



# 44<sup>TH</sup> ANNUAL REPORT

## 2021-22



**ODISHA STATE SEEDS CORPORATION LIMITED**  
*(A Government Undertaking)*

**Regd Office :**  
**Samantarapur, Bhubaneswar-751002**

**Tel-MD 0674-2340573, Fax-2340096**

**E-mail-mdosscltd456@gmail.com**

**Website: [www.osscltd.in](http://www.osscltd.in)**



**ODISHA STATE SEEDS CORPORATION LTD**

(A GOVERNMENT UNDERTAKING)

SANTARAPUR, BHUBANESWAR- 751002.

Tel - 0674 - 2340573, 2340170, Fax - 2340096

Email ID: [mdosscltd456@gmail.com](mailto:mdosscltd456@gmail.com)



# CONTENTS

| SI No                                     | Subject  | Pages        |
|---|--|--------------|
| <b>ODISHA STATE SEEDS CORPORATION LTD</b> |  |              |
| 1   | Head Office and Zonal Offices  | <b>I</b>     |
| 2   | Activities Of Odisha State Seeds Corporation Ltd   | <b>II</b>    |
| 3   | Board of Directors   | <b>III</b>   |
| 4   | Objective of Odisha State Seeds Corporation Ltd  | <b>IV</b>    |
| 5   | Notice to Shareholders   | <b>V</b>     |
| 6   | Director's Report  | <b>1-10</b>  |
| 7   | Reply of Management to Auditor's Report  | <b>11-17</b> |
| 8   | Auditors Report to the Members   | <b>18-45</b> |
| 9   | Compliance Certificate   | <b>46</b>    |
| 10  | Comments of the Comptroller & Auditor General of India & reply of the Management thereof . | <b>47-50</b> |
| 11  | Balance Sheet  | <b>51</b>    |
| 12  | Profit & Loss Account  | <b>52</b>    |
| 13  | Schedule 1 to 23   | <b>53-65</b> |
| 14  | Cash flow Statement  | <b>66</b>    |
| 15  | Contingent liabilities and notes forming part of the Balance Sheet & Profit & Loss Account | <b>67-75</b> |
| 16  | Accounting policies forming part of Account  | <b>76-77</b> |
| 17  | Business Profile.  | <b>78</b>    |



## HEAD OFFICE

**Odisha State Seeds Corporation Ltd**  
**Santarapur, Bhubaneswar-751002**

## ZONAL OFFICES

|  |  |
|--|--|
| <p>Zonal Manager OSSC Ltd, Bargarh,<br/> At -Seed Processing Plant,<br/> EkamraChhak,<br/> Via-Tora, Po-Sarsara, Dist<br/> Bargarh768040.<br/> <b>(Mobile No 9438918520)</b><br/> <b>E-Mail ID -</b><br/> <a href="mailto:spobargarhosscltd@gmail.com">spobargarhosscltd@gmail.com</a></p> | <p>Zonal Manager OSSC Ltd, Balasore,<br/> At Industrial Estate,<br/> In front of ITI field,<br/> AT/Po-Angargadia, Balasore-756001<br/> <b>(Mobile No 9438918526)</b><br/> <b>E-Mail ID -</b> <a href="mailto:spobalasore@yahoo.com">spobalasore@yahoo.com</a></p> |
| <p>Zonal Manager OSSC Ltd, Berhampur,<br/> AT-RITE Campus, Rangeilunda,<br/> Near Berhampur University,<br/> Dist-Ganjam-760001.<br/> <b>(Mobile No9438918531)</b><br/> <b>E-Mail ID -</b><br/> <a href="mailto:spoberhampur090@gmail.com">spoberhampur090@gmail.com</a></p>               | <p>Zonal Manager OSSC Ltd, Bhawanipatna,<br/> At-Arkabahali Agriculture Farm,<br/> Bhawanipatna,<br/> Dist-Kalahandi, Pin-766001<br/> <b>(Mobile No.9438918546)</b><br/> <b>E-Mail ID-</b> <a href="mailto:spobhp@gmail.com">spobhp@gmail.com</a></p>              |
| <p>Zonal Manager OSSC Ltd,<br/> Bhubaneswar,<br/> At-DRG Seed Store, CNI Complex,<br/> Near KIIT, Bhubaneswar,-751024<br/> <b>(Mobile No.9438918552/)</b><br/> <b>E-Mail ID -</b> <a href="mailto:spobbsr456@gmail.com">spobbsr456@gmail.com</a></p>                                       | <p>Zonal Manager OSSC Ltd, Boudh,<br/> At-Satyam Vihar, Butupali,<br/> Boudh-762014<br/> <b>(Mobile No. 9438918564)</b><br/> <b>E-Mail ID -</b> <a href="mailto:spoboudh2018@gmail.com">spoboudh2018@gmail.com</a></p>   |
| <p>Zonal Manager OSSC Ltd, Cuttack,<br/> At-Govt. Cold Storage Campus,<br/> Canal Road, Ranihat,<br/> College Square, Cuttack-753003<br/> <b>(Mobile No. 9438918552)</b><br/> <b>E-Mail ID -</b> <a href="mailto:spoctc456@gmail.com">spoctc456@gmail.com</a></p>                          | <p>Zonal Manager OSSC Ltd, Jeypore<br/> At-Gandhi Chhak,<br/> Near DCB Bank, Jeypore,<br/> Dist-Koraput-764001.<br/> <b>(Mobile No.9438918540)</b><br/> <b>E-Mail ID -</b> <a href="mailto:spojepore@gmail.com">spojepore@gmail.com</a></p>                        |



# ACTIVITIES OF ODISHA STATE SEEDS CORPORATION LTD

Seed is the basic and primary input for Agriculture Production. The Odisha State Seeds Corporation Limited came into existence and incorporated on 24<sup>th</sup> February, 1978 under the Companies Act, 1956 with main objective to produce, multiply, procure, process and supply Breeder, Foundation and Certified seeds to improve production and productivity in the State. OSSC is the Nodal Agency catering to the need of farming organization through Debtor organizations like Director of Agriculture and Food Production Odisha, Director of Horticulture, Departmental Farms and Private firms engaged in Seed utilization. OSSC procures Breeder Seeds which is allocated by Govt. of India in Agriculture Co-operation Department (Seed division) as the breeder seed is the most precious resource of the farmers and farming community. Supply, production, procurement, processing, reservation and promotion of seed developmental activities take a major role in Agricultural scenario. Good seed of improved varieties is one of the most important agricultural inputs for obtaining increased crop production and giving economic benefit to the farmers. The OSSC Ltd has been implementing the “Seed Village Programme” as “**Mo Bihana Yojana**” for production of certified paddy and non-paddy seeds through seed growers Besides procuring seeds from the Growers under the Seed Village Programme, the OSSC procures certified seeds from Govt. Farms, OUAT, MOU farms, National Seeds Corporation and other National/State level Seeds Corporations for meeting farmers need for quality seeds. The Certified seeds of different varieties of paddy, pulses and oil seeds etc, are sold to the farmers of the State through authorized Private dealers of OSSC and PACS/LAMPS through DBT implemented by Government of Odisha from kharif -2016 .

## MANDATE

OSSC Ltd is working with the following mandates:

- Timely supply of quality seeds in each season i.e. Kharif and Rabi in different Chief District Agriculture Officer (CDAO) through PACs and Private Dealers network of OSSC as per the indent of the Director of Agriculture & Food Production, Odisha through DBT mode.
- To arrange and supply vegetable seeds.
- To take up Production and demonstration Programmes in the Growers’s field.
- To produce Foundation & Certified seeds for the State’s requirements.
- To make the State self sufficient in the field of production and distribution of quality seeds.
- Processing of raw seeds available under seed production programme.
- Install and operate required processing plants as per State policy and requirement of OSSC Ltd.
- Construction of flat ventilated seed store for storage of seed scientifically to ensure proper germination.



**LIST OF THE BOARD OF DIRECTORS OF OSSC LTD.FOR THE YEAR 2021-22**

| <b>Sl No</b> | <b>Name of the Director</b>   | <b>Designation</b> |
|--------------|---|--------------------|
| <b>1</b>     | Er. Iswar Chandra Panigrahi   | Chairman           |
| <b>2</b>     | Dr. M. Muthukumar, IAS,<br>DA.& FP, Odisha, BBSR  | Director           |
| <b>3</b>     | Sri Rohit kumar Lenka IFS<br>Director of Horticulture, Odisha, Bhubaneswar                        | Director           |
| <b>4</b>     | Sri A.K Sethi, OAS Additional Secretary to Govt<br>Public Enterprises Deptt., Odisha, Bhubaneswar | Director           |
| <b>5</b>     | Sri S.B Rout,<br>Special Secretary to Govt, Finance Deptt,<br>Odisha, Bhubaneswar                 | Director           |
| <b>6</b>     | Dr. Manmohan Mishra<br>Dean of Research, OUAT, Bhubaneswar  | Director           |
| <b>7</b>     | Sri Prasanta Kumar Satapathy<br>Director, OSSOPCA, Bhubaneswar                                    | Director           |
| <b>8</b>     | Sri Kiran Kumar Parida<br>Agriculturist, Agriculture Deptt, Odisha                                | Director           |
| <b>9</b>     | Sri V. Mohan,<br>National Seeds Corporation Ltd   | Director           |
| <b>10</b>    | Sri P.K Pattnaik,<br>Regional Manager, NSC Ltd, Kolkata   | Director           |
| <b>11</b>    | Sri Ashok Kumar Baral,<br>Grower Shareholder Representative                                       | Director           |
| <b>12</b>    | Sri Jyoti Ranjan Mishra, OAS(SAG)<br>Managing Director, OSSC Ltd                                  | Managing Director  |



## OBJECTIVES OF OSSC LTD

- To implement National Seed Programme for State Seed Project
- To undertake the production of Certified seeds of all these kinds and varieties coming under the purview of the Seed Act, and quality seeds of other kinds of varieties.
- To process certified seeds on Scientific and Commercial lines.
- To install, manage and operate processing plants and seed storage facilities.
- To make arrangements for supply of foundation seeds to grower shareholders through the arrangement with N.S.C, O.U.A.T, C.R.R.I, etc  
&
- To undertake distribution of seeds to the farmers at reasonable price both through Government agencies as well as own outlets and to supply sufficient quantity of seeds to support agricultural production programme.



**Letter No. 5257**

**Date. 12.09.2023**

**NOTICE**

Notice is hereby given that the 45<sup>th</sup> Annual General Meeting & 44<sup>rd</sup> Adjourned Annual General Meeting of the Share holders of the company will be held on 30.09.2023 at 11.30 A.M and 12.00 P.M respectively at the Registered Office of the company at Santrapur, Bhubaneswar-2 to transact the following business.

TO RECEIVE, CONSIDER AND ADPOT THE DIRECTORS' REPORT, PROFIT & LOSS ACCOUNTS FOR THE YEAR ENDING 31.03.2023 THE BALANCE SHEET AS ON THAT DATE, THE AUDITORS' REPORT THEREON TOGETHER WITH THE COMMENTS OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA."

"TO RECEIVE, CONSIDER AND ADPOT THE DIRECTORS' REPORT, PROFIT & LOSS ACCOUNTS FOR THE YEAR ENDING 31.03.2022, THE AUDITED BALANCE SHEET AS ON THAT DATE, THE AUDITORS' REPORT THEREON TOGETHER WITH THE COMMENTS OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA."

TO CONSIDER DECLARATION OF DIVIDEND ON EQUITY SHARE @ OF 11% AND ON CUMULATIVE PREFERENCE SHARES @ 11% BE PAID TO THE SHARE HOLDERS OF THE CORPORATION FOR THE YEAR 2021-22.

- "ANY OTHER BUSINESS THAT MAY ORDINARILY BE TRANSACTED AT THE ANNUAL GENERAL MEETING WITH PERMISSION OF THE CHAIR."

By order of the Board of Directors

Sd/ S.K Mishra  
Company Secretary

Note:-

1. The above meeting is scheduled to be held on 30.09.2023 at 11.30 A.M and 12.00 P.M respectively in view of procedural compliance under Section-96 101,102,163 and other applicable provisions of the companies Act,2013.

To

All the Members of the Board of Directors of OSSC Ltd / all the Grower shareholders of OSSC / M/s Dash and Associates, Chartered Accountant, Bhubaneswar/ Registrar of Companies, Odisha Cuttack.





## DIRECTORS' REPORT

To

The Share-holders,  
Odisha State Seeds Corporation Ltd.,  
Bhubaneswar.

The Board of Directors have pleasure in presenting the Directors Report of the Company together with the Financial Statements ,Auditors Report and the Report of the C& AG of India for the year ended March-31,2022

### 1. FINANCIAL RESULTS:

The working results for the year under report along with that of the previous year are as follows.

| Sl. No | Particulars   | Figures for the financial year 2021-22(Rs. in lakh)) | Figures for the financial year 2020-21( Rs. in lakh) |
|--------|---|--|--|
| I      | <b>Revenue from operation</b>                                   | 18679.67   | 19488.17   |
| II     | Other Income  | 861.77   | 602.76   |
| III    | Increase/Decrease in stock                                      | -1699.67   | 1276.75  |
| IV     | Total Revenue   | <b>17841.77</b>                                      | <b>21367.67</b>                                      |
| V      | <b>Expenses</b>   |  |  |
| VI     | Purchase  | 13941.96   | 17738.47   |
| VII    | Employee Benefit Expenses                                       | 1076.88  | 800.89   |
| VIII   | Financial costs   | 0  | 4.72   |
| IX     | Depreciation and Amortization Expenses                          | 548.71   | 138.16   |
| X      | Other Administrative Expenses                                   | 2133.96  | 2372.86  |
| XI     | <b>Total Expenses</b>   | <b>17701.52</b>                                      | <b>21055.10</b>                                      |
| XII    | Profit before exceptional and extraordinary items & tax (IV-XI) | 140.25   | 312.57   |
| XIII   | Profit before Tax   | 140.25   | 312.57   |
| XIV    | Current Tax   | 37.52  | Nil  |
| XV     | Profit after tax  | 102.73   | 312.57   |
| XVI    | Dividend on Equity &11% Cummulative Preference Shares @11%      | 28.90  | 28.90  |
| XVII   | Profit (+)/Loss(-)Transferred to Reserve & Surplus              | 73.83  | 283.67   |



## 2. OPERATIONAL PERFORMANCE:

The Corporation has earned a profit of Rs 140.25 lakh in the financial year 2021-22 as compared to profit of Rs.312.57 lakh in the year 2020-21. The gross profit ratio to sales is 0.75% in the year 2021-22 as compared to 2.34% in the financial year 2020-21.

## 3. CAPITAL STRUCTURE.

|                    | (Rs. In Lakh) |         |
|--------------------|---------------|---------|
|                    | 2021-22       | 2020-21 |
| Authorised Capital | 1000.00       | 1000.00 |
| Paid up Capital    | 262.76        | 262.75  |

## 4. DIVIDEND

The Board of Directors recommended for payment of dividend @ 11% on both preference and equity shares to the Share holders of the Corporation during the financial year 2021-22.

## 5. BRIEF DESCRIPTION OF THE COMPANY'S STATE OF AFFAIRS

Your Company has achieved a turnover of Rs.18679.67lakh on sale of 4.79lakh qtls of different crop/ varieties of both standard and sub-standard seeds during this year as against the turnover of Rs.19488.17lakh during the previous year. This is due to less uptake of seeds by the dealers and PACS under DBT. The Corporation has also supplied the seeds under different schemes of the Agriculture and F.E Department, Govt. of odisha.

(Quantity in quintals)

| Sl. | Crop      | 2021-22       |               | 2020-21       |               |
|-----|-----------|---------------|---------------|---------------|---------------|
|     |           | Purchases     | Sale          | Purchase      | Sale          |
| 1   | Paddy     | 348892        | 426616        | 512402        | 426953        |
| 2.  | Wheat     | 0             | 0             | 0             | 0             |
| 3   | Pulses    | 21142         | 21110         | 27896         | 27864         |
| 4.  | Oil Seeds | 20254         | 20250         | 22365         | 22412         |
| 5   | Dhanicha  | 6600          | 6600          | 6234          | 6210          |
| 5.  | Others    | 4103          | 3987          | 4146          | 3945          |
|     |           | <b>400991</b> | <b>478563</b> | <b>573043</b> | <b>487384</b> |

## 6. PRODUCTION

During the financial year 2021-22 the Corporation has taken up production programme of Certified seeds successfully. The quantity of certified seeds produced and procured is given below.

(Quantity in quintals)

| Sl. | Crop           | 2021-22       | 2020-21       |
|-----|----------------|---------------|---------------|
| 1   | Paddy          | 291227        | 396776        |
| 2   | Pulses         | 14702         | 9482          |
| 3   | Oil Seeds      | 3227          | 4473          |
| 4   | Others         | 430           | 418           |
|     | <b>Total:-</b> | <b>309586</b> | <b>411149</b> |



## 7. PROCESSING & STORAGE

Processing of different seeds produced under Seed Production Programme i.e **MO BIHANA YOJANA'** has been done successfully in the Processing Plants of the Corporation. At present, the processing & Storage capacity created by OSSC Ltd. is given below. Plant capacity calculated for single shift/working hour/120 days of processing

### A) SEED PROCESSING PLANTS

| Sl | Plant         | Capacity in Qtls | Capacity Utilisation | Sl | Plant          | Capacity in Qtls | Capacity Utilisation |
|----|---------------|------------------|----------------------|----|----------------|------------------|----------------------|
| 1  | Balasore      | 16800            | 21600.8              | 19 | Sonepur        | 0                |                      |
| 2  | Bhadrak       | 33600            | 11884                | 20 | Anugul         | 8400             | 1294                 |
| 3  | Keonjhar      | 16800            | 1325                 | 21 | Bargarh        | 50400            | 23847                |
| 4  | Gohira        | 8400             | 4307                 | 22 | Barikel        | 16800            | 4858                 |
| 5  | Shyamakhunta  | 16800            | 8668                 | 23 | Sundargarh     | 16800            | 11856                |
| 6  | Cuttack       | 16800            | 9772                 | 24 | Sambalpur      | 16800            | 2453                 |
| 7  | Nimakana      | 16800            | 4329                 | 25 | Deogarh        | 8400             | 943                  |
| 8  | Kendrapara    | 16800            | 5633                 | 26 | Kuchinda       | 16800            | 1344                 |
| 9  | Jajpur        | 16800            | 7456                 | 27 | Bolangir       | 16800            | 11697                |
| 10 | Dhenkanal     | 16800            | 5421                 | 28 | Bhawanipatna   | 33600            | 18236                |
| 11 | Satasankha    | 16800            | 8889                 | 29 | Nuapara        | 16800            | 4537                 |
| 12 | Santarapur    | 16800            | 17042                | 30 | Randapali      | 33600            | 10675                |
| 13 | Patia         | 8400             | 12114.5              | 31 | Kotpad         | 8400             | 3419                 |
| 14 | Nayagarh      | 0                | 2892                 | 32 | Rayagada       | 16800            | 3434                 |
| 15 | Rangeilunda   | 16800            | 13460                | 33 | Dabugaon       | 16800            | 3680                 |
| 16 | Babanpur      | 16800            | 19988.5              | 34 | Umerkote       | 8400             | 6180                 |
| 17 | Parlakhemundi | 33600            | 6035                 | 35 | Mathili        | 8400             | 4416                 |
| 18 | Boudh         | 16800            | 7518                 |    | Total Capacity | 302400           | 281203.00            |

**B) SEED STORAGE GODOWNS**

| Sl | District     | Godown Area   | Storing Capacity in Qtls | Sl | District           | Godown Area   | Storing Capacity in Qtls |
|----|--------------|---------------|--------------------------|----|--------------------|---------------|--------------------------|
| 1  | Anugul       | 6300          | 4200                     | 16 | Kendrapara         | 8700          | 5800                     |
| 2  | Balasore     | 18950         | 12633                    | 17 | Keonjhar           | 12600         | 8400                     |
| 3  | Bargarh      | 58764         | 39176                    | 18 | Khurda             | 50944         | 33963                    |
| 4  | Bhadrak      | 16920         | 11280                    | 19 | Koraput            | 23920         | 15947                    |
| 5  | Bolangir     | 16920         | 11280                    | 20 | Malkanagiri        | 4320          | 2880                     |
| 6  | Boudh        | 12600         | 8400                     | 21 | Mayurbhanja        | 18900         | 12600                    |
| 7  | Cuttack      | 27875         | 18583                    | 22 | Nawarangpur        | 13920         | 9280                     |
| 8  | Deogarh      | 4320          | 2880                     | 23 | Nayagarh           | 12540         | 8360                     |
| 9  | Dhenkanal    | 6300          | 4200                     | 24 | Nuapara            | 11300         | 7553                     |
| 10 | Gajapati     | 8400          | 5600                     | 25 | Phulbani           | 6300          | 4200                     |
| 11 | Ganjam       | 50580         | 33720                    | 26 | Puri               | 20840         | 13893                    |
| 12 | Jagatsighpur | 10620         | 7080                     | 27 | Rayagada           | 7800          | 5200                     |
| 13 | Jajpur       | 12360         | 8240                     | 28 | Sambalpur          | 25240         | 18826                    |
| 14 | Jharsuguda   | 0             | 0                        | 29 | Sonepur            | 18900         | 12600                    |
| 15 | Kalahandi    | 21900         | 14600                    | 30 | Sundargarh         | 18000         | 12000                    |
|    |              | <b>272809</b> | <b>181873</b>            |    |                    | <b>254224</b> | <b>171502</b>            |
|    |              | <b>Total</b>  |                          |    | <b>Area in sft</b> | <b>527033</b> |                          |
|    |              |               |                          |    | <b>Qty in Qtls</b> | <b>353375</b> |                          |

**STATUTORY COMPLIANCE UNDER COMPANIES ACT-2013****8. DEPOSIT:**

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

**9. Loans, Guarantees and investment by the Company**

Your Company had not granted any loans, whether directly or indirectly nor had it given any guarantee or provided any security covered under section 186 of Companies Act, 2013. During the year, your Company had not made any investment covered under section 186 of Companies Act, 2013.



## 10. RELATED PARTY TRANSACTIONS:

As per the provision of Section 188 of the Companies Act-2013 the same were not attracted as there are no materially significant related party transactions made by the Company during the year under review with promoters, Directors or other designated persons which have a potential conflict with the interest of the company at large. Thus the disclosure in Form AOC-2 is not required.

## 11. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE INFLOW AND OUT-GO ETC:

### Conservation of energy:

Energy conservation measures taken - The Company has continued its energy conservation measures particularly at Processing Unit level as per detailed below

1. (a) Fuel: laid down on limits of consumption of petrol/diesel per vehicle per month 140 ltrs.
- (b) For better and more economical service the following measures are taken. For every 5000 kms, change of engine oil ,lubricants& oil filters are being taken.
2. **Equipment:**  
Maintenance is being done regularly.
3. **Electrical Appliances:**  
All lights, fans, ACs, Water Coolers, electrical appliances etc are being strictly used only as and when they are essentially required.

### RESEARCH & DEVELOPMENT (R&D)

The Odisha State Seeds Corporation Ltd does not have a regular R&D Section/Division in its structure.

1. Specific areas where R&D is carried out by the Corporation: NIL
2. Benefits derived : NIL
- b) Additional investment and proposals - Need based additional investments are made as and when required.
- c) Impact of measures- In a) & b) above resulted in avoidance of wastages thereby achieved reduction of power consumption.

### Technology absorption:

The Company is engaged in the production and distribution of seeds to the farmers. The Company has adopted Inventory Management Software as technology absorption initiatives during the year.

### Foreign exchange inflow and out-go etc:

During the year under consideration there were no foreign exchange earnings and outgo.



## **12. INTERNAL FINANCIAL CONTROL:**

Your Company has in place adequate internal financial controls commensurate with the size and nature of its business. The Company has an Internal Audit and Vigilance Division which conducts the internal audit of the operations of the Company through the external professional firms and ensures compliance with the policies, procedures and statutory requirements. The Management duly considers the recommendations of the Internal Auditors, Statutory Auditors and Government Auditors. The effective internal controls ensure that the Company's assets and interests are safeguarded.

## **13. CORPORATE SOCIAL RESPONSIBILITY POLICY:**

The Company does not meet the eligibility criteria defined under the provisions of section 135 of the Companies Act, 2013 and hence Corporate Social responsibility has not been approved by the Board .

### **Auditors:**

### **14.1 STATUTORY AUDITORS:**

M/s DASH & Associates, Chartered Accountants, Bhubaneswar, was appointed as Statutory Auditors by the Comptroller and Auditor General of India (C&AG), for the year 2021-22 They have audited the accounts and submitted the report.

Further Comptroller and Auditor General of India (C&AG) have appointed M/s. DASH & Associates, Chartered Accountants, Bhubaneswar as Statutory Auditors for the financial year 2022-23

## **CORPORATE GOVERNANCE**

## **15. DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

### **15.1 DIRECTORS:**

#### **CHANGES IN MANAGEMENT.**

The Directors wish to place on record their warm appreciation for the valuable services rendered by the Directors, Sri RabiNarayan Mohapatra, Agriculturist, Santosh Kumar Ray, Director OSSOPCA and V.K Gour, CMD-NSC during their tenure in the Board of OSSC Ltd.

## **16. NUMBER OF MEETINGS OF THE BOARD:**

During the financial year 2021-22 four meetings of the Board of Directors were held on **29.6.21, 30.7.21, 4.10.21, 25.01.22**

**17. BOARD COMMITTEES:**

The Board has constituted four Sub Committees with specific mandates and are playing the role and performing the functions of Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee. The reconstitution of the existing Sub Committees is made in conformity with the applicable provisions of the Companies Act, 2013. The Sub-committees are named as below.

1. Committee for Stakeholders Relationship;
2. Committee for Purchase/ Fixation of Procurement and Selling Rates/ Disposal of Seeds for non-Seed Purpose etc;
3. Committee for Audit;
4. Committee for Departmental Promotion

**18. DECLARATION BY INDEPENDENT DIRECTORS:**

During the financial year 2021-22 no Independent Directors are continuing in the Board of Directors of the Corporation .

**19. FORMAL ANNUAL EVALUATION:**

Your company is a State Public Sector Enterprise governed by the Government of Odisha. The MCA vide notification dated 05/06/2015, has exempted the Government Company from the formal annual evaluation by the Board on its own performance pursuant to Section 134 (3) (p) of the Companies Act, 2013.

**20. RISK MANAGEMENT POLICY:**

The major challenges your Company facing are severe competition from the private seed Companies, frequent changes in the cropping pattern and seasonal conditions. Your Company has been able to evolve strategies for mitigating the risks through better management and operational practices.

**21. DIRECTORS' RESPONSIBILITY STATEMENT:**

In compliance with the provisions of clause (c) of sub-section 3 of Section 134 of the Companies Act, 2013, your Directors hereby state that:

- a) In the preparation of the annual accounts for the year ended 31-3-22, all the applicable Accounting Standards had been followed along with proper explanation relating to material departures;
- b) They had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2022 and of the profit and loss of the Company for the period ended on that date;
- c) The Company had taken proper and due care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and irregularities;
- d) They had prepared the annual accounts on going concern basis; and
- e) They had devised proper system to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.



**22- COMPLIANCE OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION ON AND REDRESSAL) ACT, 2013**

The Company is committed to provide a safe and conducive work environment to its employees during the year under review. Further, during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

**23- KEY MANAGERIAL PERSONNEL:**

There were Managing Director, DGM(Finance) and the Company Secretary as the Key Managerial personnel of the Company as per Section 203 of the Companies Act-2013.

**24- SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

The Company does not have any Subsidiary, Joint venture or Associated Company

**25- EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS, PRACTICING COMPANY SECRETARY AND CAG IN THEIR REPORTS**

The observations made by the Auditors of the Company in their report read with the Notes of Accounts and clarification thereon are part of the Directors Report.

**26 MATERIAL CHANGES AND COMMITMENTS AFFECTING FINANCIAL POSITION BETWEEN THE END OF FINANCIAL YEAR AND DATE OF REPORT:**

There is no occurrence of material change and commitment made between the end of financial year and date of this report which has affected the financial position of the Company.

**27- SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:**

**The Arbitration Tribunal has passed orders vide ARBP-17 and ARBP-18 of 2015** which would impact the going concern status of the Company and its future operations. The Corporation has filed appeal before the Hon'ble High court of Odisha vide ARBA No.49 of 2018 &ARBA N0.25 of 2019 as against the orders passed by the District Judge Court, Khurdha and presently the matter is under sub-judice in the Hon'ble High court of Odisha ..



**28- SHARES****Buyback of Shares**

The Company has not bought back any equity shares during the current year.

**Sweat Equity**

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

**Bonus Shares**

No Bonus Shares were issued during the year under review.

**Employees Stock Option Plan**

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

**29. DEVELOPMENT OF INFRASTRUCTURE:****29.1 Construction of Projects under RKVY**

OSSC had taken up execution of projects for Construction of semi drying yard Strengthening of Seed Processing Plant and Modernizations of Seed Processing Plant out of the grants sanctioned under RKVY during the year-2021-22

**30- FUTURE OUTLOOKS.-**

The Corporation has planned to phase out the varieties of seeds more than ten years old and to replace with new released high yielding varieties for adoption of the same by the Farmers inside the State. More of the varieties are of stress tolerant varieties.

**31- PARTICULARS OF EMPLOYEES.**

The total number of employees in all categories as on dt.31.03.2022 was 73 as against 83nos during the year 2020-21The Directors wish to place on record their warm appreciation for dedicated and sincere efforts of employees of the Corporation at all level.

**32- ACKNOWLEDGEMENT.**

The Directors express their sincere gratitude to Government of India, State Government, Principal Secretary to Govt, Agriculture & Farmers' Empowerment Department, Directorate of Agriculture & Food Production, Odisha, National Seeds Corporation Ltd, New Delhi, Odisha University of Agriculture & Technology, Bhubaneswar, other State Seeds Corporations, Odisha State Seed Organic Product Certification Agency, Bhubaneswar and Central Rice Research Institute, Cuttack for their continued co-operation and support to the Odisha State Seeds Corporation Ltd. The Directors acknowledges with thanks the support and co-operation received from State Bank of India., The Directors are grateful to the Comptroller & Auditor General of India, Accountant General, Odisha and M/s. DASH & ASSOCIATES, Chartered Accountants, Bhubaneswar for their valuable co-operation, guidance and assistance.

SD/-

Managing Director

Sri Bhabesh Kumar Nayak ,OAS (SAG)

SD/-

Chairman

Sri Bijay Kumar Nayak



**Reply of the Management to Auditors Report To the Members of the Accounts of Odisha State Seeds Corporation Ltd. for the year ended 31.3.2022**

**Annexure –A to the Auditors Report.**

**A.EQUITY AND LIABILITIES**

**1. Share Capital(Schedule-1)Rs.262.76**

**No Comments**

**2. Long term borrowings (Schedule-3) Rs.198.35 lakh**

The interest Accrued & Due on Short Term Loan availed from State Government refunded during 2022-23 i.e on 21.9.2023.

**3.Short Term Borrowing(Schedule-4) Rs.8000.00 lakhs**

Noted for future guidance.

**4.Trade Payable(Schedule-5) Rs.9369.23 lakh**

Necessary steps are taken to reconcile the amount of Trade Payable and the amounts of Rs.9369.23 are subject to confirmation. Further it is to mention here that the amount not related to Trade Payable will be shown separately.

**5. Other Current Liabilities(Schedule-6)- Rs.3012.00 Lakh**

5.1 Earnest Money Deposit- Rs.360.97 lakh

Necessary steps will be taken for adjustment of debit balance of Rs.12.06 lakh .

5.2 Security Deposit 355.15 Lakh

Necessary steps will be taken for adjustment of debit balance of Rs.19.10 lakh

5.3 Rs.440964/- & Rs.492821/- has been deposited towards Labour Cess & Royalty during the year 2021-22. Steps are being taken to deposit the balance amount of Rs.6.03 lakh towards Labour Cess & Rs.3.88 towards Royalty.

**6.Short Term Provision(Schedule-7)-Rs.13580.43 lakh**

**Necessary steps will be taken to adjust the Bonus of Rs.0.19 lakh and Rs.7.49 lakh towards dividend tax.**



## 7. Noted for future guidance.

### B. Assets

#### 1-Fixed Assets(Schedule-8)- Rs.5299.88 lakh

Fixed Asset Register was updated and the same was submitted to the Statutory Auditor for verification. Physical verification of Assets along with seed stock, packing material, Seed Treating Chemicals are done by team of officers and staff deputed from Head Office. Physical verification report for the year 2021-22 submitted to Statutory Auditor for verification.

#### 2. Inventories (Schedule-13) Rs.6294.70 lakhs.

- Physical verification of inventory of all Zones are done by the team of officers & staff deputed from Head Office.
- Book Balance include Standard Stock, Sub-standard Stock ,Growers fail stock and shortage of stock. Hence the difference between Book Balance and Physical Balance relates to growers fail stock and shortage of stock.

It is to mention here that as the growers fail stock will be returned to growers after due recovery of seed cost if any paid on fail stock, processing cost, packing materials cost and certification cost .Hence the same is not considered for valuing at the time of closing stock valuation.

The suggestion of the auditor for physical verification by outside agency is noted for future guidance.

#### 3.Trade Receivable(Schedule-14) Rs.4284.34 lakh

Reconciliation of Trade Receivable are in progress. Confirmation of Trade receivable will be made after due reconciliation.

Necessary steps will be taken to separate the Other receivable from Trade Receivable

#### 4. Short Term Loans and Advances (Schedule-14)- Rs.2420.53 lakhs

Some amount under Loans & Advances such as needs reconciliation as per detail given below.

- (a)Advance against purchase of Goods of- Rs.291.19 lakh,
- (b)Advance to Growers(ISOPOM incentive on Oil Seeds) –Rs.204.72
- (c) Advance to growers (Payment against fail stock)- Rs.132.49



Necessary steps are taken for reconciliation. After due reconciliation necessary step will be taken for provision in account.

**4.1. Advance and other dues with staff-****237.06 lakh**

Some old advances against ex-employees and outsource employees working in this organization are still pending for recovery. Steps are taken to recover the old outstanding advance. Outstanding advance of present employees are recovered /adjusted from their salary. Advance arises due to shortage of stock, return of fail stock returned to growers debited to personal advance account of employee if the cost not recovered/deposited by the growers and this type of advance are recurring nature which arises at the end of the year and recovered during April to June.

**4.2. Advance to growers (ISOPOM incentive on Oilseeds)-Rs.204.72 lakhs**

Necessary steps will be taken for verification and adjustment after due reconciliation.

4.3 Necessary verification and adjustment will be made after due reconciliation.

4.4. Noted for future guidance.

**4.5. Income Tax Deposit Rs.1096.90 lakhs**

Steps are taken for due reconciliation of Income Tax deposit of Rs.1096.90lakh.

**6. Other Current Assets (Schedule-17)- Rs.79.65 lakh**

The "Other Current Assets" include Rs.25.88 lakhs relates to dues receivable from State Government .However necessary reconciliation will be made as per the observation of audit.

**C. Profit and Loss Statement****1. Revenue from Operations(Schedule-18)- Rs.18679.67 lakh**

Sales accounted basing on the seeds supplied up to the year ending 31.3.22. Generally the GST return of March 22 actually prepared and filed in April-22. Hence there will be the difference between sales accounted as per Profit & Loss Statement and sales as per GST Return.

**2. Professional Tax.**

No Comments



## D. Others

### 1. Action taken on the comments of C& AG of India on the accounts of 2020-21

#### 1. No Comments

2. Additional Regulatory information as required under Schedule-III of the Companies Act in relation to “Title deeds of Immovable property not held in the name of the Company” will be exhibited properly in the financial statements during 2022-23. The Corporation is following part-II of the Schedule-III of the Companies Act-2013 in preparation of the statement of Profit & Loss.

3. Noted for future guidance.

## ANNEXTURE-B

### ANNEXTURE TO THE INDEPENDENT AUDITORS REPORT.

#### 1. Schedule-15-Cash & Cash Equivalent- Rs.11619.82lakh

(i) No Comments

(ii) The A/C No.8381101100141 of Andhra Bank is an in-operative A/c since 2016.

(iii) The Balance Bank statement of Fixed Deposit has been submitted to audit for verification.

(iv) The Provision of Leave provision of Govt. employees on deputation is calculated as per authority slip received from AG(Odisha). The leave encashment of Corporation employees is calculated as per as per actually paid at the time of retirement. This method is followed consistently.

(v) The liability of Gratuity of Corporation employees is calculated as per Gratuity Act.1972 and this method is followed consistently.

(vi) Noted for future guidance.

(vii) Noted for future guidance.



## ANNEXTURE-C

## ANNEXTURE TO THE INDEPENDENT AUDITOR'S REPORT

**(i) In respect of Property ,Plant & Equipment**

(a) The company has maintained proper records showing full particulars including quantitative details and situation of property, plant & equipment and submitted to audit.

(b) Physical verification of seed stock, stores, Fixed Assets has been verified and the physical verification report has been produced before audit.

(c) Noted for future guidance.

(d) Noted for future guidance

(e) Noted for future guidance

**(ii) In respect of Inventories**

(a) The Physical verification of the seed Stock, Stores, Packing Materials ,Assets has been made by the management on 31<sup>st</sup> March 2022 and submitted to the audit for report there of.

(b) No Comments

(iii) to (Vi) No Comments

(Vii) (a) Necessary reconciliation will be made during 2022-23 and same will be submitted to audit.

(b)Noted for future guidance

- No Comments
- No Comments
- No Comments
- No Comments
- No Comments

(Viii) No Comments

(ix) No Comments

(x)(a) No Comments.

(b) No Comments

(xi)(a) No Comments

(b) No Comments

(c ) No Comments



(xii) No Comments

(xiii) No Comments

(xiv) (a) No Comments

(b) No Comments

(xv) No Comments

(xvi) No Comments

(xvii) No Comments

(xviii) No Comments

(xix) The Company is a Government Company and is a profit making company. The Company is quite capable to meet its liabilities as shown as on 31.3.22.

(xx)(a) No Comments

(b) No Comments

**ANNEXTURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE  
ON THE FINANCIAL STATEMENTS OF ODISHA STATE SEEDS  
CORPORATION LIMITED**

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

No Comments

**Auditors Responsibility**

No Comments

**Meaning of Internal Financial Control over Financial Reporting**

No Comments

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

No Comments



## Qualified Opinion

1. No Comments
2. The accounting records are maintained and following the accounting standards as prescribed by Institute of Chartered Accountants of India. Hence the occurrence of frauds & errors is very rare.
3. The Company maintain record so ensure reasonable assurance of transactions and are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles .
4. Noted for future guidance
5. The Company is taking appropriate steps for timely and proper compliance brought by CAG Audit & Statutory Audit.
6. No Comments
7. The Company is taking proper care for correct and adequate provision/liabilities against advance or adjustment of earlier period expenses.
8. The Physical Verification of the Company is done half yearly and Annually by team of officers deputed from Head Office duly supervised by the concerned Zonal Managers. Proper categorization of standard ,sub-standard, growers fail and shortage if any are reported there of at the time of Physical Verification.
9. Proper Zone wise records are maintained for recording the fixed Assets location-wise. Hence timely theft/shortage can be reported.
10. Proper records are maintained for recording bank transactions and reconciliation there of. Bank reconciliation of all banks are done baring two Banks and submitted to Audit for verification.
11. Bank Statements of all Banks and Balance Statements of all Banks submitted to Audit for verification.
12. Deposit of GPF,EPF, Professional Tax ,Income Tax recovered from salary and Contractors are being deposited in proper accounts regularly. Reconciliation regarding GST is required which will be done during 2022-23.
13. Adjustment of vouchers against advance to staff are done regularly. Any amount remain after adjustment is recovered from monthly salary and any arrear claim arise . Some time also the advance also recovered from their retirement claim.
14. The Company have an appropriate internal control for deduction of TDS as per Income tax Act.1961.
15. Noted for future guidance





## INDEPENDENT AUDITORS' REPORT

To

**THE MEMBERS OF ODISHA STATE SEEDS CORPORATION LIMITED**

**Report on the Audit of the Financial Statements**

### Opinion

We have audited the accompanying financial statements of **ODISHA STATE SEEDS CORPORATION LIMITED**, which comprise the balance sheet as at March 31, 2022, and the Statement of Profit & Loss and Statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the matters described in “Basis for Qualified opinion” in Annexure-A and “Disclaimer of Opinion” in Annexure-B” of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 (‘the Act’) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its Statement of Profit and Loss and cash flows for the year ended on that date.

### Basis for opinion

We conducted our audit in accordance with the standards on auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor’s responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



## Key Audit Matters

We draw attention to the following notes on the financial statements considering the same as key audit matters.

1. All the Branches of the Company are required to be audited under Sec. 143(8) of the Companies Act' 2013. However, Branch Accounts of the Company are not available to us for audit. Internal audit has also not commented upon the agreement of the balances shown in the branch trial balances with the books of accounts maintained by the branches.
2. SBI(OT) Escrow, Revolving A/c is not reconciled as on 31.03. 2022. The difference in toto of Rs. 2393.13 Lakhs as on 31.03.2022 is credited to "Sundry Debtors (ESCROW)" during the year 2021-22. Further Canara Bank A/c is also not reconciled as on 31.03.2022 & the difference on toto of Rs.385.58 Lakhs as on 31.03.2022 is also Credited to "Sundry Debtors (Canara Bank) during the year. Therefore Sundry Debtors A/c as on 31.03.2022 is understated by Rs.2778.71 Lakhs for the above reason.
3. Financial ratios are not disclosed in the financial statements as per the requirement of schedule-III of the Companies Act-2013.

## Information other than the financial statements and auditors' report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



## **Management's responsibility for the financial statements**

The Company's Board of Directors is responsible for the matters stated in section 134 (5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

## **Auditor's responsibilities for the audit of the Financial Statements**

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

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



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the **Companies Act, 2013**, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters.



We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

1.As required by the **Companies (Auditor's Report) Order, 2020** ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in **Annexure "C"** a statement on the matters specified in paragraphs 3 and 4 of the Order.

2.As required by Section 143(3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit excepting matters described in **"Basis for Qualified opinion" in Annexure-A and "Disclaimer of Opinion" in Annexure-B"**

(b) Subject to comments given in **Annexure 'A'** and **Annexure 'B'** of our report, 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) Accounts of all the Branches of the Company are required to be audited under Sec 143(8) of the Companies Act' 2013. However the accounts of the branches is merged with HO without audited for the year ended 31.03.2022.

(d)The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account;

(e) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014 excepting non-compliances of AS-2, AS-3, AS-15 .

(f) As per the notification number GSR 463 (E) dated June 5, 2015 issued by Ministry of Corporate Affairs Section 164 (2), as regards the disqualification of Director is not applicable to the Company since it is a Government Company.

(g) Any qualification, reservation or adverse remark relating to the maintenance of accounts and other matters connected there which has been reported under various para in our report.



(h) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure-E. Our report expresses a qualified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

(i) 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;

- a. The Company has disclosed the impact of pending litigations on its financial position in the financial statements vide note no 1(b) to 1(v),1(vi) and 16-18;
- b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- c. There were pending amount which is required to be transferred, to the Investor Education and Protection Fund by the Company.
- d. 3. In terms of sub section (5) of section 143 of the Companies' Act 2013 we give in the **Annexure 'D'** a statement of the direction issued under the aforesaid section by the Comptroller and Auditor General of India.

Place: Bhubaneswar  
Date: 18.07.2023

**For Dash & Associates**  
Chartered Accountants  
FRN. -317012E

CA. N.R. Biswal, FCA  
Partner  
Membership No.- 058679  
UDIN: 23058679BGWME04706

**ANNEXURE-A****ANNEXURE TO THE INDEPENDENT AUDITORS REPORT**

Referred to in “Basis of Qualified Opinion” paragraph of our Independent Auditors’ Report to the Members of Odisha State Seeds Corporation Limited on the Financial Statements for the year ended 31<sup>st</sup> March’2022, We report that :

**▪ EQUITY AND LIABILITIES****1. Share Capital (Schedule-1) Rs.262.76 Lakhs**

The organisation has reported wrongly in minutes book for forfeiture of 4098 nos partly paid up shares of Rs.1.03 Lakh instead of 4204 nos shares of Rs.0.85 Lakh which was mentioned in the balance sheet FY 2018-19. During the FY 2019-20 the company has transferred Rs.0.85 Lakh from partly paid up share and Rs.0.18 Lakh from share deposit account to Share Forfeiture account. The reason of difference was not clarified by the company to the previous auditor. The same is also not clarified to us. So we are unable to comments on this matter. The Share Certificates are not produced for our verification.

**2.Long term borrowings (Schedule-3) Rs.198.35 Lakhs**

The organisation has reported Interest Accrued & due on Short Loan from State Govt amounting to Rs.198.35 Lakhs since long without any adjustment.

**3.Short Term Borrowing (Schedule-4) - Rs.8,000.00 Lakhs**

“Short Term Borrowings “of Rs.8,000.00 Lakhs is Shown under the head “Non-Current Liabilities” instead of “Current Liabilities “in the Balance Sheet. As a result Non-Current Liabilities overstated by Rs.8,000.00 lakhs and Current Liabilities understated by Rs.8,000.00 lakhs for the year under audit.

**4.Trade payable (Schedule -5) Rs. 9,369.23 Lakhs**

‘Sundry creditor for goods’ shown under the head “**Trade payable**” has not been confirmed and reconciled. The amount under this head as on 31.3.2022 has been accumulated from year to year. Further in absence of balance confirmation from the concerned creditors the correctness about the balance shown in the financial statement can not be ascertained properly.



As per schedule-III of the Companies Act-2013 “Trade Payable” relates to goods purchased or services received in the normal Course of Business only. However “**Trade Payable**” of Rs.9369.23 Lakhs includes other payables , which are in fact not ‘**Trade Payables**’ The same is required to be shown separately. Ageing schedule & details of outstanding to MSME’s and others is not provided in ‘**Trade Payable**’ as on 31.3.22.

**5. Other Current Liabilities (Schedule-6) - Rs. 3,012.00 Lakhs**

**5.1 Earnest Money Deposit Rs. 360.97 Lakhs**

EMD includes Rs.12.06 Lakhs (Dr) balance of different parties. This represents that the corresponding receipt is not recorded neither during the year nor earlier year against EMD refunded to different parties. Therefore EMD is understated by Rs. 12.06 Lakhs(Dr).

**5.2 Security Deposit Rs. 355.15 Lakhs**

Security Deposit includes Rs.19.10 Lakhs (Dr) balance of different parties. This represents that the corresponding receipt is not recorded neither during the year nor earlier year or wrong posting has been made against Security Deposit paid to different parties. Therefore Security Deposit is understated by Rs. 19.10 Lakhs (Dr).

**5.3** The corporation has not deposited Labour Cess amounting to Rs.6.03 Lakhs as on 31.03.2022. This includes Rs. 1.57 Lakh for the current year under audit. Further Royalty amounting to Rs.3.88 Lakhs as on 31.03.2022 is also not deposited as on 31.03.2022.

**6. Short term provision (Schedule-7) - Rs.13,580.43 Lakhs**

The provision for bonus of Rs.0.19 Lakhs and provision for dividend tax of Rs.7.49 Lakhs are brought forward since long ago. The corporation required to adjust/pay the same after taking proper approval.

**7.** The Deferred Tax Liability(Net)/ Deferred Tax Assets (Net) is not provided for in the Financial Statements for the FY 2021-22 violating part-II of Schedule-III of the Companies Act-2013.

▪ **ASSETS**

**1. Fixed assets (Schedule- 8) - Rs. 5299.88 Lakhs**

Fixed Asset Register is not updated and physical verification of assets is not done either by the management or by the external agency for the financial year 2021-22.





## 2. Inventories (Schedule -13) Rs.6,294.70 Lakhs.

- During the verification and as per the data provided to us for calculation of inventory it is found that the closing stock of seeds of both standard and substandard has been duly accounted for and valued properly. However physical verification of inventory is not made by the external agency.
- As per the Point No.22 of notes on account the quantitative details are given below after verification of stock account. The same reveals that there is a difference of 0.19 Lakh Qtls in book Balance. Book balance should be 2.79 Lakh Qtls instead of 2.60 Lakh Qtls as mentioned in point no. 22.

|                 |      |             |
|-----------------|------|-------------|
| Opening balance | qtls | 3.57 Lakhs  |
| Add: Purchases  | qtls | 4.01 Lakhs  |
| Total receipt   | qtls | 7.58 Lakhs  |
| Less: Sale      | qtls | 4.79 Lakhs  |
| Book Balance    | qtls | 2.79 Lakhs  |
| Less: Physical  | qtls | 2.783 Lakhs |
| Balance         | qtls | 0.007 Lakhs |
| Shortage qty.   | qtls | 0.007 Lakhs |

It is to mention here that closing stock is valued only on the standard and substandard stock available. No valuation is made for failed stock available on 31<sup>st</sup> March though OSSC is custodian of the stock.

The Corporation has designed and implemented inventory Management software with the help of NIC, Bhubaneswar for proper management of inventory in the Corporation. However, though the Corporation is dealing with huge quantity of seed no third party verification was made.

Physical Verification is not made by any external auditor. However the Physical Verification report is not available for our verification.

## 3. Trade Receivable(Schedule-14) - Rs. 4,284.34 Lakhs

Trade receivable accounts has not been confirmed and reconciled. As per schedule-III of the Companies Act'2013 "Trade Receivable" relates to goods sold or services rendered in the normal Course of Business only. However "Trade Receivable" of Rs.4284.34 Lakhs includes other receivable which are in fact not 'Trade Receivable'. The same is required to be shown separately in the Balance Sheet. Ageing schedule & classification of Trade Receivables as 'considered good' and 'Considered doubtful' in disputed trade receivable & undisputed trade receivable has not been made as on 31.3.22.



#### **4. Short Term Loans and Advances (Schedule-16) - 2,420.53 Lakhs**

Loans and Advances includes some advances either disputed or outstanding since long without any adjustment or recovery. Neither any provision nor recovery against these doubtful advances have been made during the year 2020-21. The party wise Reconciliation is required to be made. In some cases Advances shows Credit Balance which requires reconciliation/adjustment. In some cases after due approval by the Board necessary provision may be made.

##### **4.1 Advance and other dues with staff - Rs. 237.06 Lakhs**

Advances & OD with staff of Rs.237.06 Lakhs includes Rs.117.29 Lakhs(Cr) as on 31.3.21. This means Employees will receive Rs. Rs. 117.29 Lakhs. “Advance and other dues with staff” includes “Provision for doubtful advance of Rs. 66.89 Lakhs & Advance to Ex-Staff of Rs. 26.12 . No step has been taken to recover/adjust the same. As information available to us, Advance includes Shortage cost of seed stock recovery from employees ,value of fail seed cost returned to growers for which cost of seeds debited to concerned employee if the cost not recovered from growers and non-submission of deposit slips by sale centre in-charge against sale of seeds to dealers & PACS cases The Corporation does not taken any steps/action for recovery or booking of expenses against the said advances carried forward in the books of account since long.

##### **4.2 Advance to growers (ISOPOM incentive on Oilseeds) - Rs.204.72 Lakhs**

The amounts relates to more than five years is need adjustment after proper verification and approval.

**4.3** There are certain deposits like sales tax refundable, sales tax deposits and demand tax (VAT) amounting to Rs.69.17 Lakhs which have been continuing as such since long without any adjustment. Out of the above amount the record relating to payment of Rs.27.01 Lakhs only could be made available .

**4.4** In case of any loan and advances has not been adjusted or settled within one year, the same should be categorised as long term instead of short term.

##### **4.5 Income Tax deposit Rs.1,096.90 Lakhs**

Income tax Deposit is not reconciled.



## 5 Other current assets (Schedule-17) - Rs.79.65 Lakhs

The “Other Current Asset” includes a sum of Rs.25.88 Lakhs under the head “Sundry dues realizable” which has been brought forward since long ago. The year wise break up of Rs.25.88 Lakhs could not be produced by the Corporation in absence of which it is difficult to comment on the correctness of the amount so reflected in the financial statement.

### ▪ Profit and Loss Statement

#### 1. Revenue from Operation (Schedule-18) - Rs. 18,679.67 Lakhs

As information available to us, Annual Value of outward supplies as per GST return is Rs.18,271.28 Lakhs against Revenue from Operation shown in the Books of Account of Rs. 18,679.67 Lakhs. The same is not reconciled with Books of Accounts.

#### 2. Professional Tax

The Corporation does not pay the Professional Tax as mandated by the GST Act.

#### D. Others<sup>1</sup>.

#### Action taken on the comments of C&AG of India on the accounts of 2020-21

Comptroller and Auditor General of India have decided not to conduct the supplementary Audit of the financial statements of Odisha State Seeds Corporation Limited for the year ended 31<sup>st</sup> March’2021 and as such have no comment to make u/s 143(6)(b) of the Act.

2. Part-II of the Schedule-III of the Companies Act’2013 is not duly followed. Additional Regulatory Information as required by Schedule-III of the Companies Act’2013 in relation to “Title deeds of immovable Property not held in name of the Company” has not been provided in the Financial Statement as on 31.3.2022

3. As per Schedule-III of Companies Act, 2013, the Company has not shown Earning per Equity Share in the Profit and Loss statement.

Place: Bhubaneswar

**For Dash & Associates**  
Chartered Accountants  
FRN. -317012E

CA. N.R. Biswal, FCA  
Partner  
Membership No.- 058679  
UDIN : 23058679BGWMEO4706



## ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

Referred to in "Basis of Disclaimer of Opinion" paragraph of our Independent Auditors' Report to the Members of Odisha State Seeds Corporation Limited on the Financial Statements for the year ended 31<sup>st</sup> March'2022, We report that :

**1. REF : Schedule-15- Cash & Cash Equivalent - Rs.11,619.82 Lakhs**

(i) SBI(OT) Escrow, Revolving A/c is not reconciled as on 31.03. 2022. The difference in toto of Rs. 2393.13 Lakhs as on 31.03.2022 is credited to "Sundry Debtors (ESCROW)" during the year 2021-22. Further Canara Bank A/c is also not reconciled as on 31.03.2022 & the difference on toto of Rs.385.58 Lakhs as on 31.03.2022 is also Credited to "Sundry Debtors (Canara Bank) during the year. Therefore Sundry Debtors A/c as on 31.03.2022 is understated by Rs.2778.71 Lakhs for the above reason.

(iii) Bank Statement for A/c No. 8381101100141 of Andhra Bank is not available for verification as on 31.3.22.

(iv) The Corporation has shown total fixed deposit amounting to Rs.637.04 Lakhs in the books of accounts. Balance confirmation from bank not available for verification.

(v) The provision of leave encashment liability based on actuarial valuation as required by Accounting Standard-15 issued by the Institute of Chartered Accountants of India has not been made.

(vi) The liability on account of gratuity has not been determined actuarially as required by Accounting Standard-15. Hence, the quantum of excess/short provision if any made for the year as well as on accumulative basis has not been ascertained.

(vii) As per the Accounting Standard-3(Cash Flow Statement) cash equivalent only includes highly liquid investment having maturity less than three months. But the company has taken fixed deposit whose maturity period is more than three months as cash & Cash equivalent for preparation of Cash Flow statement .

(viii) The balance confirmation of Sundry Debtors, Sundry Creditors, Advance to Suppliers and Fixed deposit from bank and some bank account are not obtained. Hence in the absence of which, it is not possible to comment on the correctness of such balances as reflected in the financial statements.

Place: Bhubaneswar

Date: 18.07.2023

**For Dash & Associates**

Chartered Accountants

FRN. -317012E

CA. N.R. Biswal, FCA

Partner

Membership No.- 058679

UDIN : 23058679BGWMEO4706

**ANNEXURE-C****ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT**

(Refer to in paragraph-1 "Other Legal & Regulatory Requirement" of our Report of even date)

- (i) In respect of Property, Plant and Equipment:-
- o (A) The Company has not maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
  - o (B) The Company has no intangible asset. Accordingly, the requirement to report on clause 3(i)(a)(B) of the Order is not applicable and hence not commented upon.
- (b) As explained to us, fixed assets have been physically verified by the Seeds Production Officer of concerned unit at reasonable interval. However the Physical verification report has not been produced before the audit for verification. The organisation has not reconciled the book balance with reference to the physical balance. In absence of which the material discrepancies, if any could not be verified and ascertained. Hence, no provision has been made in the books of accounts for material discrepancies, if any.
- (c) According to the information and explanations provided to us, the title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements have been duly executed in favour of the lessee) disclosed in financial statements are held in the name of the Company except for the following immovable properties mentioned below for which title deeds have not been executed in favour of the company.



| Description of property  | Gross carrying value (in Lakhs) | Held in name of | Whether promoter, director or their relative or employee | Period held – indicate range, where appropriate | Reason for not being held in name of company* |
|--------------------------|---------------------------------|-----------------|--|---|---|
| Land                     | 4.23                            | Govt. of Odisha | No   | Not available                                   | Not available                                 |
| 8 Storage Godowns        | 56.00                           | Govt. of Odisha | No   | Not available                                   | Not available                                 |
| 12 Processing Plants     | 60.00                           | Govt. of Odisha | No   | Not available                                   | Not available                                 |
| 4 Industrial Sheds       | 13.55                           | IDCO            | No   | 1990-91   | Not available                                 |
| 5 Govt Agriculture Firms | Not Valued till date            | Govt. of Odisha | No   | 01.06.91  | Not available                                 |

(d) According to the information and explanations provided to us, the Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year ended March 31, 2022.

(e) According to the information and explanations provided to us, there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

ii) In respect of Inventories:-

(a) As explained to us, the physical verification of inventories/stores and spares has been done by the management at reasonable intervals. However the Physical verification report has not been produced before the audit for verification. The organisation has not reconciled the book balance with reference to the physical balance. In absence of which the material discrepancies, if any could not be verified and ascertained. Hence, no provision has been made in the books of accounts for material discrepancies, if any.



(b) During any point of the year, the Company has not been sanctioned any working capital limits in excess of five crores in aggregate from banks and/or financial institutions during the year against security of its current assets. Therefore filling of the quarterly returns/statements by the Company with such banks and financial institutions does not arise.

iii. The company has not granted any loans, secured or unsecured to any companies. Firms or other parties covered in the register maintained under section 189 of the Companies Act'2013. Accordingly, the requirement to report on clause 3(iii)(a) to (f) of the Order is not applicable and hence not commented upon.

iv. According to information and explanation given to us there are no such loan, investment, guarantees and security has been given by the corporation for which there has been no violation of section 185 and 186 of the companies Act 2013.

v. In our opinion and according to the information and explanation given to us, the company has complied with the directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the companies Act and the rules framed there under where applicable.

vi. As explained to us, the cost records maintained by the Company as prescribed by the Central Government under subsection (1) of Section 148 of the Companies Act . However such reports are not available for our verification. Hence we are unable to form any opinion regarding maintenance of cost records and their accuracy or completeness.

vii. According to the information and explanations given to us in respect of statutory dues :

- According to the information and explanations given to us and based on the records of the company examined by us, though the company is regular in depositing the statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, GST & other statutory dues, as applicable, with the appropriate authorities in India except Labour Cess amounting to Rs.6.03 Lakhs and Royalty amounting to Rs.3.88 Lakhs is to be deposited as on 31.03.2022. In some cases, due to wrong recording of transactions, actual payment varies against the corresponding ledger balance .
- The details are as follows :



## (Amount in lakhs)

| Sl. No. | Ledger Head                   | Balance as per ledger | Corresponding payment |
|---------|-------------------------------|-----------------------|-----------------------|
| 1       | TDS on Contractor             | 2.31 Dr.              | 3.95 Cr.              |
| 2       | TDS Salary                    | 4.22 Cr.              | 1.59 Cr.              |
| 3       | TDS (GST)                     | 5.65 Cr.              | 4.32 Cr.              |
| 4       | Professional Tax              | 0.97 Cr.              | 0.00                  |
| 5       | GPF                           | 3.07 Dr.              | 0.00                  |
| 6       | Employees Contribution to EPF | 38.98 Dr,             | 0.00.                 |

(b) According to the information and explanations given to us and based on the records of the company examined by us, the company has not been deducted TDS on Advertisement Expenses of Rs.12.98 Lakhs. Further the company has not been deducted TDS on Dealer Commission of Rs. 781.02 Lakhs. As per the information available to us, dealer commission includes reimbursement of cost towards transportation and loading and unloading of seeds. Therefore the company has not been deducted TDS on Actual Dealer commission.

- As per the information and explanations given to us, and as has been disclosed by the company vide note no.1 there are certain appeal cases on statutory dues preferred by the company and those are pending at various appellate authorities. However, company has unable to produce the documents related to the same before the audit for verification of its viability. Following are the details related to the same.
- Demand of employees State Insurance Corporation of Rs.3,82,413/- up to the end of March,2002 has been disputed by the corporation and appeal is pending with Hon'ble High Court.
- Sales Tax:- Sales Tax assessment has been completed up to 2003-04. Sales tax authorities have demanded Rs.55,02,643.00 towards sales tax for different years up to the year 2000-01 which is disputed by the corporation and appeals have been filed against the above demand which are still pending. An amount of Rs.38,75,403.00 has been paid against the above demand as demand tax.





- A sum of Rs.4,68,86,167.00 has been paid by the Corporation to the Income Tax authorities during the year 2004-05,2005-06 and 2008-09 and kept in Income tax Deposit A/c. The Corporation have filed appeal with ITAT against orders of CIT Appeal. The ITAT while disposing the appeal directed to approach CBDT to exercise the powers u/s 119(2)(b) to condone delay in filing return and allow to carry forward losses and depreciation. The Corporation has moved CBDT to allow carry forward of the business loss and depreciation
- for the Assessment year 1991-92-96-97.The matter is pending with CBDT for which no provision has been made towards Income tax for aforesaid amount.
- The Income Tax authorities have raised demand on the Corporation to the tune of Rs.9,87,318.00 against which the Corporation has gone on appeal and the matter is under sub-judice. As against the aforesaid demand the Corporation has deposited a sum of Rs.8,65,695.00 and the amount has been shown as Income Tax Deposit under Schedule-16 Short Term Loans and Advances.

viii. According to the information and explanations provided to us, the Company has not surrendered or disclosed an income in tax assessments during the year under the Income tax Act, 1961 any transaction, previously not recorded in the books of account. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable and hence not commented upon.

ix. (a) According to information and explanations provided to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender. Accordingly, the requirement to report on clause 3(ix)(a) to (f) of the Order is not applicable and hence not commented upon.

x. (a) According to the information and explanations provided to us, the Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments). Accordingly, the requirement to report on clause 3(x)(a) of the Order is not applicable and hence not commented upon.

(b) ) According to the information and explanations provided to us, the Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year. Accordingly, the requirement to report on clause 3(x)(b) of the Order is not applicable and hence not commented upon.



xi. (a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations provided to us, we report that no fraud by the Company or no material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year. Accordingly, the requirement to report on clause 3(xi)(a) of the Order is not applicable and hence not commented upon.

(b) The requirement to report on clause 3(xi)(b) of the Order is not applicable and hence not commented upon.

(c) Whistle blower complaints has not been received by the Company during the year. Therefore clause 3(xi)(c) of the Order is not applicable

xii. In our opinion, the Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirements to report on clause 3(xii) (a) (b) and (c) of the Order are not applicable to the Company and hence not commented upon.

xiii. In our opinion and according to the information & explanations given to us there are no such transactions with the related parties as explained in section-177 and 188 of companies Act-2013.

xiv. (a) In our opinion and according to the information and explanations provided to us, internal audit is not commensurate with the size and nature of its business.

(b) The internal audit reports pertaining to the year under audit have been considered by us .

xv. According to the information and explanations provided to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. Accordingly, requirement to report on clause 3(xv) of the Order is not applicable to the Company and hence not commented upon.



xvi. In our opinion and according to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi) (a) to (d) of the Order is not applicable and hence not commented upon.

xvii. According to the information and explanations provided to us, the Company has not incurred cash losses in the current year and in the immediately preceding financial year.

xviii. There has been no resignation of statutory auditors of the Company during the year. Accordingly, requirement to report on Clause 3(xviii) of the Order is not applicable and hence not commented upon.

xix. In our opinion and according to the information and explanations provided to us, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the plans of the Board of Directors and management nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of our audit report that Company is not capable of meeting its liabilities as at the date of balance sheet as and when they fall due within a period of one year from the date of balance sheet. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that the Company will not be able to meet all liabilities as and when they fall due within a period of one year from the date of balance sheet.

xx. (a) In our opinion and according to the information and explanations provided to us, there are no unspent amounts in respect of projects other than those ongoing that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in accordance with second proviso to sub section 5 of section 135 of the Act. Accordingly, the requirement to report on clause 3(xx)(a) of the Order is not applicable and hence not commented upon.



(b) In our opinion and according to the information and explanations provided to us, there are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in accordance of provision of sub section (6) of section 135 of Companies Act. Accordingly, the requirement to report on clause 3(xx)(b) of the Order is not applicable and hence not commented upon.

Place: Bhubaneswar  
Date: 18.07.2023

**For Dash & Associates**  
Chartered Accountants  
FRN. -317012E

CA. N.R. Biswal, FCA  
Partner  
Membership No.- 058679  
UDIN: 23058679BGWME04706



### ANNEXURE-D

**Referred to in our Independent Auditors' Report of even date to the members of Odisha State Supplies Corporation Limited on the financial Statements for the year ended 31<sup>st</sup> March'2022**

**Directions under Section 143(5) of the Companies Act' 2013 forming an integral part of Audit Report (Refer to Paragraph of our Report of even date)**

| Sl No. | Directions   |  |
|--------|--|--|
| A.     | General Directions   | Observations   |
| 1      | Whether the company has system in place to process all the accounting transactions through IT system? If yes the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications if any may be stated.  | Yes, The Company has the system in place to process all the accounting transactions through IT system. The Company maintains its accounting transactions in Tally software. However in most of the cases the ledger balances generated in computer system are not tallied with the subsidiary ledgers/Individual files maintained manually. We are unable to quantify the financial implications. However we have pointed out some of such financial implications in various points of our audit report. |
| 2      | Whether there is any restructuring of an existing loan or cases of waiver/ write off of debts/ loans/ interest etc. made by a lender to the company due to the company's inability to repay the loan? if yes the financial impact may be stated. Whether such cases are properly accounted for? (in case .the lender is a Government company, then this direction is also applicable for statutory auditor of lender company). | There is no restructuring of an existing loan or cases of waiver/ write off of debts/ loans/ interest etc. made by a lender to the company due to the company's inability to repay the loan.   |
| 3      | Whether funds (grants/subsidy etc) received/ receivables for specific schemes from Central/State Government or its agencies were properly accounted for / utilizes as per its term and condition ? list the cases of deviation.  | Funds (grants / subsidy etc) received / receivables for specific schemes from Central/ State Government or its agencies were properly accounted for / utilized as per its term and condition.  |



| B. | Company/Sector Specific Sub-Direction   | Observations  |
|----|---|---|
| 1  | Whether the Company has an effective mechanism for disbursement of loans/subsidies/agro inputs and agriculture machineries to beneficiaries and recovery thereof (loans) along with interest, if any, from beneficiaries?   | As per information and explanation given to us, the point is not applicable to the Company for the year under audit.  |
| 2  | The grants/subsidies received for implementation various schemes are accounted for as per the accounting standards and utilized for indented purpose.   | As per information and explanation given to us Grant/subsidies received from Government are solely utilized for the indented purpose during the year under audit.   |
| 3  | Cases of wrong accounting of interest earned on account of non utilization of amounts received for certain projects/schemes may be reported.  | No such cases were found during the year under audit.   |
| 4  | Report the cases of diversion of grants/subsidies received from Central/State Govt. or their agencies for performing certain activities.  | No such cases of diversification were found during the year under audit.  |
| 5  | Examine pricing policy framed by the Company to ensure that all cost components are covered.  | As explained to us, the marketing department of the Company is responsible for framing the pricing policy considering all cost components with approval of management and appropriate authority.  |
| 6  | Whether the stock of seeds packing/certification materials and other items has been taken on basis of stock records after adjustment of shortage/excess found on physical verification and whether due consideration has been given for deterioration in the quality of old stocks which, may result into over valuation of | In absence of third party physical verification of stock of seed packing / certification materials, the stock position as reported by concern SPO and supervisor is taken into account at the year-end for valuation purpose. Since the packing materials are valued at weighted average method instead of FIFO method it is not ascertainable whether due consideration has been given for deterioration in quality of old packing materials at the time of valuation. |



|    |  |   |
|----|--|---|
| 7  | Whether all the agriculture produce procured are properly stored and adequately insured. If any insurance claims are rejected, the details may be reported.  | In absence of third party physical verification of stock of agricultural produce procured it is not ascertainable whether the produced are properly stored. In case of insurance coverage of agricultural produced adequate insurance coverage is taken for the year under audit. |
| 8  | Whether the cost incurred on abandoned project has been written off?   | As informed to us, no project was abandoned during the year under audit.  |
| 9  | Report on the extent of utilisation of plant and machinery and its obsolescence, if applicable.  | As informed to us, all processing plant and machinery are utilized during the year. However extent of capacity utilisation of plant and machinery is not available.   |
| 10 | Whether the company has an effective system of recovery of dues in respect of its sales activities and the dues outstanding and recoveries there against have been properly recorded in the books of accounts. | The Company has an effective system of recovery of dues in respect of its sales activities. However the dues outstanding and recoveries are not properly recorded.  |
| 11 | Whether the land owned by the Company is encroached under litigation, not put to use or declared surplus? Details may be provided.   | According to explanation given to us, there is no encroachment and litigation over the land owned by the Company.   |

Place: Bhubaneswar  
Date: 18.07.2023

**For Dash & Associates**  
Chartered Accountants  
FRN. -317012E

CA. N.R. Biswal, FCA  
Partner  
Membership No.- 058679  
UDIN : 23058679BGWME04706



## **Annexure-E**

### **ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF ODISHA STATE SEEDS CORPORATION LIMITED.**

Reports on the Financial Controls under clause (i) of sub section 3 of Sec. 143 of the Companies Act.2013 (The Act)

We have audited the internal financial controls over Financial Reporting of Odisha State Seeds Corporation Limited (The Company) as of 31<sup>st</sup> March'2022 in conjunction with our audit of the 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 includes 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 timely preparation of reliable financial information as required under the Companies Act, 2013.

#### **Auditor's 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 Guidance Note on Audit of internal financial controls over financial reporting ("The Guidance Notes") and the standards on Auditing to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those standards and the Guidance Note require that we comply with the 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 are operated effectively in all matter respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of internal financial controls 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 included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exist and testing and evaluating the design and operating effectiveness of internal control based on assessed risk.





The procedures selected depend on the auditors judgments, including the assessment of the risks of material misstatement of the financial statement 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 qualified audit opinion on the Company's internal financial controls system over financial reporting.

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

The Company's Internal Financial Controls over Financial Reporting is a process design 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 this policies and procedures that:

1. Pertain to the maintenance of records that, in reasonable details, accurately and fairly reflects the transactions and dispositions of 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 authorisations of managements and Directors of the company and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorised 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 to be detected. Also, projection of any evaluation of internal financial controls over financial reporting to future periods are subject to risk that the internal financial controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.



## Qualified Opinion

According to information and explanations given to us and based on our audit, **the following material weaknesses have been identified in the operating effectiveness of the Company's internal financial controls over financial reporting as on 31<sup>st</sup> March' 2022:-**

1. Non-establishment or non-design of proper system of reporting criteria of internal financial controls based on the internal control over financial reporting considering the essential components of internal controls stated in the guidance note on "Audit of Internal Financial Controls over Financial Reporting" issued by the Institute of Chartered Accountants of India since inception may not ensure an ordinary and efficient conduct of its business including adherence to Company's policies and the safeguarding of its assets and the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and timely preparation of reliable financial information and presentation thereof as required under the Companies Act, 2013.
2. The Company did not have appropriate internal control system for compliance of majority of the accounting standards of ICAI which could potentially result in to improper and inconsistent disclosure / lack of reliability of the financial statements.
3. The Company did not have an appropriate internal control system for maintenance of records in reasonable details accurately and fairly reflecting the transactions and disposition of the assets of the Company so as to ensure 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 expenditure of the Company are being made only in accordance with authorisation of management and directors of the Company.
4. The Company did not have an appropriate internal control system for timely and expeditious clearance/reconciliation/adjustment of old and dormant accounts of assets and liabilities which potentially could result into some changes in financial position and requiring substantial write off or write back or substantial adjustment in future affecting the liquidity of the Company in future.
5. The Company does not have an appropriate internal control system for timely and proper compliance of repeated averse comments brought out by CAG Audit and Statutory Audit which could potentially result in some changes in the financial statements.



6. The Company did not have an integrated ERP/SAP system including third party evaluation or system audit. Tally software package used by the Company are interfaced through software links or multiple manual interventions at many places leaving gaps between them. This could potentially result in to impaired financial reporting.
7. The Company did not have an appropriate internal control system to ensure the correct and adequate provision / liabilities against advances or adjustment of earlier period expenses out of payments during the current year. This could potentially result in accounting of same expenses either twice or omission or erroneous adjustment and may impair financial reporting.
8. The Company did not have an appropriate internal control system for periodic physical verification of inventory by an external auditor including reconciliation of stock records with financial ledger and timely identification and accounting of shortage / damage or misappropriation of stock / loss due to natural calamity as well as improper valuation of stock which may impair financial report.
9. The Company did not have an appropriate internal control system for recording the fixed assets location wise, with proper identification in an orderly manner as well as conducting periodic physical verification of fixed assets (both own assets and assets created out of grant). This could result in to timely non identification of shortage / theft or pilferage of obsolete and unserviceable items which ultimately cause financial loss to the Company.
10. The Company did not have an appropriate internal control system regarding preparation of Bank reconciliation statement and properly recording of Bank transactions in its Books of Accounts.
11. The Company did not have an appropriate internal control system regarding obtaining of bank statement and balance confirmation certificate.
12. The company did not have an appropriate internal control system for accounting of recovery and deposit of all the statutory dues as prescribed under different statues. This could result in to impaired financial reporting as well as it may attract various penal consequences as prescribed under different statues casing financial loss to the Company.
13. The Company did not have an appropriate internal control for payment, adjustment and reconciliation of Advance to staff account which was carried forward since long.



14. The Company did not have an appropriate internal control for deduction of TDS as per Income Tax Act 1961.
15. Details of risk identification, implementation measures to mitigate the loss arising from such risk and verification of the efficacy of control measures and the steps taken for the discrepancies noticed including modification of control measures have not been furnished to us.

A 'material weakness' is a deficiency or a combination of deficiencies, internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual financial statements will not be prevented or detected on a timely basis.

In our opinion, except **for the effects / possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria**, the company has in all material respects does not have an internal control system over financial reporting so as to be called adequate and as such we opine that the internal financial control over financial reporting were not operating effectively as on March 31,2022. Particularly in the absence of proper documentation on the internal control over financial reporting criteria to be established by the Company, 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.

We have considered the material weaknesses identified and reported above in determining the nature, timing and extent of audit tests applied in our audit of the 31<sup>st</sup> March'2022 financial statements of the Company and these material weaknesses do not affect our opinion on the financial statements of the Company.

Place: Bhubaneswar  
Date: 18.07.2023

**For Dash & Associates**  
Chartered Accountants  
FRN. -317012E

CA. N.R. Biswal, FCA  
Partner  
Membership No.- 058679  
UDIN : 23058679BGWME04706



COMPLIANCE CERTIFICATE

We have conducted the audit of accounts of Odisha State Seeds Corporation Ltd for the year ended 31st March'2022 in accordance with the direction and sub-direction issued by the Comptroller & Auditor General of India under Section 143(5) of the Companies Act'2013 and certify that we have complied with all the directions and sub-directions issued to us.

Place: Bhubaneswar

Date: 18.07.2023

**For Dash & Associates**

Chartered Accountants

FRN. : 317012E

(CA. N. R. Biswal, FCA)

Partner

Membership No.- 058679

UDIN: 23058679BGWMEO4706

**COMMENTS OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA.****: AMG-I(V)/Accts/QSSCL/2021-22/IR No. 14/2023-24/733****Date: 25.08.2023**

To,

The Managing Director,  
Odisha State Seeds Corporation Limited,  
Samantarapur, Bhubaneswar -751002.

Sub: Comments of the Comptroller and Auditor General of India under Section 143(6) (b) of the Companies Act, 2013 the accounts Odisha State Seeds Corporation Limited for the year end 31 March 2022.

Sir,

I am to enclose herewith the comments of the Comptroller and Auditor General of India under Section 143(6) (b) of the Companies Act, 2013 on the accounts of Odisha State Seeds Corporation Limited for the year ended 31 March 2022.

Three copies of the Annual Reports placed before the Annual General Meeting of the Company may please be furnished to this office indicating the date of the meeting.

**Yours faithfully****Sd/-****Sr.Deputy Accountant General/A.M.G-I****Annexure-I**



**Comments of the Comptroller and Auditor General of India under Section 143(6) (b) of the Companies Act, 2013 on the Financial Statements of Odisha State Seeds Corporation Limited for the year ended 31 March 2022.\**

The preparation of financial statements of Odisha State Seeds Corporation Limited for the year ended 31 March 2022 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 18th July 2023.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of Odisha State Seeds Corporation Limited for the year ended 31 March 2022 and as such have no comments to make under Section 143(6) (b) of the Act.

Place: Bhubaneswar

Date:- 24.08.23

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

**Sd/-  
ACCOUNTANT GENERAL**



No.: AMG-I(V)/Accts/OSSCL/2021-22/IR No. 14/2023-24/736

Date: 25.08.2023

**To****The Managing Director,****Odisha State Seeds Corporation Limited, Samantarapur, Bhubaneswar-751002****Sub: Deficiency in Annual Accounts of Odisha State Seeds Corporation Limited for the year 31 March 2022.**

Sir,

In inviting a reference to the Supplementary Audit of Annual Accounts of OSSC Ltd. for the year 2021-22, I am to highlight the following deficiencies in the accounts for the year 2021-22 which need immediate corrective action for better presentation of Accounts.

**A. Non-reconciliation**

| Sl No. | Observation of Audit.  | Compliance of the Management                                 |
|--------|--|--|
| 1      | Payables (Schedule 5) includes Rs.13.91 crore as closing debit balance which has arisen due to non-reconciliation of Sundry Creditors.     | Steps have been taken for reconciliation of Sundry Creditors |
| 2      | Receivables (Schedule 14) includes Rs.208.46 crore as closing credit balance which was arisen due to non-reconciliation of Sundry Debtors. | Steps have been taken for reconciliation of Sundry Debtors.  |

**B. Classification Error**

| Sl No. | Observation of Audit.   | Compliance of the Management  |
|--------|---|---|
| 3      | Profit and Loss Statement, Other Expenses head has been written as Other Administrative Expenses (Schedule 23) which is not in accordance with the format prescribed under Companies Act, 2013.                   | Noted for future guidance   |
| 4      | Tax Payable Rs. 85.47 lakh shown under Other Current Liabilities (Schedule 6) includes GST payable of Rs. 63.03 lakh which should be shown as a separate item under Other Current Liabilities.                    | Necessary reconciliation of GST A/c and showing separately under current liabilities will be taken care of during 2022-23 |
| 5      | Payment towards Group Mediclaim Policy of employees of OSSC Ltd., of Rs.5.44 lakh is shown under Insurance Other (Schedule 23: Administrative Expenses) instead of under Schedule 20: Employment Benefit Expenses | Noted for future guidance.  |



**C. Other Issues**

| Sl No. | Observation of Audit.  | Compliance of the Management   |
|--------|--|--|
| 6      | As per Schedule III of Companies Act, 2013, the Company has not shown Earning per Equity Share in the Profit and Loss statement.   | Noted for future guidance  |
| 7      | Outstanding Interest amounting to Rs. 1.98 crore towards short-term loan availed by the Corporation pertaining to the period 1988-89 to 1993-94 is shown under Long Term Borrowings (Unsecured Loan). As per the approval of Finance Department, GoO, the Corporation was paying annual installment of Rs. 50.00 lakh from the year 2008-09 to 2015-16 towards the outstanding interest. The Government viz. Agriculture & FE Department was requested (July 2017) to waive out the balance outstanding interest amount in view of loss sustained by the Corporation during 2016-17. No communication from Government has been received till date on waiving out of the pending outstanding interest. This should be disclosed in Notes to Accounts. | The Outstanding interest on Short Term Loan availed from Govt.of Odisha from 1988-89 to 1993-94 has been refunded during 2022-23 i.e on 21.9.2023. |
| 8      | In (Schedule T) Accounting Policies forming part of Accounts, policy relating to Stores & Spares, 2019-20 has been wrongly printed in place of 2021-22.  | It is due to typical mistake..   |
| 9      | The disclosure related to Contingent Liabilities in the Notes to Accounts includes other disclosures which does not form part of Contingent Liabilities  | Noted for future guidance.   |
| 10     | In SI No.22 to the Notes to Accounts, Turnover Qty (Qtls in lakh) 4.79 has been written in place of 4.98.  | It is due to typical mistake.  |
| 11     | As per Sl. No.21 of the Notes to Accounts, the figures have been taken in lakhs. However, there are some figures which were mentioned in rupees.   | It is due to typical mistake.  |



**ODISHA STATE SEEDS CORPORATION LIMITED**  
**(A GOVERNMENT UNDERTAKING)**  
**SANTRAPUR, BHUBANESWAR-751002**  
**BALANCE SHEET AS AT 31ST MARCH, 2022**

| Particulars   | Sch. No. | Figures as at the<br>end of Current<br>reporting Period<br>(Rs.in.Lakh) | Figures as at the<br>end of Previoust<br>reporting period<br>(Rs.in Lakh) |
|---|----------|---|---|
| <b>I. EQUITY AND LIABILITIES</b>  |          |   |   |
| <b>(1) Shareholder's Funds</b>  |          |   |   |
| (a) Share Capital   | 1        | 262.76  | 262.76  |
| (b) Reserves and Surplus  | 2        | 8170.31   | 8521.03   |
| <b>(2) Share Application money pending allotment</b>  |          |   |   |
| (a) Share Deposit   |          | 5.09  | 5.09  |
| (b) Share Forfeiture A/c  |          | 1.03  | 1.03  |
| <b>(3) Non-Current Liabilities</b>  |          |   |   |
| (a) Long-Term Borrowings  | 3        | 198.350   | 198.38  |
| (4) Short Term Borrowings   | 4        | 10000.00  | 10000.00  |
| <b>(4) Current Liabilities</b>  |          |   |   |
| (b) Trade Payables  | 5        | 9369.23   | 7867.31   |
| (c) Other Current Liabilities   | 6        | 3012.00   | 2240.60   |
| (d) Short-Term Provisions   | 7        | 1199.2  | 1124.95   |
| <b>Total Equity &amp; Liabilities</b>   |          | <b>30217.96</b>   | <b>30221.12</b>   |
| <b>II.ASSETS</b>  |          |   |   |
| <b>(1) Non-Current Assets</b>   |          |   |   |
| <b>(a) Property, plant &amp; Equipment and Intangible Assets</b>                                      | 8        |   |   |
| (i) Gross Block   |          | 7254.90   | 4705.16   |
| (ii) Depreciation   |          | 1955.02   | 1451.38   |
| (iii) Net Block   |          | 5299.88   | 3253.77   |
| (f) Capital-Work-in-Progress  |          | 219.04  | 226.17  |
| <b>(2) Current Assets</b>   |          |   |   |
| (a) Current investments   |          |   |   |
| (b) Inventories   | 13       | 6294.7  | 7913.71   |
| (c) Trade receivables   | 14       | 4284.34   | 4269.33   |
| (d) Cash and cash equivalents   | 15       | 11619.82  | 11606.97  |
| (e) Short-term loans and advances   | 16       | 2420.53   | 2876.51   |
| (f) Other current assets  | 17       | 79.65   | 74.66   |
|   |          | <b>30217.96</b>   | <b>30221.12</b>   |
| <b>NOTES TO ACCOUNTS</b>  |          |   |   |
| <i>Schedules referred to above and notes attached there to form an integral part of Balance Sheet</i> |          |   |   |
| <i>This is the Balance Sheet referred to in our Report of even date.</i>                              |          |   |   |

Sd/-Sri S.K Mishra  
Company Secretary-cum-  
DGM Finance,  
OSSC Ltd

Sd/ BhabeshKumarNayak  
Managing Director,  
OSSC Ltd

Sd/Bijay Kumar Nayak,  
Chairman,  
OSSC Ltd

M/s DASH & Associates,  
CharteredAccountant,  
Bhubaneswar



| <b>ODISHA STATE SEEDS CORPORATION LIMITED</b>   |   |            |  |   |
|---|---|------------|--|---|
| <b>(A GOVERNMENT UNDERTAKING)</b>   |   |            |  |   |
| <b>SANTRAPUR, BHUBANESWAR-751002</b>  |   |            |  |   |
| <b>PROFIT &amp; LOSS STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH, 2022</b>   |   |            |  |   |
| Sr. No  | Particulars   | Sch. No.   | Figures as at the end of current reporting period (Rs.in.lakh) | Figures as at the end of Previous reporting period (Rs.in.lakh) |
| I   | Revenue from operations                                   | 18         | 18679.67   | 19488.17  |
| II  | Other Income  | 19         | 861.77   | 602.76  |
|   | Increase/Decrease In Stock                                |            | -1699.67   | 1276.75   |
| III   | <b>III. Total Revenue (I +II)</b>                         |            | 17841.77   | 21367.67  |
| IV  | <b>Expenses:</b>  |            |  |   |
|   | Purchase  |            | 13941.96   | 17738.47  |
|   | Operational Expenses                                      | 23         | 922.96   | 1226.18   |
|   | Employee Benefit Expense                                  | 20         | 1076.88  | 800.89  |
|   | Financial Costs   | 21         | 0  | 4.72  |
|   | Depreciation and Amortization Expense                     | 22         | 548.71   | 138.16  |
|   | Administrative Expenses                                   | 23         | 99.84  | 79.09   |
|   | Selling Expenses  | 23         | 1111.16  | 1067.59   |
|   | <b>Total Expenses (IV)</b>                                |            | 17701.52   | 21055.10  |
| V   | Profit before exceptional and extraordinary items and tax | (III - IV) | 140.25   | 312.57  |
| VII   | Profit before extraordinary items and tax (V - VI)        |            | 140.25   | 312.57  |
| IX  | Profit before tax (VII - VIII)                            |            | 140.25   | 312.57  |
|   | Current Tax   |            | 37.52  |   |
|   | Dividend for Equity Shares & 11% Cumulative Pref.Shares   |            | 28.90  | 28.90   |
|   | Profit after Tax  |            | 73.83  | 283.67  |
| XVII  | Profit(+)/Loss(-) transferred to Reserve and Surplus      |            | 73.83  | 283.67  |
| <b>Schedules referred to above and notes attached there to form an integral part of Profit &amp; Loss Statement</b> |   |            |  |   |
| <b>This is the Profit &amp; Loss Statement referred to in our Report of even date.</b>                              |   |            |  |   |

Sd/-Sri S.K Mishra  
Company Secretary-  
cum-  
DGM Finance, OSSC  
Ltd

Sd/ BhabeshKumarNayak  
Managing Director,  
OSSC Ltd

Sd/BijayKumarNayak  
Chairman,  
OSSC Ltd

M/s DASH & Associates,  
Chartered Accountant,  
Bhubaneswar



## ORISSA STATE SEEDS CORPORATION LIMITED

*Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022*

*Schedule : 1 Share Capital*

| Sr. No | Particulars   | Current Year        | Previous year       |
|--------|---|---------------------|---------------------|
| 1      | <b>AUTHORIZED CAPITAL</b>   | <u>(Rs.in.Lakh)</u> | <u>(Rs.in.Lakh)</u> |
|        | 750,000 Equity Shares of Rs. 100/- each.                                  | 750.00              | 750.00              |
|        | 250,000 11%cumulative preference share of Rs.100/-each.                   | 250.00              | 250.00              |
|        |   | <b>1000.00</b>      | <b>1000.00</b>      |
| 2      | <b>ISSUED</b>   | -                   | -                   |
|        | 270,000 Equity Shares of Rs. 100/- each.                                  | 270.00              | 270.00              |
|        | 90,000 11%cumulative preference share of Rs.100/-each.                    | 90.00               | 90.00               |
|        |   | <b>360.00</b>       | <b>360.00</b>       |
| 3      | <b>SUBSCRIBED AND CALLED UP</b>   | -                   | -                   |
|        | 19609600(2018-19-200300 )Equity shares of Rs.100/-each.                   | 196.33              | 196.10              |
|        | 66432 (2010-11: 66432) 11% cumulative preference shares of Rs. 100/-each. | 66.43               | 66.43               |
|        |   | 262.53              | 262.53              |
|        | <b>PAIDUP SHARE CAPITAL</b>   |                     |                     |
| 5      | <b>EQUITY SHARES</b>  | -                   | -                   |
|        | 19096(2019-20)196326 shares of Rs.100 each                                | 196.33              | 196.10              |
|        |   | 196.33              | 196.10              |
| 6      | <b>PREFERENCE SHARES</b>  | -                   | -                   |
|        | 11% CUMULATIVE PREFERENCE SHARES  |                     |                     |
|        | 66432 (2010-11);66432) shares of Rs.100 each                              | 66.43               | 66.43               |
|        |   | 66.43               | 66.43               |
|        | <b>Total in</b>   | <b>262.76</b>       | <b>262.53</b>       |

**Sd/-Sri S.K Mishra**  
Company Secretary-cum-  
DGM Finance,  
OSSC Ltd

Sd/BhabeshkumarNayak  
Managing Director,  
OSSC Ltd

Sd/Bijay Kumar Nayak  
Chairman,  
OSSC Ltd

M/s DASH& Associates,  
Chartered Accountant,  
Bhubaneswar



| <b>Schedule : 2 Reserve &amp; Surplus</b> |   |                                      |                                       |
|---|---|--------------------------------------|---------------------------------------|
| <b>Sr. No</b>                             | <b>Particulars</b>                                    | <b>Current Year<br/>(Rs.in.Lakh)</b> | <b>Previous Year<br/>(Rs.in lakh)</b> |
| 1   | <b>Capital Reserve</b>                                | <b>800.00</b>                        | <b>800.00</b>                         |
| 8   | <b>Other Reserve</b>                                  |                                      |                                       |
| (a)                                       | Grant-in-Aid (Reserve)                                | 6186.29                              | 3938.00                               |
| (b)                                       | Grant-in-Aid(RKVY)                                    | 280.55                               | 2895.14                               |
|   | Grant-in-Aid(SMSP)                                    |                                      | 51.26                                 |
|   | Grant-in-Aid(Computer)                                |                                      | 6.99                                  |
| 9   | <b>Surplus (Profit &amp; Loss Account)</b>            |                                      |                                       |
|   | Balance brought forward from previous year            | 979.01                               | 695.34                                |
|   | Add: Profit for the period after tax & Dividend       | 73.83                                | 283.67                                |
|   | Less-Transfer from Current Account of Banks           | -149.38                              | -149.38                               |
|   | <b>Total in `</b>                                     | <b>8170.31</b>                       | <b>8521.03</b>                        |
| <b>Schedule : 3 Long Term Borrowings</b>  |   |                                      |                                       |
| <b>Sr. No</b>                             | <b>Particulars</b>                                    | <b>Current Year</b>                  | <b>Previous year</b>                  |
|   | <b>Unsecured loan</b>                                 | -                                    | -                                     |
|   | Interest Accrued & due on Short Loan from State Govt. | 198.35                               | 198.35                                |
|   | <b>Total in `</b>                                     | <b>198.35</b>                        | <b>198.35</b>                         |
| <b>Schedule : 4 Short Term Borrowings</b> |   |                                      |                                       |
| <b>Sr. No</b>                             | <b>Particulars</b>                                    | <b>Current Year</b>                  | <b>Previous Year</b>                  |
| 1   | <b>Loan Repayable on Demand</b>                       | -                                    | -                                     |
|   | Interest Free Loan received from State Govt.          | 8000.00                              | 10000.00                              |
|   | <b>Total in `</b>                                     | <b>8000.00</b>                       | <b>10000.00</b>                       |

**Sd/-Sri S.K Mishra**  
**Company Secretary-cum-**  
**DGM Finance,**  
**OSSC Ltd**

Sd/BhabeshKumarNayak  
 Managing Director,  
 OSSC Ltd

Sd/BijayKumarNayak  
 Chairman,  
 OSSC Ltd

M/sDASH& Associates,  
 Chartered Accountant,  
 Bhubaneswar



| <b>Schedule : 5 Trades Payable</b>            |   |                                      |                                       |
|---|---|--------------------------------------|---------------------------------------|
| <b>Sr. No</b>                                 | <b>Particulars</b>                                  | <b>Current Year<br/>(Rs.in Lakh)</b> | <b>Previous year<br/>(Rs.in.Lakh)</b> |
| 1   | Creditors for goods                                 | 9369.23                              | 7867.31                               |
|   | <b>Total</b>  | <b>9369.23</b>                       | <b>7867.31</b>                        |
| <b>Schedule : 6 Other Current Liabilities</b> |   |                                      |                                       |
| <b>Sr. No</b>                                 | <b>Particulars</b>                                  | <b>Current Year</b>                  | <b>previous year</b>                  |
| 1   | Liabilities for Construction                        | 0.94                                 | 0.94                                  |
| 2   | Liabilities for expenses                            | 387.64                               | 564.97                                |
| 3   | Sales tax payable                                   | 85.47                                | 37.96                                 |
| 4   | Security deposit                                    | 355.15                               | 375.89                                |
| 5   | Earnest money deposit                               | 360.97                               | 390.13                                |
| 6   | Recovery from staff to be deposited                 | 19.61                                | 9.71                                  |
| 7   | Unpaid salary & allowances                          | 611.32                               | 538.49                                |
| 8   | Advance from customers                              | 322.84                               | 304.00                                |
| 9   | Other Liabilities                                   | 843.33                               | 0                                     |
| 10  | Dues payable to staff received from govt.           | 0.79                                 | 0.79                                  |
| 11  | Royalty(contractor)                                 | 3.88                                 | 6.11                                  |
| 12  | Labour CESS   | 6.03                                 | 8.87                                  |
| 13  | Unpaid dividend                                     | 0.05                                 | 0.05                                  |
| 14  | Advance from QUAT for construction of seed store    | 0.02                                 | 0.02                                  |
| 15  | Tax deducted at source                              | 13.95                                | 2.66                                  |
| 16  | Advance for construction of seed testing laboratory | 0                                    | 0                                     |
|   | <b>Total in `</b>                                   | <b>3012.00</b>                       | <b>2240.60</b>                        |

Sd/-Sri S.K Mishra  
Company Secretary-cum-  
DGM Finance,  
OSSC Ltd

Sd/ BhabeshKumarNayak  
Managing Director,  
OSSC Ltd

Sd/Bijay Kumar Nayak,  
Chairman,  
OSSC Ltd

M/s DASH & Associates,  
Chartered Accountant,  
Bhubaneswar



| <b>Schedule : 7 Short Term Provisions</b> |   |                     |                      |
|---|---|---------------------|----------------------|
|   | <b>Particulars</b>                            | <b>Current Year</b> | <b>Previous Year</b> |
|   | <b><u>Provision For Employees Benefit</u></b> | -                   | -                    |
|   | Gratuity Payable                              | 512.18              | 504.36               |
|   | Provision For bonus                           | 0.19                | 0.19                 |
|   | <b><u>Others</u></b>                          |                     |                      |
|   | Provision fof Dividend                        | 86.06               | 57.16                |
|   | Provision For Income tax                      | 593.27              | 555.16               |
|   | Provision for Dividend Tax                    | 7.49                | 7.49                 |
|   | <b>Total in</b>                               | <b>1199.20</b>      | <b>1124.95</b>       |

**Sd/-Sri S.K Mishra**  
**Company Secretary-cum-**  
**DGM Finance,**  
**OSSC Ltd**

Sd/ BhabeshKumarNayak  
 Managing Director,  
 OSSC Ltd

Sd/ Bijay Kumar Nayak  
 Chairman,  
 OSSC Ltd

M/s DASH & Associates,  
 Chartered Accountant,  
 Bhubaneswar







## ODISHA STATE SEEDS CORPORATION LTD

*Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022*

### Schedule : 8 Property, Plant & Equipments and Intangible Assets as per Companies Act.2013

| Sr. No | Particulars            | Gross Block            |                          | Depreciation              |                  |                        |                          |                           | Net Block        |                |                |
|--------|------------------------|------------------------|--------------------------|---------------------------|------------------|------------------------|--------------------------|---------------------------|------------------|----------------|----------------|
|        |                        | Value at the beginning | Addition during the year | Deduction during the year | Value at the end | Value at the beginning | Addition during the year | Deduction during the year | Value at the end | WDV 31.3.22    | WDV 31.3.21    |
|        | <b>Tangible Assets</b> |                        |                          |                           |                  |                        |                          |                           |                  |                |                |
|        | Land (Lease hold)      | 19.01                  |                          |                           | 10.01            | 3.50                   | 0.19                     |                           | 3.69             | 15.31          | 15.50          |
|        | Building- Leasehold    | 18.57                  |                          |                           | 18.57            | 6.18                   | 0.23                     |                           | 6.41             | 12.16          | 12.38          |
|        | Building-Free hold     | 2351.72                | 1520.65                  | 172.17                    | 3700.20          | 438.40                 | 165.03                   | 28.14                     | 575.29           | 3124.91        | 1913.32        |
|        | Plant & Machinery      | 1183.73                | 1184.22                  | 13.41                     | 2354.53          | 569.85                 | 248.96                   | 12.35                     | 806.46           | 1548.08        | 613.88         |
|        | Computer               | 76.88                  | 9.20                     |                           | 86.08            | 72.30                  | 3.05                     |                           | 75.35            | 10.73          | 4.58           |
|        | Office Equipments      | 24.07                  | 8.26                     | 0.06                      | 32.26            | 9.80                   | 3.49                     | 0.06                      | 13.23            | 19.04          | 14.27          |
|        | Books & Library        | 1.22                   |                          | 0.01                      | 1.21             | 1.22                   |                          | 0.01                      | 1.21             |                |                |
|        | Tent Tarpoline & Durry | 1.64                   | 0.11                     | 0.64                      | 1.11             | 1.64                   | 0.06                     | 0.64                      | 1.06             | 0.06           |                |
|        | Furniture Fixture      | 816.68                 | 27.29                    | 13.70                     | 830.27           | 187.86                 | 115.57                   | 3.87                      | 299.56           | 530.71         | 628.82         |
|        | Farm Equipment         | 15.72                  |                          |                           | 15.72            | 7.58                   | 1.13                     |                           | 8.71             | 7.00           | 8.14           |
|        | Bi-cycle               | 0.11                   |                          |                           | 0.11             | 0.11                   |                          |                           | 0.11             |                |                |
|        | Vehicle                | 195.84                 |                          |                           | 195.84           | 152.95                 | 11.00                    |                           | 163.95           | 31.89          | 42.89          |
|        | <b>SUB TOTAL (A)</b>   | <b>4705.16</b>         | <b>2749.74</b>           | <b>199.99</b>             | <b>7254.90</b>   | <b>1451.38</b>         | <b>548.71</b>            | <b>45.07</b>              | <b>1955.02</b>   | <b>5299.88</b> | <b>3253.77</b> |
|        | <b>Previous Year</b>   | <b>4496.65</b>         | <b>208.51</b>            |                           | <b>4705.16</b>   | <b>1313.32</b>         | <b>138.61</b>            |                           | <b>1451.38</b>   | <b>3253.77</b> | <b>3183.43</b> |

Sd/-Sri S.K Mishra  
Company Secretary-cum-  
DGM Finance,  
OSSC Ltd

Sd/ BhabeshKumarNayak  
Managing Director,  
OSSC Ltd

Sd/BijayKumarNayak,  
Chairman,  
OSSC Ltd

M/s Dash & Associates,  
Chartered Accountant,  
Bhubaneswar



| <b>Schedule : 13 Inventories</b>       |  |                     |                      |
|--|--|---------------------|----------------------|
| <b>Sr. No</b>                          | <b>Particulars</b>                                     | <b>Current Year</b> | <b>Previous Year</b> |
| 1                                      | Raw Material   |                     |                      |
| 2                                      | Work-in-Progress                                       |                     |                      |
| 3                                      | Finished Goods   |                     |                      |
| 4                                      | Stock-in-Trade   |                     |                      |
|  | Seeds (at cost.)                                       | 4946.58             | 6934.20              |
|  | Condemned seeds (at lower of cost or realizable value) | 1083.46             | 795.52               |
|  |  | <b>6030.04</b>      | <b>7729.71</b>       |
|  | Seed Treating Chemical                                 | 52.57               | 53.56                |
|  | Packing materials                                      | 212.09              | 130.44               |
|  |  | <b>264.66</b>       | <b>184.00</b>        |
|  | <b>Total</b>   | <b>6294.70</b>      | <b>7913.71</b>       |
| <b>Schedule : 14 Trade Recievables</b> |  |                     |                      |
| <b>Sr. No</b>                          | <b>Particulars</b>                                     | <b>Current Year</b> | <b>Previous Year</b> |
| 1                                      | <b>Outstanding for more than six months</b>            | -                   | -                    |
|  | a) Secured, Considered Good :                          | -                   | -                    |
|  | b) Unsecured, Considered Good :                        | 2020.05             | 2118.63              |
|  | c) Doubtful  | 357.63              | 357.63               |
| 2                                      | <b>Others</b>  | <b>2377.68</b>      | <b>2476.26</b>       |
|  | a) Secured, Considered Good :                          |                     |                      |
|  | b) Unsecured, Considered Good :                        | 2264.29             | 2150.69              |
|  | <b>Total</b>   | <b>4641.97</b>      | <b>4626.95</b>       |
|  | Less : Provision for Doubtful Debt                     | 357.63              | 357.63               |
|  | <b>Total</b>   | <b>4284.34</b>      | <b>4269.33</b>       |

Sd/-Sri S.K Mishra  
Company Secretary-cum-  
DGM Finance,  
OSSC Ltd

Sd/BhabeshKumarNayak  
Managing Director,  
OSSC Ltd

Sd/BijayKumarNayak  
Chairman,  
OSSC Ltd

M/s Dash & Associates,  
Chartered Accountant  
Bhubaneswar



| <b>Schedule-15-Cash &amp; Cash Equivalent</b> |  |                     |                      |
|---|--|---------------------|----------------------|
| <b>Sr. No</b>                                 | <b>Particulars</b>   | <b>Current year</b> | <b>Previous Year</b> |
| 1   | <b>Cash-in-Hand</b>  | -                   | -                    |
|   | Cash Balance   | 7.62                | 6.98                 |
|   | <b>Sub Total (A)</b>   | <b>7.62</b>         | <b>6.98</b>          |
| 2   | <b>Bank Balance</b>  |                     | -                    |
|   | <b>Balance in schedule banks</b>   |                     | -                    |
|   | Current account  | 136.18              | 58.80                |
|   | Savings bank account   | 5416.66             | 3924.15              |
| (A)   | Total Current & Saving Bank Balance  | <b>5552.84</b>      | <b>3982.95</b>       |
|   | Fixed Deposit in SBI (OT) towards Margin Money for availing Cash Credit Loan | 637.04              | 543.39               |
| (B)   | Total Fixed Deposit Amount   | <b>637.04</b>       | <b>543.39</b>        |
| (C)   | SBI(OT) ESCRO ,Revolving Fund  | 5361.56             | 6690.83              |
| (F)   | SBI(OT)BBSR,Dealer Subsidy   | 60.77               | 382.82               |
|   |  | <b>5422.32</b>      | <b>7073.65</b>       |
|   | <b>Total</b>   | <b>11619.82</b>     | <b>11606.97</b>      |

Sd/-Sri S.K Mishra  
Company Secretary-cum-  
DGM Finance, OSSC Ltd

Sd/ Bhabesh Kumar Nayak  
Managing Director,  
OSSC Ltd

Sd/Bijay Kumar Nayak,  
Chairman,  
OSSC Ltd

M/s DASH & Associates,  
Chartered Accountant  
Bhubaneswar



**Schedule :16 Short Terms Loans and Advances**

| Sr. No                                  | Particulars  | Current Year   | Previous year  |
|---|--|----------------|----------------|
| 1                                       | Loans & Advances from related parties  |                |                |
| 2                                       | Others   |                |                |
|   | <i>Advance Recoverable in cash or in kind or for value to be considered good</i> |                |                |
|   | Advance against purchase of goods  | 291.19         | 292.69         |
|   | Advance to Growers (ISOPOM Incentive on Oil Seeds)                               | 204.72         | 204.72         |
|   | Advance to Growers(Payment against Fail Stock)                                   | 132.49         | 315.07         |
|   | Advance and other dues with staff  | 237.06         | 479.55         |
|   | Prepaid expenses   | 0.61           | 0.52           |
|   | sales tax Refundable   | 3.41           | 3.41           |
|   | Sales tax deposit  | 38.75          | 38.75          |
|   | Income tax deposit   | 1096.9         | 1059.74        |
|   | Demand Tax(VAT)  | 27.01          | 93.10          |
|   | Registrar Khorda District Civil Court(SD)  | 350.09         | 350.09         |
|   | Deposits   | 38.28          | 38.86          |
|   | <b>Total</b>   | <b>2420.53</b> | <b>2876.51</b> |
| <b>Schedule :17 Other Current Asset</b> |  |                |                |
| Sr. No                                  | Particulars  | Current Year   | Previous Year  |
| 1                                       | Interest Receivable  | 53.77          | 48.78          |
| 2                                       | Sundry dues realisable   | 25.88          | 25.88          |
|   | <b>Total</b>   | <b>79.65</b>   | <b>74.66</b>   |

Sd/-Sri S.K Mishra  
Company Secretary-cum-  
DGM Finance,  
OSSC Ltd

Sd/ BhabeshKumarNayak  
Managing Director,  
OSSC Ltd

Sd/BijayKumarNayak  
Chairman,OSSC Ltd

M/s Dash & Associates,  
Chartered Accountant  
Bhubaneswar



| <b>Schedule-18 Revenue from Operations</b> |  |                     |                      |
|--|--|---------------------|----------------------|
| <b>Sr. No</b>                              | <b>Particulars</b>   | <b>Current Year</b> | <b>Previous Year</b> |
| 1  | Income From Sale of Seed   | 18679.67            | 19488.17             |
|  | <b>Total</b>   | <b>18679.67</b>     | <b>19488.17</b>      |
| <b>Schedule : 19 Other Income</b>          |  |                     |                      |
| <b>Sr. No</b>                              | <b>Particulars</b>   | <b>Current Year</b> | <b>Previous Year</b> |
| 1  | Interest on (Fixed & Savings)Deposit                             | 155.16              | 73.57                |
|  | Processing Charges   | 0                   | 147.6                |
|  | Sale of Tender Paper   | 3.45                | 4.97                 |
|  | House Rent   | 1.19                | 0.54                 |
|  | Office Rent(BMC)   | 10.00               | 9.70                 |
|  | Shortage Recovery  | 20.05               | 0.40                 |
|  | Miscellaneous Receipts   | 4.45                | 3.25                 |
|  | Arrangement & Supply of HDPE bags to Govt. Agency                | 3.15                | 19.49                |
|  | Gunny Cost recovered From Growers                                | 14.40               | 19.08                |
|  | Insurance Claim( on damage of Mathili & Bargarh                  | 4.02                | 41.12                |
|  | Production Incentive (OSSC Share)                                |                     | 176.44               |
|  | Custom Processing  | 2.17                |                      |
|  | Penalty Recovered  | 6.65                |                      |
|  | Re-imbursment of Breeder Seed Cost                               | 44.71               |                      |
|  | National Seed Reserve  | 103.95              |                      |
|  | Recovery of Interest & Godown Rent on Sale of Sub-standard Seeds | 0.13                | 0.13                 |
|  | Depreciation on Fixed Assets Purchased out of Grant in aid       | 488.29              | 106.39               |
|  | <b>Total in `</b>  | <b>861.77</b>       | <b>602.76</b>        |

Sd/-Sri S.K Mishra  
Company Secretary-cum-  
DGM Finance, OSSC Ltd

Sd/ Bhabesh Kumar Nayak  
Managing Director,  
OSSC Ltd

Sd/ Bijay Kumar Nayak  
Chairman, OSSC Ltd

M/s DASH & Associates,  
Chartered Accountant  
Bhubaneswar



| <b>Schedule : 20 Employment Benefit Expenses</b>    |  |                     |                      |
|---|--|---------------------|----------------------|
| <b>Sr. No</b>                                       | <b>Particulars</b>   | <b>Current Year</b> | <b>Previous Year</b> |
| 1   | Salaries, Wages(administrative), Unutilized leave ,Subsistance Allowence | 796.33              | 635.57               |
| 2   | Leave salary & pension contribution                                      | 52.06               | 39.36                |
| 3   | Contribution to provident fund   | 90.69               | 59.11                |
| 4   | Contribution to GIS/EDLI   | .65                 | 1.39                 |
| 5   | Administrative charges for PF  | 2.23                | 2.61                 |
| 6   | Gratuity   | 134.91              | 62.85                |
|   | <b>Total in `</b>  | <b>1076.88</b>      | <b>800.89</b>        |
| <b>Schedule :21 Financial Cost</b>                  |  |                     |                      |
| <b>Sr. No</b>                                       | <b>Particulars</b>   | <b>Current Year</b> | <b>Previous Year</b> |
| 1   | Interest on Cash Credit Facility   | 0                   | 4.71                 |
|   | <b>Total in `</b>  | <b>0</b>            | <b>4.71</b>          |
| <b>Schedule :22 Depreciation &amp; Amortization</b> |  |                     |                      |
| <b>Sr. No</b>                                       | <b>Particulars</b>   | <b>Current Year</b> | <b>Previous Year</b> |
| 1   | Depreciation   | 548.71              | 138.16               |
|   | <b>Total in `</b>  | <b>548.71</b>       | <b>13.16</b>         |

Sd/-Sri S.K Mishra  
Company Secretary-cum-  
DGM Finance, OSSC Ltd

Sd/Bhabesh kumar Nayak  
Managing Director,  
OSSC Ltd

Sd/Bijay Kumar Nayak,  
Chairman,  
OSSC Ltd

M/s DASH & Associates,  
Chartered Accountant  
Bhubaneswar



| <b>Schedule : 23 Other Administrative Expenses</b> |   |                     |                      |
|--|---|---------------------|----------------------|
| <b>Sr. No</b>                                      | <b>Particulars</b>                        | <b>Current Year</b> | <b>Previous Year</b> |
|  | <b><u>OPERATIONAL EXPENSES</u></b>        | -                   | -                    |
|  | Transport & Carriage                      | 15.04               | 53.43                |
|  | Loading & Unloading                       | 197.18              | 202.03               |
|  | Electricity & Water charges               | 65.81               | 53.66                |
|  | Wages                                     | 19.58               | 158.83               |
|  | Consumable Stores                         | 14.30               | 11.70                |
|  | Packing Materials                         | 230.59              | 300.43               |
|  | Custom Processing Charges                 | 0.58                |                      |
|  | Production Tags                           | 4.10                | 9.88                 |
|  | Repair & Maintenance to Plant & Machinery | 10.24               | 14.23                |
|  | Generator Running Expenses                | 4.12                | 2.16                 |
|  | Repair maintenance to Building            | 4.50                |                      |
|  | Generator Repair Maintenance              |                     | 0.46                 |
|  | Truck Running Expenses                    | 60.10               | 41.34                |
|  | Truck Repair & Maintenance                | 8.79                | 6.98                 |
|  | Toll Tax                                  | 0.27                | 0.42                 |
|  | Fertilizer & Pesticide                    | 1.82                | 3.98                 |
|  | Tractor Running Expenses                  | 2.08                | 1.46                 |
|  | Hire charges of Tractor                   |                     | 0.77                 |
|  | Tractor Repair Maintenance                | 0.06                | 0.25                 |
|  | Seed Certification Expenses               | 103.26              | 128.63               |
|  | Seed Treating Chemicals                   | 180.54              | 235.53               |
|  |   | 922.96              | 1226.18              |

**Sd/-Sri S.K Mishra**  
**Company Secretary-cum-**  
**DGM Finance, OSSC Ltd**

Sd/ Bhabesh Kumar Nayak  
 Managing Director,  
 OSSC Ltd

Sd/ Bijay Kumar Nayak  
 Chairman, OSSC Ltd

M/s DASH & Associates,  
 Chartered Accountant  
 Bhubaneswar

**Schedule : 23 Other Administrative Expenses**

| <b>ADMINISTRATIVE EXPENSES</b>      | <b>Current Year</b> | <b>Previous Year</b> |
|-------------------------------------|---------------------|----------------------|
| Advertisement Expenses              | 12.98               | 5.35                 |
| Bank Commission                     | 0.23                | 0.08                 |
| Conveyance                          | 0.08                | 0.11                 |
| Directors sitting fees              | 0.27                | 0                    |
| Directors Election Charges          | 0.20                | 0                    |
| Entertainment Expenses              | 0.22                | 0.44                 |
| Filing Fees                         | 0.19                | 0.26                 |
| Director's T.A Other Expenses       | 0.12                | 0                    |
| Insurance                           | 15.62               | 15.14                |
| Legal Expenses                      | 0.14                | 0.50                 |
| Miscellaneous Expenses              | 1.66                | 0.42                 |
| News paper & Periodicals            | 0.10                | 0.27                 |
| Postage & Telegram                  | 0.34                | 0.15                 |
| Printing & Stationary               | 9.26                | 5.49                 |
| Rates & Taxes                       | 4.93                | 3.09                 |
| Rent                                | 2.86                | 0.88                 |
| Repair & Maintenance to building    | 0                   | 11.06                |
| Office Shifting Expenses            | 1.39                | 0                    |
| Repair & Maintenance(General)       | 11.06               | 9.39                 |
| Repair & Maintenance Computer       | 1.58                | 2.19                 |
| Seminar & Meeting Expenses/Training | 0.20                | 0.04                 |
| Statutory Audi Fees                 | 0.59                | 0.59                 |
| Internal Audit fees                 | 0.59                | 0.59                 |
| Tax Audit Fees                      | 0.15                | 0.17                 |
| VAT Audit Fees                      | 0.15                | 0.15                 |
| Certification Audit Fee             | 0.10                | 0.10                 |
| GST Audit Fees                      | 0.15                | 0.15                 |

Sd/-Sri S.K Mishra  
Company Secretary-cum-  
DGM Finance, OSSC Ltd

Sd/ Bhbesh Kumar Nayak  
Managing Director,  
OSSC Ltd

Sd/BIjayKumar Nayak  
Chairman,  
OSSC Ltd

M/s DASH & Associates,  
Chartered Accountant  
Bhubaneswar



**Schedule : 23 Other Administrative Expenses**

|  | <b>ADMINISTRATIVE EXPENSES</b>                          | <b>Current Year</b> | <b>PreviousYear</b>      |
|--|---|---------------------|--------------------------|
|  | Website   | 0.07                | 0.88                     |
|  | Auditors TA & Other Expences                            | 0.75                | 0.75                     |
|  | Telephone Expenses                                      | 3.51                | 2.75                     |
|  | Tally Synchronization                                   | 6.09                | 0                        |
|  | Travelling Expenses                                     | 0.70                | 0.63                     |
|  | Hier Charges of vehicle                                 | 16.76               | 11.60                    |
|  | Vehicle Repair & maintenance                            | 1.21                | 1.26                     |
|  | Vehicle Running charges                                 | 5.59                | 4.61                     |
|  |   | <b>99.84</b>        | <b>79.04</b>             |
|  | <b>SELLING EXPENSES</b>                                 | <b>Current Year</b> | <b>Previous<br/>Year</b> |
|  | Compensation  | 0                   | 0.12                     |
|  | Dealer commission                                       | 781.02              | 815.22                   |
|  | Transport & carriage                                    | 264.62              | 204.19                   |
|  | Storage & warehousing                                   | 57.65               | 46.16                    |
|  | Sales incentive on sale of seeds through Own-Out<br>let | 7.87                | 190                      |
|  |   | <b>1111.16</b>      | <b>1067.59</b>           |

**Sd/-Sri S.K Mishra**  
**Company Secretary-**  
**cum-**  
**DGM Finance,**  
**OSSC Ltd**

Sd/ Bhabesh KumarNayak  
 Managing Director,  
 OSSC Ltd

Sd/BijayKumar Nayak  
 Chairman,  
 OSSC Ltd

M/s DASH & Associates,  
 Chartered Accountant  
 Bhubaneswar



| CASH FLOW STATEMENT AS PER AS-3 |  |                           |                          |
|---------------------------------|--|---------------------------|--------------------------|
|                                 | Cash Flow From Operational Activities  | Current Year<br>(2021-22) | Previous Year<br>2020-21 |
| (a)                             | Net Profit Before Tax  | 140.25                    | 312.57                   |
|                                 | <b>Adjustment for</b>  |                           |                          |
|                                 | Depreciation Adjusted  | 548.71                    | 138.16                   |
|                                 | Interest Paid  | 0                         | 4.72                     |
|                                 | Interest Received  | -155.16                   | -73.57                   |
|                                 | <b>Operating Profit before Working Capital changes</b>                         | <b>488.73</b>             | <b>381.89</b>            |
|                                 | <b>Adjustment for:-</b>  |                           |                          |
|                                 | Inventories  | 1619.01                   | -1215.57                 |
|                                 | Sundry Debtors   | -15.01                    | 222.73                   |
|                                 | Other Assets   | -4.99                     | -26.63                   |
|                                 | Loans and Advances   | 455.98                    | -376.36                  |
|                                 | Liabilities & Provisions   | 2347.57                   | 2458.29                  |
|                                 | Cash Generated from Operations   | 4891.29                   | 1444.35                  |
|                                 | <b>Net Cash Flow from Operating Activities</b>                                 | <b>4891.29</b>            | <b>144.35</b>            |
| (b)                             | <b>Cash Flow from Investing Activities</b>                                     |                           |                          |
|                                 | Purchase of Fixed Assets   | -2549.75                  | -208.510                 |
|                                 | Capital-Work-in-Progress   | 7.13                      | -176.72                  |
|                                 | Interest Received  | 155.16                    | 73.57                    |
|                                 | Increase in Share Deposit  | 0                         | 0.63                     |
|                                 | Share Forfeiture A/c   | 0                         | -1.03                    |
|                                 | Provision for Dividend   | -28.90                    | -28.90                   |
|                                 | Provision for Income Tax   | -37.52                    | 0                        |
| ©                               | <b>Net Cash Flow from Investing Activities</b>                                 | <b>-2453.88</b>           | <b>-340.97</b>           |
|                                 | <b>Cash Flow from Financial Activities</b>                                     |                           |                          |
|                                 | Share Capital  |                           | 0.23                     |
|                                 | Grants Received/Returned   | -424.56                   | -37.40                   |
|                                 | Repayment/Generation of Secured Loan   | -2000.00                  | -5426.13                 |
|                                 | Interest Paid  | 0                         | -4.72                    |
|                                 | <b>Net Cash Flow from Financial Activities</b>                                 | <b>2424.56</b>            | <b>5348.01</b>           |
|                                 | Net increase in cash and cash equivalent Activities(a+b+c)                     | 12.85                     | 6487.39                  |
|                                 | Add-Opening Balance of Cash and Cash Equivalents                               | 11606.97                  | 5119.58                  |
|                                 | Closing Balance of Cash and Cash Equivalents                                   | 11619.82                  | 11606.97                 |
|                                 | <b>Earning Per Share</b>   |                           |                          |
|                                 | Net Profit after Tax available for equity Share Holders                        | 10273448.00               | 31257104.00              |
|                                 | Weighted average number of equity shares of Rs.100/-each outstanding the year. | 196226                    | 196096                   |
|                                 | Earning Per Share  | 52.36                     | 159.29                   |

Sd/-Sri S.K Mishra  
Company Secretary-cum-  
DGM Finance,  
OSSC Ltd

Sd/Bhabesh Kumar.Nayak  
Managing Director,  
OSSC Ltd

Sd/Bijay.Kumar.Nayak  
Chairman,OSSC Ltd

M/s DASH & Associates,  
Chartered Accountant  
Bhubaneswar



## CONTINGENT LIABILITIES AND NOTES FORMING PART OF THE BALANCE SHEET AND PROFIT AND LOSS ACCOUNT FOR THE YEAR 2021-22

### Contingent Liabilities

#### 01 (a)

- i. Dividend of Rs.2837274/- on 11% Preference Share and also on Equity Shares has been paid on the profit of 2010-11 and the same has been Accounted for in 2011-12 as per the decision in 131<sup>st</sup>.Meeting of the Board of Directors held on 07.09.2012 and paid during 2012-13.
  - ii. Dividend on 11% Cumulative Preference Shares amounting to Rs.21467014/-/-up to 2018-19 not provided in account during 2018-19 except 2010-11.
  - iii. Dividend on Equity Shares and 11% Preference Shares for the year 2019-20 has been provided in Account @11% amounting to Rs.2887808/-.
  - iv. Dividend on Equity Shares & 11% Preference Shares for the year 2020-21 has been provided in account @11% amounting to Rs.2890338/-.
  - v. Dividend on Equity Shares & 11% Preference Shares for the year 2021-22 has been provided in account @11% amounting to Rs.2890338/-.
- b) Employees State Insurance Corporation has claimed Rs.382413.00 up to end of March-2002 towards ESI dues in respect of Cold Storage, Cuttack & Bhubaneswar. The Corporation applied for the exemption of the applicability of the ESI Act to Corporation but Govt. has expressed its inability to exempt the Corporation from the purview of the ESI Act. The Corporation has obtained a stay order from the Hon'ble High Court vide OJC No.2166/97 on 10.2.97 directing the ESI authorities not to take any coercive action until further orders. Liability has been provided for Rs.382413/- and Rs.137208/- has been paid up to March -2003 against the above demand and has been kept in Deposit Account till finalization of the ESI matter.
- c) Sales Tax Assessment has been completed up to 2003-04. Sales tax authorities have demanded Rs. 55,02,643/- towards sales tax for different years up to the year 2000-2001 which is disputed by the Corporation and appeals have been filed against the above demand which are still pending. An amount of Rs.38,75, 403/-has been paid against the above demand as demand tax.
- d) The Sales Tax Assessment for the year 2004-05 has been completed by the Sales Tax Authorities and the Corporation has paid Rs.426862/- as per the assessment order received on 19<sup>th</sup>.November,2008.



- e) During the year 2011-12 an amount of Rs.9309753/ has been paid to Sales Tax Department against the demand of VAT tax by Sales Tax Authorities from 2005-06 to 2008-09 against the demand of Rs13.96.Crore. and accounted under Loans Advances (Sch-16)

| Particulars         | Assessment Years   |                    | Total              |
|---------------------|--------------------|--------------------|--------------------|
|                     | 1998-99            | 1999-2000          |                    |
| Tax & surcharge     | 1,23,95,236        | 1,14,46,414        | 2,38,41,650        |
| Interest u/s 234(A) | 6,19,760           | 5,72,320           | 11,92,080          |
| Interest u/s 234(B) | 1,34,79,780        | 97,00,824          | 2,31,80,604        |
| <b>Total Demand</b> | <b>2,64,94,776</b> | <b>2,17,19,558</b> | <b>4,82,14,334</b> |

- g. A sum of Rs. 46886167.00 has been paid by the Corporation to the Income Tax authorities during the year 2004-05 , 2005-06 & 2008-09 and kept in Income Tax Deposit A/c. The Corporation have filed appeal with ITAT against orders of CIT-Appeal. The ITAT while disposing the appeal directed to approach CBDT to exercise the power U/s 119(2)(b) to condone delay in filing return and allow to carry forward losses and depreciation. The Corporation has moved CBDT to allow carry forward the business loss and depreciation for the Assessment Year 1991-1992-96-97. The matter is pending with CBDT for which no provision has been made towards Income Tax for the aforesaid amount.
- h. The Income tax authorities have raised demand on the Corporation to the tune of Rs.9,87,318/- against which the Corporation has gone on appeal and the matter is under sub-judice. As against the aforesaid demand the Corporation has deposited a sum of Rs.8,65,695/- and the amount has been shown as Income tax Deposit under Schedule-16 - Short Term Loans & Advances.
- i. The Income Tax Authorities have assessed of Rs.1290969/- for the Assessment Year 2005-06 towards Income Tax. The Income Tax liability on the profit for the year has been calculated at Rs.1055354/-. The balance amount of Rs.225615/- has been accounted for during 2005-06 under **Prior Period Adjustment** account. An amount of Rs.490000/- has been paid as advance tax.
- j. The Income Tax Authorities have assessed Rs.1528124/-for the Assessment year 2006-07 against which Rs.1461000/- has been deposited as advance tax. An amount of Rs.1123995/-has been provided in accounts as Income Tax provision during the year 2005-06 and balance amount of Rs.404529/- has been provided in the account of 2008-09.
- k. The Income Tax Assessment for the Assessment year 2009-10 has not been completed by Income Tax Authorities. However an amount of Rs.2948507/- has been provided in for the year 2008-09. An amount of Rs.5777011/- has been paid as advance income tax during 2008-09 & Rs.3500000/- paid during the financial year 2009-10).



- l. The Income Tax Assessment for the Assessment year 2010-11 has not been completed by the Income Tax authorities. However, an amount of Rs.3606440/- has been provided in the accounts. An amount of Rs.7000000/-has been paid as advance tax
- m. The Income Tax Assessment for the Assessment year 2011-12 has not been completed by the Income Tax Authorities. However, an amount of Rs.7281420/-has been provided in account. An amount of Rs.3000000/- has been paid as advance tax.
- n. The Income Tax Assessment for the Assessment year 2012-13 has not been completed by the Income Tax. Authorities. However, an amount of Rs4630437/-has been provided in account .during the year 2012-13 No advance tax has been paid against the above demand.
- o. The Income Tax Assessment for the Assessment Year 2013-14 has not been completed by the Income Tax Authorities .An amount of Rs.2246273/-has been provided in account during the Financial Year 2012-13 towards Income tax. Rs.5000000/-has been paid as advance income Tax
- p. The Income Tax Assessment for the Assessment Year 2014-15 has not been completed by the Income Tax Authorities .An amount of Rs.2246273/-has been provided in account during the Financial Year 2013-14 towards Income tax. Rs.519135/- has been paid as advance income Tax.
- q. The income tax Assessment for the Assessment Year 2015-16 has not been completed by the Income Tax Authorities An amount of Rs.1563094/- has been provided in Account.Rs.334143/- has been paid as Income Tax.
- r. The income tax Assessment for the Assessment Year 2016-17 has not been completed by the Income Tax Authorities An amount of Rs.1307925/- has been provided in Account.Rs.1190027/- has been paid as advance Income Tax.
- s. The income tax provision for the Assessment year 2017-18 has not been provided due to business loss of Rs.260166271.00 .The Assessment for the Assessment year 2017-18 has been completed. On 26.11.2019..The Income Tax Authority has finalized the Assessment and accepted the loss Rs.157028574.00
- t. The Income Tax Provision for the Assessment year 2018-19 has not provided in accounts for the financial year 2017-18 as the business loss of the Assessment year 2017-18 will be carry forward for next seven years.
- u. The Income Tax Provision for the Assessment year 2019-20 has not provided in accounts for the financial year 2018-19 as the business loss of the Assessment year 2017-18 will be carry forward for next seven years.
- v. The Income Tax Provision for the Assessment Year 2020-21 has not provided in accounts for the financial year 2019-20 as the business loss for the Assessment year 2017-18 will be carry forward for next seven years.



- (vi) The Income tax provision for the Assessment Year 2021-22 has not been provided in the accounts for the financial year 2020-21 as the business loss for the Assessment year 2017-18 will be carry forward for next seven year.
- (vii) The Income tax provision for the Assessment Year 2022-23 of Rs.3751737/- has been provided in the accounts for the financial year-2021-22.
02. The Corporation accepted Assets, Stores and Spares transferred by State Govt. at Rs.6002051/-. Out of the above a sum of Rs.60.02 lakh has been allotted towards equity shares against the assets transferred. The balance amount of Rs.51.00 has been treated as share deposit. The transfer deed in respect of immovable property has not been executed.
03. The OSSC took possession of four nos. of Govt. Agriculture farms located at Bargarh, Barikel, Parmanpur and Babanpur of Bargarh & Ganjam district with effect from 1.6.91. Similarly, the Corporation took possession of the Govt. Agriculture Farm at Barpalli of Bargarh district on 1.6.92. The assets and stores of the above mentioned farms transferred by Government have not been valued till date. The depreciation has not been charged on the assets of the farms transferred by the Govt. The transfer deed is yet to be executed.
04. The Corporation purchased 4 nos. of leasehold industrial sheds at Balasore and Jeypore at a cost of Rs.11.07 lakh and Rs.2.48 lakh respectively from IDCO during the year 1990-91. The lease hold deed of the same has been executed.
05. The Corporation has constructed storage godown at a cost of Rs.422516.00 at Keonjhar, Dhenkanal, Mayurbhanja and Sundergarh on land provided by the State Govt. The title deed of the land has not been executed in favour of the Corporation
06. The Corporation has taken possession of eight storage godowns at a cost of Rs.56.00 lakhs from D A & FP (O) as part of NSP-III implementation against Grant-in-Aid of Rs.238/- lakhs to be provided by Govt. of Orissa. The Storage godowns treated as assets created out of Grant-in-aid and treated accordingly following the policy of govt. grant for Fixed assets.. The transfer deed of the same is yet to be executed.
07. The Corporation has taken possession of twelve processing plants at a cost of Rs.60.00 lakhs from D A & FP (O) as part of NSP-III implementation against Grant of Rs.238/- lakhs to be provided by Govt. of Orissa. The Processing plants treated as assets created out of grant in aid and treated accordingly following the policy of govt. grant for Fixed assets. The transfer deed of the same is yet to be executed.
08. Audit fee of Statutory Auditors has been provided at Rs.50,000.00/- plus GST on the basis of the recommendations of the Board of Directors to the Comptroller and Auditor General of India.



09. Balance in the accounts of Sundry Debtors, Sundry Creditors , Loans and Advances to the staff are subject to confirmation.
10. During the year 2021-22 an amount of Rs79632853/- has been paid towards Salary & Allowances as per Schedule-20
11. Grant in Aid either in the nature of capital or revenue are taken in to account only on receipt basis. During the year 2021-22 amount of Rs11500000.00- received towards Capital Grant-in-Aid and accounted under Reserve & Surplus. The details of Opening Balance of Reserve & Surplus, Addition during the year ,amount utilized during the year and closing balance as on 31.3.22 are as below.

| <b>Reserve Surplus</b> |   |                                     |                                 |  |                              |
|------------------------|---|-------------------------------------|---------------------------------|--|------------------------------|
| <b>Sl</b>              | <b>Particulars</b>  | <b>Opening Balance as on 1.4.21</b> | <b>Addition During the Year</b> | <b>Deduction of Depreciation on assets purchased out of Grant-in-Aid</b> | <b>Balance as on 31.3.22</b> |
| 1                      | Capital Reserve   | 80000000.00                         |                                 |  | 80000000.00                  |
| 2                      | Grant-in Aid Reserve  | 393800603.00                        | 273657809.00                    | 48829431.00  | 618628981.00                 |
| 3                      | Grant-in-Aid(RKVY)  | 289514150.00                        | 11500000.00                     | 272958988.00   | 28055162.00                  |
| 4                      | Grant –in-Aid(Quality Testing Machinery)                    | 5126382.00                          |                                 | 5126382.00   | 0                            |
| 5                      | Grant-in-Aid(P.E DEPTT)                                     | 698821.00                           |                                 | 698821.00  | 0                            |
|                        | Balance Brought forward from Previous Year                  | 97901053.00                         | 2390708.00                      |  | 100291761.00                 |
| 5                      | Less- Transferred from Current A/c un-reconciled difference | -14938021.00                        |                                 |  | -14938021.00                 |
|                        |   | 852102988.00                        | 287548517.00                    | 327613622.00   | 812037883.00                 |



12. An amount of Rs5236315.00 has been added to Capital Work-in-Progress during 2021-22

| Sl | Particulars of Capital-Work-in-Progress                                  | Opening Balance as on 1.4.21 | Addition during the year | TOTAL       | Transferred to Fixed Assets | Balance Capital-Work-in-Progress as on 31.3.22 |
|----|--|------------------------------|--------------------------|-------------|-----------------------------|--|
| 1  | Construction New Storage godown & Modernization of old godown at Nuapada | 2890642.00                   | 3058339.00               | 5948981.00  | 5948981.00                  |  |
| 1  | Construction of 1000MT godown at Baripada-3                              | 2777974.00                   |                          | 2777974.00  |                             | 2777974.00                                     |
| 3  | Costruction of Processing Plantn Building at Kuchinda                    | 6563763.00                   |                          | 6563763.00  |                             | 6563763.00                                     |
| 4  | Construction & Modernisation of Seed Store, Sonapur                      | 8217922.00                   | 200000.00                | 8417922.00  |                             | 8417922.00                                     |
| 7  | Construction of Seed Storage Godown at Jeypore                           | 2166719.00                   | 1977976.00               | 4144695.00  |                             | 4144695.00                                     |
|    | TOTAL  | 22617020.00                  | 5236315.00               | 27853335.00 | 5948981.00                  | 21904354.00                                    |

13. Qtl.1433.71 of both Paddy and non-paddy seeds found shortage during 2013-14 in Bolangir Processin Plant under the jurisdiction of ZM Bhawanipatna , The value of above shortage quantity comes to Rs.3463111/- .The Managing Director ordered for inquiry of above shortage. The inquiry is under progress and the accounting treatment will be made after receive of the inquiry report.
14. The un-reconciled difference of 7(seven)no. of Banks amounting to Rs.14938021/- has been accounted under Reserve & Surplus A/c .The detail Bank Balances in Current A/c and Savings A/care given below.





| Sl | Name of the Bank              | Name of the Unit | Balance as per Ledger | Balance as per PassBook | Difference between ledger Balane and pass Book Balance. | Difference trans ferred to Reserve Surplus A/c |
|----|-------------------------------|------------------|-----------------------|-------------------------|---|--|
|    | <b>Current Account</b>        |                  |                       |                         |   |  |
| 1  | SBI,Bhanjavihar               | BMR              | 727539.17             | 827401.17               | 99862.17  |  |
| 2  | Allahabad Bank,               | BGH              |                       | 0                       |   | 5718027.00                                     |
| 3  | BAGB Barplli                  | BGH              |                       | 0                       |   | 2179555.00                                     |
| 4  | BAGB,Padampur                 | BGH              |                       | 0                       |   | 1268659.00                                     |
| 5  | SBI Attabira                  | BGH              |                       | 0                       |   | 3772270.8                                      |
| 6  | SBI,Bargarh                   | BGH              |                       | 0                       |   | 908066.76                                      |
| 7  | Union Bank of India Sambalpur | BGH              |                       | 0                       |   | 486924.2                                       |
| 8  | SBI Nuapada                   | BGH              |                       |                         |   | 604518.24                                      |
| 9  | SBI Balesore                  | BLS              | 692701.41             | 709048.41               | 16347.00  |  |
| 10 | SBI Bapujinagar               | HO               | 8019960.94            | 8019960.94              |   |  |
| 11 | SBI Butupali                  | Boudh            | 152313.92             | 268684.92               | 116371.00   |  |
| 13 | Andhra Bank                   | HO               | 5221.51               | 5221.51                 |   |  |
| 14 | Dividend A/c                  | HO               | 3708177.50            | 3708177.50              |   |  |
| 15 | SBI(OT)BBSR GEM A/c           | HO               | 312237..34            | 312237.34               |   |  |
|    | <b>TOTAL(A)</b>               |                  | <b>13618151.79</b>    | <b>13850731.79</b>      | <b>232580.17</b>  | <b>14938021.00</b>                             |
|    | <b>Savings Account</b>        |                  |                       |                         |   |  |
| 1  | SBI Bargarh Savings A/c       | BGH              | 116734.04             | 738468.04               | 621734.00   |  |
| 3  | Axis Bank Savings A/c         | HO               | 49777680.16           | 49777680.16             | 0   |  |
| 4  | SBI,Bhawanipatna(Savings)     | BPT              | 424272.48             | 507289.48               | 83017.00  |  |
| 5  | SBI,Cuttack Savings A/c       | CTC              | 292746.64             | 521286.64               | 228540.00   |  |
| 6  | SBI Jeypore Savings A/c       | Jyp              | 313067.11             | 510847.11               | 197780.00   |  |
| 7  | SBI KIT(SPO BBSR)             | BBSR             | 437751.61             | 449305.61               | 11554.00  |  |
| 8  | SBI Khandagiri                | BBSR             | 103785.5              | 103785.5                | 0   |  |
| 99 | SBI Nayagarh                  | BBSR             | 355.5                 | 355.5                   | 0   |  |
| 10 | SBI (Old Town)savings A/c     | HO               | 769779.5              | 769779.5                | 0   |  |
| 11 | SBI (Old Town)RKVY A/c(2)     | HO               | 1733915.00            | 1733915.00              | 0   |  |
| 11 | SBI(OT) Breeder & Foundation  | HO               | 5494234.94            | 5494234.94              | 0   |  |
| 12 | Canara Bank(Current-Flexi)    | HO               | 269030075.59          | 269030075.59            | 0   |  |
| 13 | Canara Bank(savings Flexi)    | HO               | 1785371.00            | 1785371.00              | 0   |  |
| 14 | Bank of India,Samantarapur    | HO               | <b>76037720.98</b>    | <b>76037720.98</b>      | 0   |  |
| 15 | Bank of India,A/c no.-12229   | HO               | <b>133495678.34</b>   | <b>133495678.34</b>     | 0   |  |
| 16 | OSCB (Main ) Branch           |                  | <b>1852519.78</b>     | <b>1852519.78</b>       | 0   |  |
|    | <b>TOTAL(B)</b>               |                  | <b>541665688.17</b>   | <b>542808313.17</b>     | 1142625.00  |  |



- 16 The Corporation filed application under Section 34 of the Arbitration and Conciliation Act, 1996 before the District Judge, Khurda for stay of the arbitral award passed by the Hon'ble Arbitrator in the Administration Proceedings No.17/2015 and 18/2015. By the order of the District Judge the Arbitral Award was stayed. The matter is under subjudice.
- 17 The financial implication as per the award passed by the Hon'ble Arbitrator in case of ARBP-18/2015 (presently ARBP 32/2017) comes to Rs.15,55,21,482/-. Similarly the financial implication as per the award passed by the Hon'ble Arbitrator in case of ARBP 17/2015 (presently ARBP 31/2017) comes to Rs.2,12,98,766/-, which has been challenged in District Judge, Khurda. Presently The Corporation has challenged the decision of District Court Khurda and a case in the High Court Of Odisha.
- 18.. Insurance Claim of Rs.1030788/- against damage of Qtl.2331.80 Paddy Sub-standard seeds at Haldidihra godown under SPO Balesore Zone on 30.5.16 damaged due to storm and rain vide Insurance Claim No.273085 & Policy No.448452. The Insurance Company M/s SBI General Insurance Company Ltd. settled the claim of Rs.361616/- which is not acceptable to Corporation. The Corporation has filed the Consumer case against the Insurance Company in District Consumer Dispute Redressal Court, Khurda vide Case No.160/25.5.19.
- Similarly Insurance Claim of Rs.1217050/- against theft of Qtl.946.20 of paddy sub-standard seeds in K.A.R.Raju godown at Kotpad under SPO Jeypore Zone on 9.5.17 against Insurance Claim No.397765. The Insurance Company M/s SBI General Insurance Company Ltd. has not settled the issue. The Corporation has filed the Consumer Case against the Insurance Company in District Consumer Dispute Redressal Court, Khurda vide Case No.161/30.5.19. The Corporation filed a case in the Court of Judicial Magistrate First Class, Kotpad on dt.25.5.2019
- The Corporation has also filed a case in Kotpad First Class Magistrate Court against the decision of Kotpad police as the case is false regarding theft of Qtl.946.20 and responsibility will be fixed after the decision of court.
19. The Interest on SBI(OT) RKVY Current Flexi A/c for the year 2018-19 & 2019-20 of Rs.22159682.00 has been accounted under OSSC (Other Liabilities) Account.
20. The interest on Escrow (Revolving) Account for the year 2019-20 of Rs.21534708.00, for the year 2020-21 of Rs.21121690/- and Rs.18059185/- for the year 2021-22 has been accounted under OSSC (Other liabilities) account as per the observation of AG (Odisha) audit during 2018-19.
21. Information required pursuant to the provisions of Paragraph 3 and 4 Part II of Schedule VI of the Companies Act.



| <b>Class of Goods- Seeds</b> |                | <b>2021-22</b> | <b>2020-21</b> |
|------------------------------|----------------|----------------|----------------|
| Purchases                    | (Qty in Qtls)  | 400991.00      | 573043.00      |
|                              | (Value in Rs.) | 1394196169.00  | 1773846763.00  |
| Opening stock                | Qty in Qtls    | 357213.00      | 270848.00      |
|                              | (Value in Rs.) | 772971242.00   | 644980144.00   |
| Closing stock                | Qty in Qtls    | 260215.00      | 357213.00      |
|                              | (Value in Rs.) | 603003925.00   | 772971242.00   |
| Turnover                     | Qty in Qtls    | 478563.00      | 487384.00      |
|                              | (Value in Rs.) | 1867966651.00  | 1948816549.00  |

Purchase Value excludes the cost of 2935.00quintals (Previous year:-1215.00Qtls) of processed seeds produced in Corporation's own farm.. Similarly7.00 quintals of processed seeds (Previous year 11.00 Quintals) utilized in Corporation's own farm is excluded from the turnover value. closing stock and opening stock exclude standing crop. . Shortages of Qtl.706.00 will be accounted for after due inquiry.

### III. Details of Packing Materials.

| <b>Packing materials</b> |                | <b>2021-22</b> | <b>2020-21</b> |
|--------------------------|----------------|----------------|----------------|
| Purchases                | (Qty in Nos.)  | 2435000        | 3164900        |
|                          | (Value in Rs.) | 31606129.00    | 32311431.00    |
| Opening stock            | Qty in Nos.)   | 1044749        | 852142         |
|                          | (Value in Rs.) | 13043402.00    | 26238266.00    |
| Closing stock            | Qty in Nos)    | 1679502        | 1044749        |
|                          | (Value in Rs.) | 21208997.00    | 13043402.00    |
| Consumption              | Qty in Nos)    | 1800247        | 2972293        |
|                          | (Value in Rs.) | 23440534.00    | 30043322.00    |

### IV. Expenditure in foreign currency

Nil

© Figures pertaining to the previous year have been re-grouped and rearranged wherever necessary and rounded to the nearest rupees.

Sd/-Sri S.K Mishra  
Company Secretary-cum-  
DGM Finance,  
OSSC Ltd

Sd/Bhabesh Kumar.Nayak  
Managing Director,  
OSSC Ltd

Sd/Bijay.Kumar.Nayak  
Chairman,  
OSSC Ltd

M/s DASH & Associates,  
Chartered Accountant  
Bhubaneswar



## **SCHEDULE – T**

### **ACCOUNTING POLICIES FORMING PART OF ACCOUNTS**

#### **PURCHASES**

The Corporation makes purchases the processed seeds from the growers i.e.,

**a. Purchases of processed seeds**

Unprocessed seeds are received from the registered growers in Corporation plants for processing. Processed and passed seeds are only taken into account for purchases.

#### **SALES**

1. All stock of seeds those are delivered against store delivery challans / cash Memo till last day of the accounting year are accounted for as sales.
2. Free supplies and own consumption of seeds are not evaluated.

#### **CLOSING INVENTORY**

1. Stock of processed seeds and substandard seeds are valued at lower of cost or market value. The cost component consists of procurement price, cost of processing, Seed Treating Chemicals, packing materials, Certification charges., Internal Transport & godown Rent for valuing standard closing seed stock at the end of the year.
2. Standing crops are valued on the basis of estimated cost of procurement of seeds.
3. Farm produces included in closing stock of seeds are not distinguished and valued at 1 and 2 above.
4. Shortages found on physical verification of stock will be accounted after due investigation.
5. Packing materials are valued at weighted average cost. No valuation is done for unserviceable, once used HDPE Gunny bag and damaged packing material

#### **STORES & SPARES**

Actual consumption of consumable stores and printing stationery during the year 2021-22 accounted for

#### **GRATUITY**

Gratuity is provided in accordance with the Provision of Gratuity Act, 1972. Actuarial valuation of the gratuity and other retirement benefits have not been made.

**FIXED ASSETS**

1. Fixed assets are accounted for on Net Asset cost less depreciation. Depreciation is charged on written down Value method as prescribed under section 123 of the Companies Act, 2013(Previously1956). The rates of depreciation on fixed assets are as per rates prescribed in Schedule-XIV of the Companies Act .
2. Building includes factory building and depreciation is charged at the prescribed rate under the Companies Act 2013 for the factory building and other buildings.
3. Value of tarpauline, durry and coir-mats are written off at 50% rate assuming life of these at two years.
4. Cost of capital assets created out of Grant in aid has been credited to Grant in aid Reserve a/c. Depreciation on those assets is also charged against those reserves.
5. Premium in respect of lease hold land and lease hold building paid at the time of purchase is written off on the basis of the period of leas

**Sd/-Sri S.K Mishra**  
**Company Secretary-cum-**  
**DGM Finance,**  
**OSSC Ltd**

Sd/Bhabesh Kumar.Nayak  
Managing Director,  
OSSC Ltd

Sd/Bijay.Kumar.Nayak  
Chairman,  
OSSC Ltd

M/s DASH & Associates,  
Chartered Accountant  
Bhubaneswar



**STATEMENT PERSUANT TO PART-IV OF SCHEDULE TO THE COMPANIES ACT, 2013**

**Balance sheet abstract and Company's General Business Profile**

**Registration details**

|                           |                  |                    |           |
|---------------------------|------------------|--------------------|-----------|
| <b>Registration No.</b>   | <b>757</b>       | <b>State Code:</b> | <b>15</b> |
| <b>Balance Sheet Date</b> | <b>31.3.2022</b> |                    |           |

**Capital raised during the year (Rupees)**

|              |     |                   |     |
|--------------|-----|-------------------|-----|
| Public Issue | NIL | Rights issue      | NIL |
| Bonus issue  | NIL | Private Placement | NIL |

**Position of mobilization and deployment of Funds (Rupees)**

|                   |               |              |                |
|-------------------|---------------|--------------|----------------|
| Total Liabilities | 3021796161.00 | Total Assets | 33021796161.00 |
|-------------------|---------------|--------------|----------------|

**Source of Funds**

|                     |             |                    |              |
|---------------------|-------------|--------------------|--------------|
| Paid up capital-    | 26275800.00 | Reserve & Surplus- | 812037883.00 |
| Accumulated profit- | 85353740.00 | Unsecured Loans -  | 819835373.00 |

**Application of funds**

|                     |               |                   |     |
|---------------------|---------------|-------------------|-----|
| Net fixed Assets -  | 551892528.00  | Investment        | NIL |
| Net Current Assets- | 1106255906.00 | Misc. Expenditure | NIL |

**Performance of Company**

|                    |               |                    |                   |
|--------------------|---------------|--------------------|-------------------|
| Turnover-          | 1867966651.00 | Total Expenditure- | 1770151589.00     |
| Profit before Tax- | 14025185.00   | Profit after tax - | 10273448.00       |
| Earning per share  | 52.36         | Dividend per share | -Not Yet Declared |

**Generic names of product service of the Company**

|                     |    |
|---------------------|----|
| Item Code No.       | NA |
| Product description | NA |

**Sd/-Sri S.K Mishra**  
**Company Secretary-cum-**  
**DGM Finance,**  
**OSSC Ltd**

Sd/Bhabesh Kumar.Nayak  
 Managing Director,  
 OSSC Ltd

Sd/Bijay.Kumar.Nayak  
 Chairman,  
 OSSC Ltd

M/s DASH & Associates,  
 Chartered Accountant  
 Bhubaneswar



