017	Transfer	(1)	0.00%	-	0.00%
	At the end of the year			-	0.00%	-	0.00%
4	Name	Shri K.H. Govindaraj					
	At the beginning of the			-	0.00%	-	0.00%
	Changes during the			-	0.00%	-	0.00%
	At the end of the year			-	0.00%	-	0.00%
5	Name	Shri A.R. Chaddha					
	At the beginning of the			-	0.00%	-	0.00%
	Changes during the			-	0.00%	-	0.00%
	At the end of the year			-	0.00%	-	0.00%
6	Name	Shri P.K. Mahajan					
	At the beginning of the			-	0.00%	-	0.00%
	Changes during the			-	0.00%	-	0.00%
	At the end of the year			-	0.00%	-	0.00%

7	Name	Shri U.K. Agrawal					
	At the beginning of the			1	0.00%	-	0.00%
	Changes during the			-	0.00%	-	0.00%
	At the end of the year			1	0.00%	-	0.00%

8	Name	Shri Shree Bhagwan					
	At the beginning of the			-	0.00%	-	0.00%
	Changes during the	29-09-2017	Transfer	1	0.00%	-	0.00%
	At the end of the year			1	0.00%	-	0.00%

9	Name	Shri Vijay B. Waghmare					
	At the beginning of the			-	0.00%	-	0.00%
	Changes during the			-	0.00%	-	0.00%
	At the end of the year			-	0.00%	-	0.00%

10	Name	Shri Anurag Chaudhary					
	At the beginning of the			-	0.00%	-	0.00%
	Changes during the			-	0.00%	-	0.00%
	At the end of the year			-	0.00%	-	0.00%

11	Name	Shri S.D. Dodal					
	At the beginning of the			-	0.00%	-	0.00%
	Changes during the			-	0.00%	-	0.00%
	At the end of the year			-	0.00%	-	0.00%

#### V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment.

(Amt. Rs./Lacs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-
<b>Change in Indebtedness during the financial year</b>				
* Addition	-	-	-	-
* Reduction	-	-	-	-
<b>Net Change</b>	-	-	-	-
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-

#### VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager	
		Name	U.K.Agrawal
		Designation	Managing Director
		Tenure	01.04.2017-31.03.2018
1	Gross salary (In Lacs)		
	(a) Salary as per provisions contained in section 17(1) of the		



	Income-tax Act, 1961	27.91	
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	
2	Stock Option	-	
3	Sweat Equity	-	
4	Commission	-	
	- as % of profit	-	
	- others, specify	-	
5	Others, please specify	-	
	Total (A)	27.91	
	Ceiling as per the Act		

#### B. Remuneration to other Directors

SN.	Particulars of Remuneration	Name of Directors						Total Amount (In Rs.)
		Shri C.S. Chandel	Shri V.S. Kharage	Shri Shree Bhagwan	Shri Vijay Waghmare	Shri Anurag Chaudhary	Shri S.D. Dodal	
1	Independent Directors	-	-	-	-	-	-	-
	Fee for attending board committee	-	-	-	-	-	-	-
	Commission	-	-	-	-	-	-	-
	Others, please specify	-	-	-	-	-	-	-
	Total (1)	-	-	-	-	-	-	-
2	Other Non-Executive Directors	-	-	-	-	-	-	-
	Fee for attending board/committee meetings	2,000.00	500.00	2,500.00	500.00	2,000.00	-	7,500.00
	Commission	-	-	-	-	-	-	-
	Others, please specify	-	-	-	-	-	-	-
	Total (2)	2,000.00	500.00	2,500.00	500.00	2,000.00	-	7,500.00
	Total (B)=(1+2)	2,000.00	500.00	2,500.00	500.00	2,000.00	-	7,500.00
	Total Managerial Remuneration	2,000.00	500.00	2,500.00	500.00	2,000.00	-	7,500.00
	Overall Ceiling as per the Act	-	-	-	-	-	-	-

#### C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

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

#### VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section	Brief Description	Details of Penalty /	Authority [RD / NCLT/	Appeal made, if any (give Details)
------	---------	-------------------	----------------------	-----------------------	------------------------------------

	n of the Comp anies		Punishment/ Compounding fees imposed	COURT	
<b>A. COMPANY</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>B. DIRECTORS</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

  
**C.S. Chandel**  
**Chairman**  
**DIN: 07524839**

  
**Dr. Rambabu Narukulla**  
**Managing Director**  
**DIN:8135507**

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

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

e-mail : agcommmauMaharashtra@cag.gov.in



सत्यमेव जयते

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

संख्या /No. गोपनीय

प्रमले/लेप-III/वालेप-I/ फॉरेस्ट डेव्लपमेंट /2017-18/

दिनांक / Date : 14/12/2018

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सेवा मे,

प्रबंध निदेशक,  
फॉरेस्ट डेव्लपमेंट कार्पोरेशन ऑफ महाराष्ट्र लिमिटेड,  
एफ डी सी एम भवन, 359/B, अंबाजारी, हिंगना रोड,  
नागपुर-440036.



विषय:- 31 मार्च 2018 को समाप्त हुए वर्ष के फॉरेस्ट डेव्लपमेंट कार्पोरेशन ऑफ महाराष्ट्र लिमिटेड, नागपुर के लेखों पर कम्पनी अधिनियम, 2013 की धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ।

महोदय,

31 मार्च 2018 को समाप्त हुए वर्ष के फॉरेस्ट डेव्लपमेंट कार्पोरेशन ऑफ महाराष्ट्र लिमिटेड, नागपुर के लेखों पर कंपनी अधिनियम, 2013 की धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की निरंक टिप्पणी (Nil comment) संलग्न है।

वार्षिक आमसभा (A.G.M.) होने के पश्चात, वार्षिक रिपोर्ट की तीन मुद्रित प्रतियाँ कृपया इस कार्यालया को भेज दें, साथ ही उपरोक्त लेखों के वार्षिक प्रतिवेदन को विधानसभा में प्रस्तुत करने की तिथि को भी इस कार्यालय को सूचित करें।

भवदीय,

एस.के. जयपुरियार

(एस के जयपुरियार)

प्रधान महालेखाकार -(लेखापरीक्षा)III

संलग्नकयथोपरि -



**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED, NAGPUR FOR THE YEAR ENDED 31 MARCH 2018.**

The preparation of Financial Statements of **Forest Development Corporation of Maharashtra Limited, Nagpur** for the year ended 31 March 2018 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the Management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act are responsible for expressing opinion on the Financial Statements under section 143 of the Act based on independent audit in accordance with the Standards on Auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated **23 October 2018**.

I, on behalf of the Comptroller and Auditor General of India, have conducted a Supplementary Audit of the Financial Statements of **Forest Development Corporation of Maharashtra Limited, Nagpur** for the year ended 31 March 2018 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditor's Report under section 143(6)(b) of the Act.

**For and on Behalf of  
The Comptroller & Auditor General of India**



**(S. K. Jaipuriyar)  
PRINCIPAL ACCOUNTANT GENERAL  
(AUDIT)-III**

**Place: Mumbai  
Date: 13/12/2018**

**JODH JOSHI & CO**  
**CHARTERED ACCOUNTANTS**  
FIRST FLOOR, J P HOUSE,  
RAVINAGAR SQUARE  
AMRAVATI ROAD,  
NAGPUR - 440010.

**RATAN CHANDAK & CO**  
**CHARTERED ACCOUNTANTS**  
487, GODHULI  
NEAR LENDRA PARK,  
RAMDASPETH,  
NAGPUR - 440010.

## AUDITOR'S REPORT

To,  
The Members of  
Forest Development Corporation of Maharashtra Limited

### 1. Report on Financial Statements

We have audited the accompanying Ind AS financial statements of **Forest Development Corporation of Maharashtra Limited** (the Company), which comprise of the Balance Sheet as at **31st March, 2018**, the Statement of Profit and Loss including other Comprehensive Income and Cash flow Statement, the statement of changes in equity for the year ended and a summary of the significant accounting policies and other explanatory information annexed thereto.

### 2. Management's Responsibility for the Financial Statements:

The Company's Board of Directors is responsible for preparation of these Ind AS financial Statements in the terms of requirement of Companies Act, 2013 ( herein after referred to as "the Act") that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and Statement of changes in equity in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards, (Ind AS) prescribed under Section 133 of the Act. The respective Board of Directors of the Company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Ind AS financial statements by the directors as aforesaid.

### 3. Auditor's Responsibility:

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of preparation of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, An audit also includes evaluating the appropriateness of the accounting policies



*[Handwritten signature]*

used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

#### 4. Opinion:

*In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements 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 -*

- a) *in the case of the Balance Sheet, of the state of affairs of the company as at March 31, 2018;*
- b) *in the case of the Statement of Profit and Loss, of the PROFIT for the year ended on that date.*
- c) *in the case of Cash Flow Statement, of the cash flows for the year ended on that date.*
- d) *in the case of Statement of changes in equity, of the changes in equity for the year ended on that date.*

#### 5. Report on Other Legal and Regulatory Requirements:

5.1 As required by the Companies (Auditor's Report) order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure-A**, a statement on the matters specified in paragraphs 3 and 4 of the order.

5.2 As required by Section 143 (3) of the Companies Act 2013, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, Cash Flow Statement and statement of changes in equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of Ind AS financial statements.
- (d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
- (e) On the basis of written representation received from the directors as on 31<sup>st</sup> March 2018, and taken on record by the board of directors, none of the directors are disqualified as on 31<sup>st</sup> March 2018, from being appointed as a director in terms of Section 164 (2) of the Companies Act 2013.
- (f) With respect to the adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements - Attention is invited to Note no. 50 to the Ind AS financial statements;



*[Handwritten signature]*

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There has been no delay in transferring amounts, required to be transferred to Investor Education and Protection Fund by the company.

**For Jodh Joshi & Co**  
**Chartered Accountants**  
**(FRN - 104317W)**

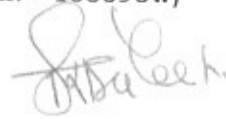


**(CA Jaydeep Shah)**  
**Partner**  
**(M. No.041002)**

**Place: Nagpur**  
**Date: 23.10.2018**

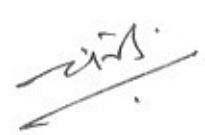


**For Ratan Chandak & Co**  
**Chartered Accountants**  
**(FRN - 108696W)**



**(CA Sudhir Baheti)**  
**Partner**  
**(M. No.042711)**

**Place: Nagpur**  
**Date: 23.10.2018**



## ANNEXURE-A TO THE AUDITOR'S REPORT

(Referred to in our report of even date to the members of Forest Development Corporation of Maharashtra Limited on the Ind AS Financial Statements of the Company for the year ended as on March 31, 2018)

- i.
  - a. An item wise list of fixed assets containing the particulars is maintained but not updated. The Company has not produced before us proper records showing full particulars including quantitative details and situations of fixed assets.
  - b. As informed to us, fixed assets have not been physically verified by the management during financial year 2017-18. Since the physical verification has not been carried out by the management during the financial year 2017-18, we cannot comment on existence of material discrepancies, if any and its consequential effects in the books of accounts.
  - c. The title deeds of immovable properties owned by the Company are held in the name of the Company. The title deeds of immovable properties in the form of Building Constructed on leasehold land are held in the name of the Company. Attention is invited to Note No 1A
- ii.
  - a. As informed to us, the stock of raw material, finished goods and work in progress has not been physically verified by the management during the financial year 2017-18. Since the physical verification has not been carried out by the management during the financial year 2017-18, we cannot comment on existence of material discrepancies, if any and its consequential effects in the books of accounts. Further attention is invited to Note No.36.
- iii.
  - a. The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships and other parties covered in the Register maintained under Section 189 of the Companies Act, 2013. Hence this clause is not applicable.
- iv. In our opinion and according to information and explanation given to us, the company has complied with the provisions of section 185 and 186 of the Company Act, 2013 in respect of loans, investment, guarantees, and security.
- v. The Company has not accepted deposits from the public, and consequently the directives issued by the Reserve Bank of India and provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and rules framed there under are not applicable.
- vi. As informed to us, the Central Government has not specified for maintenance of cost records under sub section (1) of section 148 of the Companies Act, 2013 in respect of any of the activities carried on by the company.
- vii.
  - a. According to information and explanation given to us, during the year, undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, wealth tax, custom duty, service tax and excise duty value added tax, cess and other material statutory dues applicable to it have generally been deposited regularly with appropriate authorities. No such amounts were outstanding for a period exceeding six months.
  - b. According to the information and explanations given to us, there are no dues of income tax or sales tax or service tax or custom duty or excise duty which have not been deposited with the appropriate authorities on account of any dispute except in case of value added tax which is described below :



*[Handwritten signature]*

Name of Statute	Nature of Dues	Disputed Unpaid Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
MVAT Act 2002	Sales Tax Matters	9,30,609/-	2010-11	Joint Commissioner (Appeal) Sales Tax, Nagpur
MVAT Act 2002	Sales Tax Matters	4,20,032/-	2011-12	Joint Commissioner (Appeal) Sales Tax, Nagpur

- viii. In our opinion and according to information and explanation given to us, the Company has not defaulted in the repayment of dues to the financial institutions, banks and debenture holders.
- ix. Based upon the audit procedures performed and the information and explanation given by the management, the company has not raised money by way of initial public offer or further public offer including debt instruments and loans. Accordingly, the Provisions of clause 3(ix) of the Order are not applicable to the company and hence not commented upon.
- x. Based upon the audit procedures performed and the information and explanation given by the management, we report that no fraud by the company or on the company has been noticed or reporting during the year.
- xi. The managerial remuneration has been paid or provided in accordance with the requisite approval mandated by the provisions of section 197 and read with schedule V of the Companies Act, 2013.
- xii. The company is not a Nidhi Company. Therefore, the provisions of clause (xii) are not applicable to the company.
- xiii. All the transactions with related parties are in compliance with section 177 and 188 of the Companies Act, 2013 and the details has been disclosed in the financial statements as required by the Indian Accounting Standard (Ind AS) -24 "Related Party Disclosures". – Refer Note No. 44.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provision of clause 3(xiv) of the Order is not applicable to the company.
- xv. The Company has not entered in to non-cash transaction with directors or person connected with them which will come under the purview of Sec 192 of Companies Act 2013. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of clause 3(xvi) of the Order are not applicable to the company.

**For Jodh Joshi & Co**  
**Chartered Accountants**  
**(FRN - 104317W)**



**(CA Jaydeep Shah)**  
**Partner**  
**(M. No.041002)**

**Place: Nagpur**  
**Date: 23.10.2018**



**For Ratan Chandak & Co**  
**Chartered Accountants**  
**(FRN - 108696W)**



**(CA Sudhir Baheti)**  
**Partner**  
**(M. No.042711)**

**Place: Nagpur**  
**Date: 23.10.2018**





## **"Annexure B" to the Auditor's Report**

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **Forest Development Corporation of Maharashtra Limited** ("the Company") as of March 31, 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting

#### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures



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that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

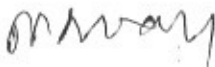
### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

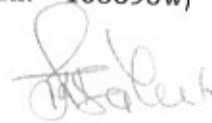
**For Jodh Joshi & Co  
Chartered Accountants  
(FRN - 104317W)**



**(CA Jaydeep Shah)  
Partner  
(M. No.041002)**


**Place: Nagpur  
Date: 23.10.2018**

**For Ratan Chandak & Co  
Chartered Accountants  
(FRN - 108696W)**



**(CA Sudhir Baheti)  
Partner  
(M. No.042711)**

**Place: Nagpur  
Date: 23.10.2018**





Forest Development Corporation of Maharashtra Limited  
Balance Sheet as at 31st March, 2018

Particulars	Note No.	Figures as at the end of current reporting period	
		31st March, 2018	31st March, 2017
		Rs	Rs
<b>ASSETS :</b>			
<b>1 Non-current assets</b>			
(a) Property, Plant & Equipment	1A	22,64,13,164	23,02,78,083
(b) Capital work-in-progress	1B	2,60,893	66,12,978
(c) Biological Assets	4	9,73,09,36,708	9,72,17,06,275
(d) Financial Assets			
(i) Loans	2	1,84,58,272	2,43,11,767
(e) Deferred Tax Asset (net)	46	32,90,987	38,28,650
(f) Other non-current assets	3	2,92,39,07,923	2,36,86,46,052
		<b>12,90,32,67,947</b>	<b>12,35,53,83,806</b>
<b>2 Current assets</b>			
(a) Inventories	4A	1,10,78,85,930	93,66,69,704
(b) Financial Assets			
(i) Trade receivables	5	39,46,41,342	54,51,53,479
(ii) Cash and cash equivalents	6	93,58,27,889	58,03,51,706
(iii) Bank Balances other than (ii)	6A	2,09,92,45,396	1,84,25,71,483
(iv) Loans	7	5,08,33,739	7,29,63,608
(v) Other Financial Assets	7A	3,77,51,346	2,70,53,451
(c) Other Current Assets	8	7,01,86,503	11,34,43,570
		<b>4,69,63,72,144</b>	<b>4,11,82,07,001</b>
<b>TOTAL :</b>		<b>17,59,96,40,091</b>	<b>16,47,35,90,806</b>
<b>EQUITY AND LIABILITIES :</b>			
<b>1 Equity</b>			
(a) Equity Share capital	9	3,23,12,34,800	28,58,23,800
(b) Other Equity	10	12,15,47,33,563	13,99,05,01,495
		<b>15,38,59,68,363</b>	<b>14,27,63,25,295</b>
<b>2 Liabilities</b>			
<b>A Current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	11	-	-
(ii) Trade payables	12	21,65,820	61,57,524
(b) Other current liabilities	13	2,20,56,81,793	2,18,91,01,413
(c) Current Tax liabilities (Net)	14	58,24,115	20,06,574
		<b>2,21,36,71,728</b>	<b>2,19,72,65,511</b>
<b>TOTAL :</b>		<b>17,59,96,40,091</b>	<b>16,47,35,90,806</b>
<b>Summary of Significant Accounting Policies</b>	22		
<b>The accompanying notes 1 to 53 are an integral part of the financial statements</b>			
As per our report of even date attached.		For and on behalf of the Board of Directors,	
For Jodh Joshi & Co Chartered Accountants, F R No- 104317W		Sd/- (Chandansingh Sadhusingh Chandel) Chairman DIN # 07524839	
Sd/- (CA Jaydeep Shah ) Partner M No. 041002		Sd/- (Dr N Rambabu) Managing Director DIN # 08135507	
For Ratan Chandak & Co Chartered Accountants, F R No- 108696W		Sd/- (CS Saurav Singh) Company Secretary A - 22053	
Sd/- (CA Sudhir Baheti ) Partner M No. 042711			
Place : Nagpur Date : 23.10.2018		Place : Nagpur Date : 23.10.2018	

**Forest Development Corporation of Maharashtra Limited**  
**Statement of Profit and Loss for the year ended 31st March, 2018**

Particulars		Note No.	Figures for the current reporting period 31.03.2018	Figures for the previous reporting period 31.03.2017
			Rs	Rs
I	Revenue from operations	15	2,22,96,17,440	1,71,56,84,918
II	Other income	16	16,84,03,080	16,47,11,536
III	<b>Total Income</b>		<b>2,39,80,20,520</b>	<b>1,88,03,96,454</b>
IV	<b>EXPENSES :</b>			
	Cost of material Consumed	17	1,11,49,88,405	1,04,47,24,233
	Changes in Inventories of Finished Good and work in Progress	17.1	(15,55,64,987)	(38,43,53,851)
	Employee benefits expenses	18	11,39,18,853	2,38,25,523
	Depreciation & Amortization Expense	19	19,85,401	17,11,928
	Other expenses	20	8,85,98,002	5,56,29,283
	<b>Total expenses (IV)</b>		<b>1,16,39,25,674</b>	<b>74,15,37,115</b>
V	<b>Profit/(loss) before Exceptional items &amp; tax (III-IV)</b>		<b>1,23,40,94,846</b>	<b>1,13,88,59,339</b>
VI	<b>Add/Less: Exceptional Items</b>			
VII	<b>Profit/(Loss) before Tax</b>		<b>1,23,40,94,846</b>	<b>1,13,88,59,339</b>
VIII	<b>Tax expenses</b>			
	(a) Current tax	49	26,75,00,000	20,50,00,000
	(b) Deferred tax	46	5,37,663	5,02,830
	<b>Total Tax expenses (VIII)</b>		<b>26,80,37,663</b>	<b>20,55,02,830</b>
IX	<b>Profit(Loss)for the period from continuing operations(VII-VIII)</b>		<b>96,60,57,183</b>	<b>93,33,56,509</b>
X	<b>Other Comprehensive Income</b>			
XI	<b>Total Comprehensive Income for the Period (IX+X) Comprising profit (loss) &amp; other</b>		<b>96,60,57,183</b>	<b>93,33,56,509</b>
XII	<b>Earning Per Equity Share of face value of Rs 100 each (for continuing operation)</b>			
	1. Basic	45	32.87	195.15
	2. Diluted	45	32.87	17.13
	<b>Summary of Significant Accounting Policies</b>	22		
	<b>The accompanying notes 1 to 53 are an integral part of the financial statements</b>			
As per our report of even date attached.		For and on behalf of the Board of Directors,		
For Jodh Joshi & Co Chartered Accountants, F R No- 104317W		Sd/- (Chandansingh Sadhusingh Chandol) Chairman DIN # 07524839		
Sd/- (CA Jaydeep Shah ) Partner M No. 041002		Sd/- (Dr N Rambabu) Managing Director DIN # 08135507		
For Ratan Chandak & Co Chartered Accountants, F R No- 108696W		Sd/- (CS Saurav Singh) Company Secretary A - 22053		
Sd/- (CA Sudhir Baheti ) Partner M No. 042711		Place :Nagpur Date : 23.10.2018		
Place :Nagpur Date : 23.10.2018		Place :Nagpur Date : 23.10.2018		

FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2018

Particulars	2017-18 (Rs)		2016-17 (Rs)	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>				
<b>Profit for the Year (Before Tax)</b>		<b>1,23,40,94,846</b>		<b>1,13,88,59,339</b>
<b>Adjustments for:</b>				
Depreciation	1,44,08,340		1,47,68,463	
Provision for doubtful debts (net)	11,15,252		40,97,335	
Amount written off	8,86,310		38,92,862	
Initial Plantation cost written off	41,17,12,517		44,99,50,243	
Development cost of seed plot written off	2,96,335		3,70,419	
Interest Income ( treated seperately)	(14,31,49,067)		(15,62,35,281)	
Provison written back credited to P & L account	(6,13,086)		(2,37,162)	
Profit on sale of Property Plants & Equipment	(76,409)		(1,86,264)	
Compensation claim receipt of plantation handed other agencies and its cost written off ( Net)	(1,01,25,581)		(2,27,720)	
		<b>27,44,54,611</b>		<b>31,61,92,894</b>
<b>Operating Profit Before Working Capital Changes</b>		<b>1,50,85,49,456</b>		<b>1,45,50,52,234</b>
<b>Adjustments for:</b>				
Trade Receivables	15,05,12,137		(8,67,43,743)	
Other Current/Non current assets	(52,27,02,698)		(25,84,29,473)	
Inventories ( Finished Goods/WIP)	(17,12,16,227)		(39,76,52,219)	
Plantations & Nursery	(92,30,433)		(31,66,29,675)	
Loans	2,79,83,365		(4,35,32,236)	
Trade Payables/Other Current Liabilities	1,64,06,217		16,68,47,388	
		<b>(50,82,47,638)</b>		<b>(93,61,39,957)</b>
<b>Cash generated from operation</b>		<b>1,00,03,01,818</b>		<b>51,89,12,276</b>
Direct Taxes Paid		(22,73,37,183)		(17,16,68,554)
<b>Net Cash inflow / (outflow) from Operating</b>		<b>77,29,64,635</b>		<b>34,72,43,722</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>				
Purchase of Property, Plant & Equipment		(2,00,70,925)		(22,63,44,808)
Purchase of term deposit		(2,09,92,45,396)		(1,84,25,71,483)
Receipt of term deposit		1,84,25,71,483		1,75,01,21,521
Proceeds from sale of Property, Plant & Equipment		76,409		1,86,264
Compensation Claim Receipt		1,01,25,581		2,27,720
Interest Income		14,31,49,067		15,62,35,281
<b>Net Cash used in Investing Activities</b>		<b>(12,33,93,781)</b>		<b>(16,21,45,505)</b>

<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>			
Share Capital from GOM		2,94,54,11,000	45,52,000
Funds from/to on Govt of Maharashtra /Other Agencies/ activities		(2,94,95,39,888)	(4,17,06,390)
Dividend with Tax paid		(3,32,91,870)	(2,16,23,470)
<b>Net Cash used in Financing Activities</b>		<b>(3,74,20,758)</b>	<b>(5,87,77,860)</b>
<b>Net Increase/(Decrease) in Cash and Cash</b>		<b>61,21,50,096</b>	<b>12,63,20,358</b>
<b>Opening Balance of Cash &amp; Cash Equivalents</b>		<b>2,42,29,23,189</b>	<b>2,29,66,02,831</b>
<b>Closing Balance of Cash &amp; Cash Equivalents</b>		<b>3,03,50,73,285</b>	<b>2,42,29,23,189</b>

Notes to Cash Flow Statement:

- a. The above cash Flow Statement has been prepared under the indirect method as set out in Indian Accounting Standard 7, 'Cash Flow Statement'
- b. The figures for the previous year have been regrouped where necessary to conform to current year's classification.
- c. Cash & Cash Equivalents consists of Cash & Bank Balance

As per our report of even date attached.

**For Jodh Joshi & Co**  
Chartered Accountants,  
F R No- 104317W

Sd/-  
**(CA Jaydeep Shah )**  
Partner  
M No. 041002

**For Ratan Chandak & Co**  
Chartered Accountants,  
F R No- 108696W

Sd/-  
**(CA Sudhir Baheti )**  
Partner  
M No. 042711

For and on behalf of the Board of Directors,

Sd/-  
**( Chandansingh Sadhusingh Chandel )**  
Chairman

DIN # 07524839

Sd/-  
**(Dr N Rambabu)**  
Managing Director  
DIN # 08135507

Sd/-  
**(CS Saurav Singh)**  
Company Secretary  
A - 22053

Place : Nagpur  
Date : 23.10.2018

Place : Nagpur  
Date : 23.10.2018

2017-18

(Amount in RS)

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	Cost as at 01.04.2017	Additions	Disposals( Sale / Adjustment)	Total Cost as at 31.03.2018	Accumulated Depreciation as at 01.04.2017	For the Year	Disposals( Sale / Adjustment)	Accumulated Depreciation as at 31.03.2018	As at 31st March 2018	As at 31st March 2017
<b>Tangible assets</b>										
(a) Freehold Land	1,10,738	-	-	1,10,738	-	-	-	-	1,10,738	1,10,738
(b) Roads Non Carpeted Roads	25,42,733	11,51,291	-	36,94,023	7,80,027	8,39,518	-	16,19,544	20,74,479	17,62,706
(c) Buildings										
i) Building RCC Frame Structure	10,98,17,122	-	-	10,98,17,123	84,84,112	17,45,317	-	1,02,29,428	9,95,87,694	10,13,33,010
ii) Building Other than RCC Frame structure	9,06,78,704	35,79,944	8,81,202	9,33,77,446	4,71,87,412	22,20,642	-	4,94,08,054	4,39,69,392	4,34,91,292
iii) Fences, Wells, Tube Wells	94,95,589	2,87,175	-	97,82,764	49,45,087	16,80,153	-	66,25,241	31,57,523	45,50,502
iv) Others ( including Temporary Structure etc)	1,47,74,386	3,46,177	-	1,51,20,563	94,58,609	24,89,963	-	1,19,48,572	31,71,992	53,15,777
<b>Total ( i to iv )</b>	<b>22,47,65,801</b>	<b>42,13,296</b>	<b>8,81,202</b>	<b>22,80,97,896</b>	<b>7,00,75,220</b>	<b>81,36,075</b>	<b>-</b>	<b>7,82,11,294</b>	<b>14,98,86,601</b>	<b>15,46,90,581</b>
(d) Plant and Machinery	1,68,77,327	7,31,094	13,400	1,75,95,022	35,46,158	10,22,327	13,399	45,55,086	1,30,39,935	1,33,31,169
(e) Furniture and Fixtures	3,46,05,915	78,20,185	-	4,24,26,100	1,00,48,575	37,43,333	-	1,37,91,908	2,86,34,192	2,45,57,340
(f) Vehicles										
1) Motor Cars	86,74,517	21,70,570	-	1,08,45,087	52,73,133	8,77,662	-	61,50,796	46,94,291	34,01,384
2) Other Vehicles	4,21,84,769	-	-	4,21,84,769	2,36,97,290	34,69,124	-	2,71,66,414	1,50,18,355	1,84,87,479
<b>Total ( i to ii )</b>	<b>5,08,59,286</b>	<b>21,70,570</b>	<b>-</b>	<b>5,30,29,856</b>	<b>2,89,70,423</b>	<b>43,46,786</b>	<b>-</b>	<b>3,33,17,209</b>	<b>1,97,12,646</b>	<b>2,18,88,863</b>
(g) Office equipment										
i) Office equipment	1,75,78,402	11,71,484	-	1,87,49,886	64,53,258	31,04,257	-	95,57,515	91,92,371	1,11,25,144
ii) Survey mathematical instrument	15,31,510	1,55,263	-	16,86,773	7,38,654	2,81,044	-	10,19,698	6,67,075	7,92,856
iii) Wireless Apparatus	11	-	1	10	-	-	-	-	10	11
<b>Total ( i to iii )</b>	<b>1,91,09,923</b>	<b>13,26,747</b>	<b>1</b>	<b>2,04,36,669</b>	<b>71,91,912</b>	<b>33,85,301</b>	<b>-</b>	<b>1,05,77,213</b>	<b>98,59,456</b>	<b>1,19,18,011</b>
(h) Computers	84,58,009	23,68,532	45,050	1,07,81,491	64,39,336	12,92,091	45,050	76,86,377	30,95,114	20,18,673
(i) W.F.P Assets (At Token Value)	1	-	-	1	-	-	-	-	1	1
(j) Computer Asset Under M.F.P (At Token Value)	1	-	-	1	-	-	-	-	1	1
<b>GRAND TOTAL ( a to j )</b>	<b>35,73,29,734</b>	<b>1,97,81,715</b>	<b>9,39,654</b>	<b>37,61,71,797</b>	<b>12,70,51,651</b>	<b>2,27,65,429</b>	<b>58,449</b>	<b>14,97,58,632</b>	<b>22,64,13,164</b>	<b>23,02,78,083</b>
Previous year (Including assets discarded but not sold)	19,13,41,465	16,60,31,834	43,561	35,73,29,734	10,71,04,795	1,99,78,298	(31,440)	12,70,51,651	23,02,78,083	8,42,36,668

Particulars	Cost as at 01.04.2017	Additions	Disposals( Sale / Adjustment)	Total Cost as at 31.03.2018	Accumulated Depreciation as at 01.04.2017	For the Year	Disposals( Sale / Adjustment)	Accumulated Depreciation as at 31.03.2018	As at 31st March 2018	As at 31st March 2017
<b>CAPITAL WORK IN PROGRESS</b>	66,12,978	2,89,210	(66,41,296)	2,60,893	-	-	-	-	2,60,893	66,12,978

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED.**

**Note-2 Loans**

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	Rs	Rs
<b>(a) Security deposits - Unsecured, Considered Good</b> Due from Directors Rs. Nil (Previous Year Rs. Nil)	1,34,18,900	1,85,29,302
<b>(b) Loans and advances to employees - Secured, Considered Good</b>		
i) Vehicle Advance	4,32,705	2,28,094
Interest Accrued but not due thereon	1,98,648	3,70,360
ii) House Building Advance	19,93,115	29,07,803
Interest Accrued but not due thereon	21,73,504	22,32,968
iii) Computer Advance	2,41,400	43,240
<b>Sub Total (a= i to iii)</b> Due from Directors Rs. Nil (Previous Year Rs. Nil)	<b>50,39,372</b>	<b>57,82,465</b>
<b>Grand Total</b>	<b>1,84,58,272</b>	<b>2,43,11,767</b>

**Note-3 Other Non-Current assets**

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	Rs	Rs
Unsecured, considered good		
(a) Compensation Claims for Plantation Assets receivable from Government/Other Agencies	2,89,13,53,082	2,33,76,71,385
(b) Others Receivables Due from Directors Rs. Nil (Previous Year Rs. Nil)	3,25,54,841	3,09,74,667
<b>Grand Total</b>	<b>2,92,39,07,923</b>	<b>2,36,86,46,052</b>

**Schedule A to Note 3-Other Receivables**

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	Rs	Rs
1) Hire charges receivable from Govt/Z.P.	-	50,316
2) Expenses on Tiger Safari of SGNP receivable from GOM	50,21,998	50,21,998
3) Expdt. incurred in respect of Warpani irrigation	11,037	11,037
4) Modern Forest Fire Control Project Exp. Receivable from Govt	2,75,21,806	2,58,91,316
<b>Grand Total</b>	<b>3,25,54,841</b>	<b>3,09,74,667</b>



FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED

**Note-4 Biological Assets**

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	Rs	Rs
(a) Nursery ( At Cost)	4,06,92,864	3,66,15,670
(b) Plantation ( At Cost)	9,69,02,43,845	9,68,50,90,605
<b>Grand Total</b>	<b>9,73,09,36,708</b>	<b>9,72,17,06,275</b>

**Note-4A Inventories**

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	Rs	Rs
(a) Work in Progress (At cost )	31,46,98,278	35,20,90,975
(b) Finished goods (At Net Realisable Value)	79,31,87,653	58,45,78,728
<b>Grand Total</b>	<b>1,10,78,85,930</b>	<b>93,66,69,704</b>

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**

**Note-5- Trade receivables**

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	(Rs)	(Rs)
<b>Trade Receivable</b>	<b>42,43,44,187</b>	<b>57,43,38,254</b>
Less: Provision for doubtful trade receivables	2,97,02,845	2,91,84,775
<b>Total :</b>	<b>39,46,41,342</b>	<b>54,51,53,479</b>
Secured Considered Good	31,76,39,556	47,61,40,129
Unsecured Considered Good	7,70,01,786	6,90,13,350
Includes: Due from Directors	-	-

**Note-6 Cash & Cash Equivalents**

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	(Rs)	(Rs)
(a) Balances with banks		
(i) In current accounts	9,83,55,905	8,52,38,168
(ii) In Savings account	83,11,72,714	48,57,07,494
(b) Cheques, drafts on hand	62,92,985	93,99,710
(c) Cash & Stamps in on hand	6,285	6,334
<b>Grand Total</b>	<b>93,58,27,889</b>	<b>58,03,51,706</b>

**Note-6A Bank Balances other than (ii)**

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	(Rs)	(Rs)
Deposits having maturity more than 3 months but not more than 12 months	2,09,92,45,396	1,84,25,71,483
<b>Grand Total</b>	<b>2,09,92,45,396</b>	<b>1,84,25,71,483</b>

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**

**Note-7 Loans**

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	(Rs)	(Rs)
Unsecured, considered good unless otherwise specified		
(a) Loans and advances to employees/Others	5,08,33,739	7,29,63,608
<b>Grand Total</b>	<b>5,08,33,739</b>	<b>7,29,63,608</b>
Includes:		
Due from Directors	-	-

**Note-7A Other Financial Assets**

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	(Rs)	(Rs)
(a) Accruals		
(i) Interest accrued on deposits/SB Account	3,77,51,346	2,70,53,451
<b>Grand Total</b>	<b>3,77,51,346</b>	<b>2,70,53,451</b>
Includes:		
Due from Directors	-	-

**Note-8 Other Current Assets**

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	(Rs)	(Rs)
Unsecured, considered good unless otherwise specified		
(a) Insurance Claim Receivable	13,79,139	14,52,067
(b) Others Receivables	5,82,96,155	10,46,50,933
(c) Prepaid expenses	18,81,571	29,48,720
(d) Deposit with Suppliers/Contractors/Other Agencies	86,27,638	43,89,850
(e) Deposit with MTDC receivable from beneficiaries under Eco-tourism	2,000	2,000
<b>Grand Total</b>	<b>7,01,86,503</b>	<b>11,34,43,570</b>
Includes:		
Due from Directors	-	-

**Forest Development Corporation of Maharashtra Limited**

**Note 9: Equity Share Capital & Statement of Changes in Equity (SOCIE)**

Particulars	Figures as at the end of current reporting period 31st March, 2018		Changes in Equity Shares Capital during the Year 2017-18		Figures as at the end of previous reporting period 31st March, 2017	
	Number of shares	(Rs)	Number of shares	(Rs)	Number of shares	(Rs)
<b>(a) Authorised</b> Equity shares of Rs 100 each with voting	3,30,00,000	3,30,00,00,000	2,95,00,000	2,95,00,00,000	35,00,000	35,00,00,000
<b>(b) Issued</b> Equity shares of Rs 100 each with voting rights ( Out of which 1,66,636 shares issued for consideration other than cash)	3,23,12,348	3,23,12,34,800	2,94,54,110	2,94,54,11,000	28,58,238	28,58,23,800
<b>(c) Subscribed and fully paid up</b> Equity shares of Rs 100 each with voting rights	3,23,12,348	3,23,12,34,800	2,94,54,110	2,94,54,11,000	28,58,238	28,58,23,800
<b>GRAND TOTAL OF SHARE CAPITAL</b>	<b>3,23,12,348</b>	<b>3,23,12,34,800</b>	<b>2,94,54,110</b>	<b>2,94,54,11,000</b>	<b>28,58,238</b>	<b>28,58,23,800</b>
The Company has only one class of equity shares having a par value of Rs 100 per share (Previous year Rs. 100 per share). Each Holder of the equity shares is entitled to one vote per share						

**Forest Development Corporation of Maharashtra Limited**

**Note 9: Equity Share Capital (contd.)**

**Shares held by shareholders holding more than 5% of aggregate shares in the Company**

Class of shares	Particulars	As at 31 March, 2018		As at 31 March, 2017	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
(a) Equity shares with voting rights	Governor of Maharashtra (including 2 shares held by 2 nominees)	3,23,12,348	100	28,58,238	100
(b) Preference shares	NIL	NIL	NIL	NIL	NIL

**Notes:**

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue	Bonus	Other Changes	Closing Balance
Equity shares with voting rights					
Year ended 31st March, 2018					
- Number of shares	28,58,238	2,94,54,110			3,23,12,348
- Amount	28,58,23,800	2,94,54,11,000	-	-	3,23,12,34,800
Year ended 31st March, 2017					
- Number of shares	28,12,718	45,520.00			28,58,238
- Amount	28,12,71,800	45,52,000	-	-	28,58,23,800

**Rights, Preference and Restriction Attached to Equity Shares :**

Particular	Current Year 31.03.2018	Current Year 31.03.2017
Voting Rights	3,23,12,348	28,58,238
Dividend Rights	3,23,12,348	28,58,238
Restrictions : Other Matters	-	-
<b>Total</b>	<b>3,23,12,348</b>	<b>28,58,238</b>

Details of share holding Company etc:

Not Applicable

Details of securities convertible into Equity Shares/ Preference Shares:

NIL

Forest Development Corporation of Maharashtra Limited  
Note 10 - Other Equity

Particulars	Figures as at the end of previous reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	Rs	Rs
<b>(A) Share Application Money Pending Allotment</b>		
Balance at the beginning of the reporting period	2,94,54,11,164	2,94,74,63,164
Addition during the year		25,00,000
Less: Allotment during the year	(2,94,54,11,000)	(45,52,000)
Less: Fractional amount Transfer to Mis Income	(164)	
Balance at the end of the reporting period	-	<b>2,94,54,11,164</b>
<b>Reserves &amp; Surplus</b>		
<b>(B) Capital reserve</b>		
Balance at the beginning of the reporting period	4,56,56,52,104	3,97,55,08,600
Changes during the year	54,04,79,243	59,01,43,503
<b>Balance at the end of the reporting period</b>	<b>5,10,61,31,347</b>	<b>4,56,56,52,104</b>
<b>(C) Retained Earnings</b>		
Opening balance	6,47,94,38,228	5,92,62,48,080
Add: Profit for the year	96,60,57,183	93,33,56,509
Income tax refund for earlier year	2,03,74,507	-
	7,46,58,69,917	6,85,96,04,589
Less: Appropriations		
i) Dividend distributed to equity shareholders	2,76,60,000	-
ii) Tax on dividend	56,31,870	-
iii) Capital reserve for management plan (Mandatory) Plantations	38,39,75,831	38,01,66,361
<b>Closing balance of Surplus (C)</b>	<b>7,04,86,02,216</b>	<b>6,47,94,38,228</b>
<b>GRAND TOTAL ( (A) + (B) +(C))</b>	<b>12,15,47,33,563</b>	<b>13,99,05,01,495</b>

Note 11 Borrowings

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	Rs	Rs
Unsecured Loan from Government of Maharashtra Under World Bank Assistance for Maharashtra Forestry Project	NIL	NIL
<b>Grand Total</b>	-	-

Note 12 Trade payables

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	Rs	Rs
<b>Trade payables:</b>		
Trade payables - Due to Others (other than SSI undertaking)	21,65,820	61,57,524
<b>Grand Total</b>	<b>21,65,820</b>	<b>61,57,524</b>



FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED

Note 13 Other current liabilities

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	Rs	Rs
(a) Trade deposits from Suppliers/ Contractors	2,17,27,309	1,88,62,806
(b) Advances from Customer & Others	39,96,84,138	23,22,57,375
(c) Statutory / Other remittances payable (TDS, PT, Contributions CPF and Contributions to CPF and VAT etc.	8,79,86,671	11,57,93,997
(d) Other payables	58,77,62,402	60,58,93,720
(e) Other deposits under various Govt Schemes	1,10,85,21,272	1,21,62,93,515
<b>Grand Total</b>	<b>2,20,56,81,793</b>	<b>2,18,91,01,413</b>

Note 14 Current Tax Liabilities (Net)

Particulars	Figures as at the end of current reporting period 31st March, 2018	Figures as at the end of previous reporting period 31st March, 2017
	Rs	Rs
<b>Current Tax Liabilities (Net)</b>	58,24,115	20,06,574

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**  
**Note 15 Revenue From Operations**

Particulars	Figures for the current reporting period 31.03.2018	Figures for the previous reporting period 31.03.2017
	Rs	Rs
(a) Sale of products (Gross) (Refer Note 15(i))	2,06,78,85,966	1,60,61,44,468
Less: Goods Return	2,17,850	4,00,300
Sale of Products (Net)	2,06,76,68,116	1,60,57,44,168
(b) Turnkey Plantation Receipts	13,42,72,540	8,60,13,057
(c) Other operating revenues	1,74,29,715	1,37,25,059
(d) Receipts from Eco-tourism	1,02,47,069	1,02,02,633
<b>Total of Revenue From Operations</b>	<b>2,22,96,17,440</b>	<b>1,71,56,84,918</b>

**Note -15(i)**

Particulars	Figures for the current reporting period 31.03.2018	Figures for the previous reporting period 31.03.2017
	Rs	Rs
(i) <b>Sale of products (Gross) comprises:</b>		
a) Plantation Thinning Activity	95,68,86,587	1,02,76,10,893
b) Harvesting Activity	14,50,72,846	6,55,98,050
c) Overwood Removal Activity	96,28,74,515	50,40,06,123
d) Others ( Includes Seed, Teak Stump/Plants,Compost/Vermi Compost etc )	30,52,018	89,29,402
e) Medicinal Plant activity	-	-
<b>Total- Sale Of Products</b>	<b>2,06,78,85,966</b>	<b>1,60,61,44,468</b>
(ii) Goods Return :		
a) Plantation Thinning Activity	2,050	-
b) Harvesting Activity	1,800	74,900
c) Overwood Removal activity	2,14,000	3,25,400
<b>Total - Goods Return</b>	<b>2,17,850</b>	<b>4,00,300</b>

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**

**Note 16 Other Income**

Particulars	Figures for the current reporting period 31.03.2018	Figures for the previous reporting period 31.03.2017
	Rs	Rs
(a) Interest income (Refer Note 16(i) below)	14,31,49,067	15,62,35,281
(b) Compensation Claim Received	1,01,25,581	2,27,720
(c) Other non-operating income	1,51,28,432	82,48,536
<b>Grand Total - Other Income</b>	<b>16,84,03,080</b>	<b>16,47,11,536</b>

Note 16(i)

Particulars	Figures for the current reporting period 31.03.2018	Figures for the previous reporting period 31.03.2017
	Rs	Rs
(i) Interest income comprises:		
Interest from banks on:		
Deposits	11,98,81,401	14,36,95,508
Other balances	1,99,54,064	1,20,10,674
Interest on loans and advances	3,59,299	5,29,099
Interest on Income Tax refund	29,54,303	-
<b>Grand Total - Interest income</b>	<b>14,31,49,067</b>	<b>15,62,35,281</b>

FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED

Note 17 Cost of material Consumed

Particulars	Figures for the current reporting period 31.03.2018	Figures for the previous reporting period 31.03.2017
	Rs	Rs
Thinning Activity ( Incl plantation cost w/off Rs 303.40 Lacs) (previous year Rs 207.33 Lacs)	41,17,12,517	44,99,50,243
Harvesting Activity	8,61,62,401	5,86,22,590
Overwood removal activity	27,89,85,864	23,56,80,913
Apportionment of Common Expenditure On Thinning Activity	10,75,40,400	12,23,01,788
Apportionment of Common Expenditure On Harvesting Activity	1,99,70,440	95,94,161
Apportionment of Common Expenditure On Overwood removal activity	6,65,30,848	5,55,43,213
Seed Collection activities  incl cost of seed plot Rs 2.96 Lac written off) (Previous year 3.70 Lac)	1,11,73,331	96,21,280
Compost/ Vermi Compost Activities	22,82,453	17,90,886
Medicinal Plant Activities	88,55,053	1,08,63,866
Turnkey Plantation Expenses	13,12,10,928	9,21,57,931
Cost of Teak Stumps/Seedlings/Polypots etc sold	7,43,353	64,04,859
Less: Used for Departmental purposes		
Cost of Seed used for departmental works	(64,75,915)	(65,75,974)
Cost of Compost/Vermi Compost used for Dept works	(17,82,836)	(10,25,254)
Cost of departmentally used Thinning materials	(80,103)	(1,12,602)
Cost of departmentally used Harvesting materials	(18,35,063)	-
Cost of departmentally used Overwood removal materials	(5,266)	-
Cost of thinning material burnt written off	-	(93,666)
<b>Total Cost of Material Consumed</b>	<b>1,11,49,88,405</b>	<b>1,04,47,24,233</b>

Note 17.1 Changes in Inventories of Finished Good and work in Progress

Particular	Figures for the current reporting period 31.03.2018	Figures for the previous reporting period 31.03.2017
	Rs	Rs
<b>Work In Progress</b>		
Opening Balance (A)	12,20,57,134	8,10,35,255
Closing Balance (B)	6,90,13,197	12,20,57,134
<b>Changes in Work in Progress C= (A-B)</b>	<b>5,30,43,938</b>	<b>(4,10,21,880)</b>
<b>Finished Goods</b>		
Opening Balance (D)	58,45,78,728	24,12,46,757
Closing Balance (E)	79,31,87,653	58,45,78,728
<b>Changes in Finished Goods F= (D-E)</b>	<b>(20,86,08,924)</b>	<b>(34,33,31,972)</b>
<b>Changes in Inventories of Finished Good and work in Progress G=C+F</b>	<b>(15,55,64,987)</b>	<b>(38,43,53,851)</b>

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**

**Note 18 Employee Benefits Expenses**

Particulars	Figures for the current reporting period 31.03.2018	Figures for the previous reporting period 31.03.2017
	Rs	Rs
a) Common Expenses		
1) Salaries and wages	18,48,15,726	18,01,54,677
2) Contributions to provident and other funds		
Grauity	2,54,70,438	70,58,039
Leave Encashment & Retirement Benefit	51,89,432	2,63,48,168
Pension / Leave Salary Contribution	45,80,541	48,39,092
CPF Contribution & Other Contribution	1,91,15,571	1,88,51,251
3) Staff Welfare Expenses	16,824	10,04,004
Gross Employee Benefits Expenses	23,91,88,532	23,82,55,231
Less : 90% Common Exp transferred (As per Note 21 read with Note 24)	21,52,69,679	21,44,29,708
b) Non Common Expenses		
1) 5th & 6th Pay Contribution	5,00,00,000	-
2) Incentive to Employees	4,00,00,000	-
<b>Employee Benefits Expenses</b>	<b>11,39,18,853</b>	<b>2,38,25,523</b>

**Note 19 Depreciation & Amortization Expenses**

Particulars	Figures for the current reporting period 31.03.2018	Figures for the previous reporting period 31.03.2017
	Rs	Rs
a) Common Expenses		
Depreciation as per Note 1A	2,27,65,429	1,99,78,298
Less :-Transfer to Other Activity	29,11,424	28,59,025
Net Depreciation	1,98,54,005	1,71,19,273
Less : 90% Common Exp transferred (As per Note 21 read with Note 24)	1,78,68,604	1,54,07,345
<b>Depreciation &amp; Amortization Expense</b>	<b>19,85,401</b>	<b>17,11,928</b>

Note 20 Other expenses

Particulars	Figures for the current reporting period 31.03.2018	Figures for the previous reporting period 31.03.2017
	Rs	Rs
a) Common Expenses		
Administrative Expenses :		
Remuneration to managing director	27,90,629	14,65,827
Sitting Fees to directors	7,500	6,500
Travelling and Conveyance	55,22,122	53,09,637
Rent	12,69,417	13,55,967
Rates and taxes	15,83,104	8,36,027
Advertisement	2,57,035	3,02,334
Books and periodicals	2,21,758	1,33,558
Printing and stationery	32,80,216	39,48,655
Postage, Telephones & Telegrams	19,33,147	26,95,737
Office expenses	1,93,09,730	1,74,31,018
Bank Charges/Commission	2,51,258	2,16,792
Uniform expenses for staff	1,44,100	3,34,067
Insurance of assets	7,88,968	7,47,045
Website expenses	49,200	77,974
Training expenses	15,48,130	5,15,810
Repairs and Maintenance to :		
Roads and Buildings	1,80,40,361	1,50,63,140
Plant and Machinery	4,59,509	11,26,987
Vehicles	95,57,210	1,02,30,771
Less : Common Exp transferred (As per Note 21 read with Note 24)	6,70,13,393	6,17,97,845
Sub Total of Common Expenses	6,03,12,054	5,56,18,060
b) Non- Common Expenses		
Administrative Expenses :		
Honorarium to Chairman	1,26,000	1,15,500
Payment to Auditors as :		
Audit fees	2,75,880	2,62,200
Tax audit fees	72,600	69,000
Mvat audit fees	2,42,000	2,30,000
Gratuity trust audit fees/contribution	6,17,700	4,44,565
out of pocket expenses ( Reimbursement of Travelling expenses)	16,100	50,521
Service Tax	13,50,280	11,71,786
Professional tax	6,639	1,54,343
Mvat/GST Expenses	2,000	2,000
Filing fees and registration fee	18,25,617	36,31,231
Legal expenses	2,65,75,798	90,307
Stamp duty	17,41,406	8,68,416
Exp-Eco tourism	29,45,411	4,735
Total Expenditure	1,74,58,710	1,53,17,616
Less : Transfer to respective activity	27,90,868	19,63,711
Net Expenditure	1,46,67,842	1,33,53,905
Research & Development	1,05,615	4,80,575
CSR Expenditure	1,49,61,000	1,37,01,000
Preparation of Management Plan	19,650	-
Expenditure on Dr APJ Kalam Park	46,75,425	12,19,141
Amount written off	8,86,310	38,92,862
Retrenchment Compensation	-	2,10,073
Compensation for Wildlife Attack etc	1,10,18,419	65,71,790
Provision for doubtful debts & Advance	11,15,252	40,97,335
Sub Total of Non Common Expenses (b)	8,18,96,663	4,94,49,498
<b>Grand Total</b>	<b>8,85,98,002</b>	<b>5,56,29,283</b>



FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED

Note No. " 21 "

Apportionment of 90% Common Expenses for the year 2017-18

(Amount in Rs.)

Sr. No.	Activity	Figures for the current reporting period 31.03.2018	Figures for the previous reporting period 31.03.2017
		Share of Common Expenses	Share of Common Expenses
	As per Note No.24		
1	Maharashtra Forestry Project	59,751	28,161
2	Wasteland Development Programme (Under Bank Finance)	3,723	10,095
3	Ongoing Teak Plantations Programme	20,47,230	84,41,800
4	Enrichment Plantations Programme	2,059	
5	Management Plan (Mandatory) Plantations Programme	5,77,66,239	5,94,39,920
6	Turnkey Plantations (work in progress)	2,86,23,865	2,76,96,846
7	Medicinal Plant Under NMPB	9,29,539	9,06,883
	<b>Total (1 to 7)</b>	<b>8,94,32,406</b>	<b>9,65,23,705</b>
8	Thinning Activity Cost of Materials	10,75,40,400	12,23,01,788
9	Harvesting Activity Cost of Materials	1,99,70,440	95,94,161
10	Overwood Removal Activity Cost of Materials	6,65,30,848	5,55,43,213
11	Turnkey Plantation (Completed Projects)	99,76,243	14,92,246
	<b>Total (8 to 11)</b>	<b>20,40,17,931</b>	<b>18,89,31,408</b>
	<b>GRAND TOTAL</b>	<b>29,34,50,337</b>	<b>28,54,55,113</b>

## **FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**

### **NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2018**

#### **Note 22. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### **a. Basis of preparation of financial statements**

In accordance with notification issued by Ministry of Corporate Affairs (MCA), the Company has adopted Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rule, 2015 with effect from 01<sup>st</sup> April 2016. Previous period have been restated to Ind AS. These financial statements have been prepared in accordance with Ind AS as notified under Companies (Indian Accounting Standards) Rule, 2015 read with Section 133 of Companies Act, 2013.

The financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and liabilities that are measured at fair values as required under relevant Ind AS.

The accounting policies followed in preparation of these financial statements are consistent with those followed in the previous year.

##### **b. Use of estimates**

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period reported. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements, actual results could differ from those estimates.

Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Any revision to accounting estimates is recognized prospectively in the future periods.

Examples of such estimates include provisions for doubtful debts, income taxes, the useful lives of property, plant & equipment etc.

##### **c. Cash and cash equivalents & Bank Balances**

Cash and cash equivalents in the balance sheet comprise of Balances with banks, cash & postal stamps in on hand & Cheques, drafts on hand. It includes term deposits with original maturities of 3 months or less.

Bank balances in the balance sheet comprises of Deposits having maturity more than 3 months but not more than 12 months.

##### **d. Common Expenditure**

As per past practice, the establishment and other overheads which are treated as common expenses for Company as a whole, are apportioned and capitalized to certain long term earmarked activities executed during the year and balance to the Profit and Loss Account, as explained in Note No.24. read with note 21.

**e. Direct Expenditure**

The expenses directly allocated and incurred for activities are generally charged to those respective activities. Such expenses include wages, materials, establishment and other overheads cost.

The expenditure on stores and spares incurred during the year is charged to the respective heads of account during the year.

**f. Biological Assets**

Biological assets i.e. nursery, forestry plantations are valued on cost basis, as quoted market prices are not available for forest plantations & for which alternative fair value measurements are not reliable.

A reconciliation of the carrying amounts of each class of biological asset at the beginning and end of the reporting period showing additions, disposals and other adjustments is not disclosed separately because of valuation for addition / deletion of natural growth of plantation and nursery is not possible.

Expenditure equal to 10% of opening balance and additions during the year under Establishment of nursery account and 20% of gross expenditure under Establishment of Root trainer/Clonal nursery account is transferred to Teak nursery account, Root trainer / Clonal nursery account respectively. Where no nursery works are in operation, 10% / 20% of such expenditure is written off to profit & loss account. However, even where the nursery works are partly in operation, out of such 10% / 20% expenditure in proportion of actual utilisation of capacity compared to the targeted, is written off.

**g. Writing off the Plantation Cost and cost of Seed Plots**

i) The proportionate initial plantation cost pertaining to the respective areas is written off in proportion that the trees removed bear to the trees standing immediately before thinning to take due cognizance of the differing survival percentage in different areas. The initial plantation cost of Bamboo plantations is written off in total eight cuts. The cost of the medicinal plantations is written off in the year of production considering the different period for the different plants. In respect of the plantations which are handed over to the project authorities or Govt. as per orders, the total initial plantation cost is written off / adjusted in the accounts. The development expenditure in respect of seed plots in Seed Units is written off at the rate of 20% of the opening balance in that account.

ii) Unsuccessful plantations in certain segments are not written off until the overall current realizable value of plantation cost included as Biological asset in the Balance Sheet is sufficient to cover the loss in one or more segments so estimated.

**h. Property Plant & Equipment and capital work-in progress**

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognized as on 1st April, 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

Property Plant & Equipment, both tangible and intangible, are stated at cost of acquisition/construction less accumulated depreciation. Cost includes purchase price, taxes, duties, freight and other directly attributable expenses of bringing the assets to its working condition for the intended use. Other pre operative expenses for

major projects are also capitalized, where appropriate.

Capital work-in-progress comprises advances paid to acquire Property Plant & Equipment and cost of Property Plant & Equipment that are not yet ready for their intended use at the year end.

The cost of building materials on hand and unconsumed on the date of Balance Sheet is included under separate head "Capital Work in Progress"

#### **i. Depreciation and amortization**

Depreciation on tangible Property Plant & Equipment is provided based on useful life of the asset as prescribed in Schedule II of the Companies Act, 2013.

Pursuant to the enactment of Companies Act, 2013 the Company has applied the estimated useful lives as specified in Schedule II. Accordingly the unamortized carrying value is being depreciated/ amortized over the revised/ remaining useful lives. The written down value of Property Plant & Equipment whose live have expired as on 01.04.2014 have been adjusted, in the opening balance of retained earning.

Proportionate depreciation for the additions/subtractions of these assets has been calculated taking entire month as base of addition /subtraction. No depreciation on the assets discarded but not sold is provided after having been discarded. Further the Property Plant & Equipment transferred to the project authorities or Govt. as per orders are written off at the written down value.

Assets individually costing up to Rs. five thousand are fully depreciated in the year of purchase.

#### **j. Impairment of assets**

The carrying amounts of the Company's assets are reviewed at each Balance Sheet date to determine whether there is any impairment. Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Impairment loss is recognized in the statement of profit and loss or against revaluation surplus, where applicable.

#### **k. Grants Accounting**

The Company recognizes government grants only when there is reasonable assurance that the condition attached to them shall be complied with, and the grant will be received.

Government grants of the nature of promoter's contribution are credited to reserve and treated as a part of shareholders fund.

Government grants related to revenue are recognized on a systematic basis in the profit and loss statement over the periods necessary to match them with related costs which they are intended to compensate. Such grants are either shown separately under Income or deducted in reporting the related expense.

The funds received from Government for specific activities are credited to the funds accounts of the respective activities.

## **l. Investment**

A Current investment is an investment that is by its nature readily realizable and is intended to be held for not more than one year from the date on which such investment is made.

## **m. Research and Development Expenditure**

The expenditure incurred in-house or otherwise under the head "Research and Development" including the expenditure on Irrigated/Energy plantation etc. undertaken as Research and Development i.e. on experimental basis is wholly charged to the Profit and Loss A/c under that head in the year in which it is incurred.

## **n. Revenue Recognition**

Revenue from sale of goods is recognized on transfer of all significant risks and rewards of ownership to the buyer, and are stated net of trade discounts, rebates.

The Profit or Loss in turnkey projects is recognized by the Company in the year of completion of project/termination of contract.

## **o. Leave encashment**

The Company provides for the leave encashment retirement benefit for employees. The employees are entitled to accumulate leave subject to certain limits, for future encashment. The liability is provided based on the annual amount informed by Life Insurance Corporation of India.

## **p. Gratuity**

Liabilities with regard to the gratuity benefits payable in future are determined by LIC at each Balance Sheet date using the Projected Unit Credit method. Actuarial gains and losses arising from changes in actuarial assumptions are recognized in the Statement of Profit and Loss in the period in which they arise.

Gratuity is funded through group gratuity insurance scheme of the Life Insurance Corporation of India ('LIC').

Gratuity is provided on the basis of valuation done by LIC for the eligible time-scale employees of the Company.

## **q. GST/ MVAT Recovery and Payments**

MVAT / GST recovery and payments are recorded in the separate account maintained for that purpose. Any undisputed tax demands for earlier years assessments not ascertainable earlier are accounted for in the year in which same are paid or received.

## **r. Compensation claim for area transferred to Government Department/ Agencies**

The compensation claims of properties in Plantations & others to be transferred to the Govt. Department / Agencies are recognized on the basis of claims preferred by the Company, after approval of the proposal by the Government. In case of surrender of plantations and other assets, to the Government departments, the compensation claims are recognized on cost basis.



**s. Provisions and Contingent Liabilities**

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

A Provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation and in respect of which a reliable estimate can be made. Provision is not discounted and is determined based on best estimate required to settle the obligation at the yearend date.

Contingent Assets are not recognized or disclosed in the financial statements.

**t. Accounting for taxes on income**

Tax expense comprises current income tax and deferred tax charge or credit. Current tax provision is made annually based on the tax liability computed in accordance with provision of the Income tax Act, 1961.

Deferred tax on timing differences between taxable income and accounting income is accounted for, using the tax rates and the tax laws enacted or substantively enacted as on the balance sheet date. Deferred tax assets are recognized only when there is a reasonable certainty of their realization.

**u. Cash Flow Statement**

Cash flow are reported using the indirect method, whereby profit before tax is adjusted for the effect of transactions of a non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

**v. Inventories**

As per para 3(a) of Ind AS -2 (Inventories) is not applicable to the Company as it specifically excludes Biological assets related to agricultural activities and agricultural produce / forest produce at point of harvest.

Inventory consists of work in progress is valued on cost basis. The valuation of products that are the result of processing after harvest i.e. the closing stock of forest produce ready for sale is valued on the basis of its Net realisable value/ fair value and changes in that value are recognized in profit or loss in the period of change.

**w. Earnings per share**

Basic EPS is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year

**x. Proposed Dividend**

Dividend recommended by the Board of directors is not provided for in the accounts, pending approval at the Annual General meeting. Dividends on shares are recorded as a liability on the date of approval by the shareholders.

**Note 23. Equity – Conversion of Share application money**



In the Financial Year 2017-18, the Company have allotted Rs. 29454.11 lakh shares in favor of Hon. Governor of Maharashtra vide 182<sup>nd</sup> Board Meeting held on 29.09.2017.

**Note 24. Apportionment of Common Expenditure**

Out of the total common expenses during the year of Rs. 3260.56 Lac (Previous year Rs. 3171.72 Lac) an amount of Rs.894.32 Lac (Previous year Rs. 965.24 Lac) has been capitalized to certain long term activities in proportion to field expenses during the year in these activities.

**Note 25. Forest Development Tax Scheme**

The funds provided by Government of Maharashtra to implement Forest Development Tax schemes have been included under Other Equity - Reserve and Surplus in the Balance Sheet, since the same are not considered in the nature of loans and advances.

**Note 26. Wasteland Development Programme**

The Wasteland Development Programme under Government finance as well as under Bank finance has been implemented pursuant to G. R. No. FLD-1086/303/CR-3/F-2 dt. 3rd June 1987, No. EGS-1188/188/EGS-6 dt.7th February 1989 and No. FDM-1090/2400/CR-73/90/F-2 dt. 1st February 1991. The Wasteland Development Programme under government finance including EGS / MREGS is being carried on, as agency of Govt. of Maharashtra. The funds provided by the Govt. for establishment cost & overheads and expenses of the activities of Waste Land Development Programme has been appropriated under Other Equity -Reserve & Surplus, Unsecured Loans & Current Liabilities depending upon the nature of receipts & the expenditure is also appropriated in the respective plantations account, accordingly. The expenditure of Rs. 212.59 Lac (Previous year Rs. 280.90 Lac) in excess of the funds received under these programmes is shown under other Current assets as receivable. The expenditure under MREGS includes an expenditure of Rs. 112.14 Lac (Previous year Rs.112.14 lac) incurred by RFO in West Nasik FPDn, during 2012-13 is subject to the result of enquiry initiated which is under progress.

**Note 27. Medicinal Plantation Activity**

The Funds from different sources of Medicinal Plantation Activity of the company are included under the Reserve and Surplus / Deposit and advances in Balance sheet and the expenditure is charged to the Medicinal Plantation Activity under Biological Assets. The Establishment costs and overheads of the Medicinal Plant conservation and development branch is charged in the medicinal plantation harvesting activity.

**Note 28. Modern Forest Fire Control Project**

The balance with scheduled bank of Rs. 0.13 Lac (Previous year Rs. 0.17 Lac) as at 31.3.2018 and other assets belonging to Modern Forest Fire Control Project, though held in the name of the Company, have not been shown in the Balance Sheet as at 31st March, 2018 since the project is being carried on by the Company on behalf of Govt. of Maharashtra on cash basis system without charging any commission. The project received an amount of Rs. 330.00 Lac (Previous year Rs. 288.73 Lac) during the year 2017-18 and incurred expenditure of Rs. 335.42 Lac (Previous year Rs. 348.25 Lac). The excess expenditure incurred up to previous year by the Company is receivable from Govt. The consolidated receivable of Rs. 275.22 Lac (Previous year Rs. 258.91 Lac) for excess expenditure is being pursued with the Govt. **(Refer Note 3A)**

**Note 29. Activities/ Schemes under CAMPA**

The Govt of India has released funds under CAMPA for Natural Assisted Regeneration, Forest Management, Infrastructure Development, Wild Life Protection & Management and other allied activities, through PCCF, MS, Nagpur. The funds received and expenditure (net of expenditure) has been included under Other Current Liabilities and Other Equity - Reserve and Surplus in the balance sheet.

**Note 30. Gorewada International Zoo**

Gorewada Project at Nagpur is under implementation as per G.R. No.WLP/1009/CR-119/F-1 dt. 25.11.2011 without any agency commission. For this year Rs. 2000.00 Lac (Previous year Rs. 3200.00 Lac) has been received by the Company and expenditure to the tune of Rs. 2905.25 Lac (Previous year Rs. 191.27 Lac) has been incurred by the Company during the year. Funds provided by the Government are not in the nature of Unsecured Loans & Advances accordingly the funds received and expenditure incurred (net of expenditure) has been included under the head "Other current liabilities". Interest on unutilized funds if any is included in other income.

**Note 31. Seed Farms**

Seed farms admeasuring 90.00 ha. (Approx.) at Makhamalabad, Taloda, Kinwat and Amgaon along with their assets taken from the Forest Department are in use and control of the Company. The terms and conditions for the use thereof have not been determined till 31.3.2018.

**Note 32. Removal of Overwood / Harvesting Activity**

The Govt. of India in the Ministry of Environment and Forests approved the working of forests subject to creation and maintenance of the Management Plan (Mandatory) Plantations Reserve out of the surplus funds of that activity. During the year, the Company carried on the activity of Removal of Over wood under Teak Plantation Working Circle, and harvesting works in other working circles. The total expenditure and revenue under this activity during the year, has been disclosed under the cost of material consumed account and sales account respectively. The Company has incurred the expenditure of Rs. 2853.72 Lac (Previous year Rs. 2318.05 Lac) on the Management Plan (Mandatory) Plantations activity under Biological assets. In view of the linkage of keeping aside the adequate funds for the creation and maintenance of Management Plan (Mandatory) plantations for future, out of sale proceeds of the harvested crop, the total resources required of Rs.3839.76 Lac (Previous year Rs. 3801.66 Lac) has been provided during the year, as per the applicable rates of minimum wages.

**Note 33. Transfer of Forest Areas to Company**

The Govt. of Maharashtra issued letter No .FDC-1094/CR-578/F-5 dated 11.9.1997 and the G.R. No. FDC-1094/CR-578/F-5 dt.23.9.1997 finalizing the forest areas transferred to FDCM Ltd. The terms and conditions of transfer by Patta deed etc. are yet to be finalized by the Govt.

As per para (IX) of G.R.No.FDC-1074/64746/F-5 dt. 27th June 1978, FDCM Ltd. was required to pay the lease rent of Re.1/- per annum for the period of 5 years from the commencement of the lease or actual taking over the leased land whichever is earlier. After expiry of this period, the FDCM was to pay Govt. of Maharashtra such lease rent, as may be fixed. However the lease rent has not been fixed so far. Vide G.R. No. FLD-1087/ 2462/CR-347/F-2 dt. 6.9.1990, FDCM Ltd. is required to pay Re.1/-

patta rent per block per year. However, since the patta of forest land has not been executed till 31.3.2018 the exact liability of patta rent has not been ascertained and provision of lease rent as per earlier G.R. DT. 27.06.1978 is made by the Company up to 31.3.2018.

**Note 34. Transfer of Areas by Company to Forest Department**

Board of Directors have passed resolution to close the activities in Nundurbar FPD of Nashik Region in the 177<sup>th</sup> meeting held on 27.06.2016. The Govt. vide GR No. FDC-2016/CR-122/F-5 dt. 18.01.2017 has accorded approval for handing over the areas of 17512.488 ha. of Nundurbar FPD to Forest Department. Out of the total areas as mentioned above, areas of 5226.590 has been handed over to Forest Department upto 31.03.2017 and remaining areas of 12285.898 ha have been handed over to Forest Deptt. during 2017-18.

**Note 35. Possession of Company's Land & Buildings by Forest Department**

The Land and buildings at Chopda, of the erstwhile Yawal Division of Nashik Region amounting to Rs. 21.90 Lac (Previous year Rs.21.90 lac) is in possession of Forest Dept. The consideration or otherwise of the same is yet to be finalized and hence the ownership of the same still lies with the company.

**Note 36. Physical Verification of Inventory**

No physical verification of closing stock is done by the management at the year end, however the following discrepancies were noticed in earlier years.

i) In the physical verification the difference due to shortage in the stock of material, of Rs. 34.56 Lac (Previous year Rs. 34.56 Lac) has been observed in Central Chanda Division and Rs. 5.31 Lac (Previous year Rs. 5.31 Lac) in Markhanda Division. Since the matter is under administrative action, the same is kept under stock in suspense account.

ii) In Pranhita F.P.Dn. material costing to Rs. 5.18 Lac (Previous year Rs. 5.18 Lac) burnt by antisocial elements at Jimalgatta Sale depot is shown under stock in Suspense A/c, since the matter is under administrative action.

**Note 37. Disclosure of Gratuity & Leave Encashment retirement benefits to employees**

**A) Gratuity in respect of FDCM Limited employees excluding Vanmajoor:-**

1	Assumption	As on 31.03.2017	As on 31.03.2018
	Discount Rate	8.00 %	7.50 %
	Salary Escalation	10.00 %	10.00 %

2	Table showing changes in present value of obligation as on 31.03.2018		Amount In Rs.
	Present value of obligations as at beginning of year	367637048.00	326388188.00
	Interest cost	29410964.00	26111055.00
	Current Service cost	10861865.00	8641266.00
	Benefits paid	(84619427.00)	(56278801.00)
	Actuarial (gain) / loss on obligations	3097738.00	71854923.00
	Present value of obligations as at end of year	326388188.00	376716631.00

3	<b>Table showing changes in fair value of plan assets as on 31.03.2018</b>		
	Fair value of plan assets as at beginning of year	330468365.00	322121256.00
	Expected return on plan assets	27643106.00	23219666.00
	Contributions	48629212.00	15407633.00
	Benefits paid	(84619427.00)	(56278801.00)
	Actuarial gain / (loss) on Plan assets	-NIL-	-NIL-
	Fair value of plan assets at end of year	322121256.00	304469754.00
4	<b>Table showing fair value of plan assets</b>		
	Fair value of plan assets at beginning of year	330468365.00	322121256.00
	Actual return of plan assets	27643106.00	23219666.00
	Contributions	48629212.00	15407633.00
	Benefits paid	(84619427.00)	(56278801.00)
	Fair value of plan assets at the end of year	322121256.00	304469754.00
	Funded status	(4266932.00)	(72246877.00)
	Excess of Actual over estimated return on plan assets	-NIL-	-NIL-
	(Actual rate of return=Estimated rate of return as ARD falls on 31st March)		
5	<b>Actuarial Gain / Loss recognized as on 31.03.2018</b>		
	Actuarial (gain) / loss on obligations	(3097738.00)	(71854923.00)
	Actuarial (gain) / loss for the year – plan assets	-NIL-	-NIL-
	Actuarial (gain) / loss on obligations	3097738.00	71854923.00
	Actuarial (gain) / loss recognized in the year	3097738.00	71854923.00
6	<b>The amounts to be recognized in the balance sheet and statements of profit and loss</b>		
	Present value of obligations as at the end of year	326388188.00	376716631.00
	Fair value of plan assets as at the end of the year	322121256.00	304469754.00
	Funded status	(4266932.00)	(72246877.00)
	Net asset / (liability) recognized in balance sheet	(4266932.00)	(72246877.00)
7	<b>Expenses recognized in statement of Profit and Loss</b>		
	Current Service cost	10861865.00	8641266.00
	Interest cost	29410964.00	26111055.00
	Expected return on plan assets	(27643106.00)	(23219666.00)
	Net actuarial (gain) / loss recognized in the year	3097738.00	71854923.00
	Expenses recognized in statement of Profit and loss	15727461.00	83387578.00

B) Company has finalized the scheme of gratuity for vanmajoor with LIC. However,



the LIC has shown its inability to provide required information under AS-15 for the purpose of disclosure in respect of Vanmajoor. Hence the disclosure could not be made.

C) The LIC has also shown inability to provide the information required for disclosure in respect of leave encashment retirement benefit. Hence the disclosure could not be made.

**Note 38. Corporate Social Responsibility (CSR)**

The FDCM-CSR Trust have been formed by the company to manage the CSR activities of the Company.

**Note 39. Compensation Claim**

During the year, the Compensation claims of the properties/plantations of the Company of Rs. 101.26 Lac (Previous year Rs. 2.28 Lac) have been accounted for as per the directives of the Board. (Refer Note 16)

Further Compensation Claims for Plantation assets are receivable from Government & other agencies Rs. 28913.53 Lac ( Previous year Rs. 23376.71 Lac) (Refer Note 3)

Company is pursuing the matter for recovery of compensation claims from Government & Government agencies. No receivables are treated as doubtful for any provision though the amount is pending from long period since it is outstanding from Government & Government agencies.

**Note 40. Accounting of Sale of Material in the areas of Mansinghdeo Wildlife Sanctuary**

Amount received from sale of material from the areas under Mansinghdeo Wildlife Sanctuary transferred to Forest Deptt. in Nagpur F.P.Dn. is included under other payable to C.C.F. Wildlife M.S. Nagpur for Rs. 12.07 Lac (Previous year Rs.12.05 Lac) under other current liabilities after deducting the expenses incurred as per directives of the Hon'ble Supreme Court.

**Note 41. Interest on un-utilized Funds & Other Income**

Interest earned on investment of Company is included under Other Income. Interest earned is considered as liability/other payable where specific instructions are given by Government/funding agencies.

No provision of interest on the amounts remaining to be paid to Govt. and other un-utilised Govt. funds under certain activities being carried out has been made in absence of any directives from the Govt.

**Note 42. Micro, Small and Medium Enterprises Development Act 2006**

Based on the information available with the Company, there are no suppliers/Contractors/Service providers who are registered as Micro, Small or Medium enterprise under the Micro, Small and Medium Enterprises Development Act 2006, as at 31.3.2018.

**Note 43. Operating Segment**

The Company's main activity is raising plantation, and hence there are no separate reportable operating segment.

**Note 44. Related Party Disclosure**

Managing Director being key management personnel is related party of the Company. There are no related party transactions except the payment of salary and allowances etc. to Managing Director during the year.

Sr. No.	Year 2016-17	Key Managerial Personnel	Period	Salary. & Allow. (Rs. in lac)
1	Shri Sarjan Bhagat	Managing Director	01.04.2016 to 05.09.2016	1.98
2	Dr. Suresh Gairola	Managing Director	06.09.2016 to 22.01.2017	9.83
3	Shri U.K. Agrawal	Managing Director	23.01.2017 to 31.03.2017	5.34

Sr. No.	Year 2017-18	Key Managerial Personnel	Period	Salary. & Allow. (Rs. in lac)
1	Shri U.K. Agrawal	Managing Director	01.04.2017 to 31.03.2018	27.91

**Entity under Common Control**

Rs. in Crore

Sr. No.	Year 2016-17	FDCM CSR Trust	FDCM LTD Employees GGCA Scheme.
1	Contribution for Financial year	1.37	5.66

Rs. in Crore

Sr. No.	Year 2017-18	FDCM CSR Trust	FDCM LTD Employees GGCA Scheme.
1	Contribution for Financial year	1.49	5.47

**Note 45. Earning Per Share**

Basic Earning Per Share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average equity shares outstanding during the period. Details are as under:

Earning Per Share	2017-18	2016-17
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Net Profit after tax and Provision for Mandatory Reserve	Rs. 5820.81 Lac	Rs.5531.90 Lac
Weighted Average No of Equity Shares (Nos)	1,77,06,337	28,34,648
Diluted No of Equity Shares (Nos)	---	3,22,88,760
Basic Earning Per Share	Rs. 32.87	Rs.195.15
Diluted Earning Per Share	Rs. 32.87	Rs.17.13

**Note 46. Deferred Tax Asset (net)**

(Rs. in Lac)

Particular	Figures as at the end of previous reporting period 31st March, 2018	Figures as at the end of current reporting period 31st March, 2017
<b>Deferred tax assets:</b>		
Provision for Gratuity & Leave encashment	---	8.38
Provision for Doubtful Debts	2.29	6.29
Provision for CPF Contribution	7.20	
Depreciation on PPE	23.41	23.61
<b>Total</b>	<b>32.90</b>	<b>38.28</b>
<b>Deferred tax liability:</b>		
Depreciation on PPE	---	-
<b>Deferred tax assets / (liabilities) (net)</b>	<b>32.90</b>	<b>38.28</b>
<b>Deferred tax during the year</b>	<b>5.37</b>	<b>5.03</b>

**Note 47. Bank Balances/ Guarantees**

Bank Balances comprises of short term deposit with banks for not more than one year from the date on which such investment is made. Short term deposit amounting to Rs. 309.01 Lac (Previous year Rs. 309.01 Lac) have been pledged with Banks for obtaining bank guarantee.

**Note 48. Impairment of Asset**

Company has assessed the assets at balance sheet date, to see whether there is an indicator for impairment of assets. There is no indicator that an asset is impaired at balance sheet date.

**Note 49. Income Tax Provision**

(Rs. in Lac)



<b>Provision of Income Tax</b>	<b>2017-18</b>	<b>2016-17</b>
Opening Balance	11454.00	9404.00
Additions during the year	2675.00	2050.00
Total:	14129.00	11454.00
Less: Adjustment during the year	---	-
Closing Balance	14129.00	11454.00

The provision of Income Tax of Rs. 2675.00 Lac (Previous year Rs. 2050.00Lac) has been made on the basis of bifurcation between Agricultural and Non-Agricultural revenue worked out after taking into account all identifiable items of income and expenses under the two categories of income. Common revenue expenses are apportioned to each category on the basis of gross receipts in each activity arrived at before such apportionment.

#### **Note 50. Contingent Liabilities**

Contingent liabilities not provided for and the claims against the Company not acknowledged as debts:-

- a)
  - i) Municipal and other local taxes on some of the lands, buildings etc. owned by / in possession of the Company pending assessment and due to non-acceptance of liability in some cases:- Amount not quantified.
  - ii) The Municipal tax liability in respect of Depot Division Ballarshah of Rs. 17.92 Lac (Previous year Rs. 17.92 Lac) for the year 1992-93 to 2017-18 not accepted by the Company, pending appeal with the appropriate authority.
  - iii) Land revenue, if any.
- b) Estimated amount of contracts remained to be executed at the date of Balance Sheet on capital account not provided for Rs. Nil .
- c)
  - i) Provident fund liability if any towards eligible labours for earlier years.
  - ii) Damages / Dues levied by Provident Fund Commissioner, Nagpur for irregularity in payment/non payment relating to contributory fund of labours by the Company of Rs. 3615.00 lac (Previous year Rs. 3615.00 lac) pertaining to Gondia, West Chanda, Central Chanda, Depot Division, Ballarshah, Bramhapuri Pranhita and Markhanda F.P. Divisions, where action for cases are in Progress, subject to further decision as directed by the CPF appellate Tribunal New Delhi.
  - iii) Gratuity liability towards labours if any.
  - iv) The liability of Rs. 26.34 Lac (Previous year Rs.26.34 lac) worked out in the matter of retrenched labours of Kinwat Division as per the order of the Hon. High Court Aurangabad Bench, and liability of Rs. 0.83 lac in case No. WCA/11/2000 towards compensation to Shri K.D. Chavan, Casual labour wounded by wild beer as per order passed by labour court Nanded pending decision of appeal filed by Company.
  - v) Liability in MVAT assessment for the assessment year 2010-11 & 2011-12 for Rs. 13.51 Lacs
- d) The liability of Penalty, Interest etc. if any and deferred/pending in Sales Tax/MVAT assessment.
- e) Various demands by employees and labours pending adjudication, not being ascertainable.

- f) Contingent loss if any due to non physical verification of standing trees in the plantation areas.
- g) Non determination of consideration related to seed farms refer to Note No. 31 – Not Quantifiable.
- h) In erstwhile Nandurbar FPDn of Nashik Region an amount of Rs. 15.81 Lac (Previous year Rs. 15.81 Lac) (approx.) towards Salary & Allowances to Shri S.J. Barjibhe, FG retired on medical ground in view of the order passed by H'ble Labour Court in complaint ULP No. 27 of 2014.
- i) Liability of Rs. 58.00 lac approx. in W.P. No. 5144/016 against retrenchment filed by 29 casual workers of Brahmpuri FPD in High Court, Nagpur Bench, pending decision of appeal filed by the Company.
- j) Liability of Rs. 0.97 lac towards gratuity to Shri K.G. Sahare, labour of Nagpur FPD in case No. PGA/3/2013 as per orders passed by 3<sup>rd</sup> Labour Court Nagpur on 28.09.2015, pending decision of appeal filed by the Company.
- k) Liability of Rs. 32.57 Lac approx in SLP No. 8836/2015 against retrenchment of casual workers of Depot division Ballarsha in Hon' ble Supreme Court pending decision of appeal filed by workers.

**Note 51. Miscellaneous / Other important matters**

- A) Individual balances under various accounts under Trade receivables, accounts receivable and other debit balances receivable are unconfirmed.
- b) The cash & cash equivalents includes the unremitted revenue of Rs. 3.22 Lac (Previous year Rs.3.22 Lac) towards the robbery of cash in Gondia Forest Project Division. The action of departmental enquiry in the matter is yet not finalized.
- c) Loans include disallowed vouchers of Rs.71.09 Lac (Previous year Rs. 4.51 Lac) recoverable from the employees.
- d) The provision of Rs. 500 Lac towards arrears of CPF contribution to retired employees on account of V<sup>th</sup> & VI<sup>th</sup> Pay arrears is made in the accounts.
- e) The Company has not made any provision for land revenue if any, payable on the land already under occupation of the Company.
- f) Hon'ble Bombay High Court Nagpur bench issued the directions in PIL no. 34215 to conduct special audit related to EGS matter in erstwhile Khamgaon FP Division. M/s A S Dani & Co., Chartered Accountant Nagpur have submitted their report & matter is subjudice.
- g) Advances given to disbursers for expenses are maintained in bank account opened with their designation & have been classified under loans and advances.

**Note 52. Incidence after Balance Sheet date**

**i) Status of Management Plan (Position for Future)**

Management Plans of 14 Divisions namely Nagpur, Bhandara, Gondia, Yavatmal, Kinwat, Central Chanda, West Chanda, Brahmapuri, Pranhita, Markhanda, West Nashik, Thane, Dahanu & Pune have been approved by Central Government of India.

**ii)** In Central Chanda FPD of North Chandrapur Forest produce costing Rs. 0.68 lac burnt in fire on 21.05.2018 in comptt. No. 104. The administrative action in the case is under progress.

**iii)** In Gondia FPD of Nagpur Region Forest Produce costing Rs. 4.88 lac burnt in fire on dt. 25.05.2018 & 26.05.2018. Necessary claims have been preferred with the National Insurance Company Limited.

**iv)** In Markhanda FPD Forest Produce costing Rs. 3.08 lac burnt in fire on dt. 24.05.2018 by anti social elements. Necessary claims have been preferred with the Oriental Insurance Company Limited.

**Note 53. Grouping/ Regrouping**

The previous year's figures in Balance Sheet, Profit and Loss Account including comprehensive income and Cash Flow statement & Statement of changes in equity and supporting schedules thereof have been rearranged and regrouped wherever necessary.

Signature to Note Nos.1 to 53 forming an integral part of the Financial Statements.

As per our report of even date attached.  
For Jodh Joshi & Co.  
Chartered Accountants  
F.R. No. 104317W

Sd/-  
(CA Jaydeep Shah)  
Partner  
M No. 041002

For Ratan Chandak & Co.  
Chartered Accountants  
F.R. No. 108696W

Sd/-  
(CA Sudhir Baheti)  
Partner  
M No. 042711

Place : Nagpur  
Date : 23.10.2018

For and on behalf of Board of Directors

Sd/-  
(Chandansingh Sadhusingh Chandel)  
Chairman  
DIN # 07524839

Sd/-  
(DR N Rambabu)  
Managing Director  
DIN # 08135507

Sd/-  
(CS Saurav Singh)  
Company Secretary  
A - 22053

Place : Nagpur  
Date : 23.10.2018