



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

CIN : U45200MH1974SGC017206

42<sup>nd</sup>  
**ANNUAL REPORT  
AND ACCOUNTS**

2014-15

**Regd.Office: "Rawel Plaza" Plot No.12, Kadbi Chowk, Kamptee Road,  
Nagpur 440004**

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

**CIN : U45200MH1974SGC017206**

**Regd. Office: "Rawel Plaza" Plot No.12, Kadbi Chowk, Kamptee Road, Nagpur-440004**

**BOARD OF DIRECTORS**

(31-03-2015)

**DIRECTORS**

Shri Vikas Kharge

Shri A.K.Saxena

Dr. U.M.Farooki

Shri Parag Jain Naunutiya

Dr. A.K. Jha

**MANAGING DIRECTOR**

Shri A.K.Nigam

**COMPANY SECRETARY**

CS Shri Saurav Singh

**CONTROLLER OF ACCOUNTS AND FINANCIAL ADVISER**

CA Kaustubh Vinay Bhamburkar

#### **AUDITORS**

SHAH BAHETI CHANDAK & CO.  
CHARTERED ACCOUNTANTS  
205, GHATATE CHAMBERS,  
PANCHSHEEL SQUARE,  
NAGPUR -440012.

SHAH CHANDAK KHANZODE &  
SHENWAI  
CHARTERED ACCOUNTANTS  
GS 20/21 AMARJYOTI PALACE,  
WARDHA ROAD, DHANTOLI,  
NAGPUR - 440012.

#### **BANKERS**

**Bank of Maharashtra**

**State Bank of India**

**Bank of India**

**Central Bank of India**

**Canara Bank**

#### **MEDICINAL UNIT / REGIONAL OFFICES**

##### **MEDICINAL PLANTS CONSERVATION & DEVELOPMENT BRANCH.**

"Rawel Plaza" Plot No.12, Kadbi Chowk,  
Kamptee Road, Nagpur-440004

##### **SOUTH CHANDRAPUR REGION**

Forest Colony, Mul Road,  
CHANDRAPUR-442401

##### **NORTH CHANDRAPUR REGION**

Forest Colony, Mul Road,  
CHANDRAPUR-442401

##### **NAGPUR REGION**

"The Ark" Near St.Michael High-School,  
Kamptee Road,  
NAGPUR-440004.

##### **NASIK REGION**

Vanvikas Bhavan  
Kalika Mandir Marg  
NASIK- 422002

##### **WFP & AFFORESTATION REGION**

"Rawel Plaza" Plot No.12, Kadbi Chowk,  
Kamptee Road, Nagpur-440004

##### **SANGALI REGION**

Hanuman Nagar, Forest Colony,  
MIDC-Road, Kupwada,  
Sangli-416 436.



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

Regd. Office:- 'Rawel Plaza', 12, Kadbi Chowk, Kamaptee Road, Nagpur-440004.

Phone-2533442, 2533475, Fax-0712-2551686 E-mail- [mdfdcmp\\_ngp@sancharnet.in](mailto:mdfdcmp_ngp@sancharnet.in)

No.CSL/AGM-42/3735

Nagpur, Dated :- 28.09.2015.

To,

1	Hon'ble Sudhir Mungantiwar, Chairman, FDCM Ltd., Minister (Forests), Maharashtra State, Manatralaya, Mumbai-32	2	Shri Vikas Kharage, Director, FDCM Ltd., Secretary (Forests), Revenue & Forest Department, Mantralaya, Mumbai- 400 032.
3	Shri A. K.Saxena, Member & Director, FDCM Ltd., Principal Chief Conservator of Forests, (Head of Forest Force), Maharashtra State, 'Van Bhavan', Ramgiri Road, Civil Lines, Nagpur- 440 001.	4	Shri A.K. Nigam, Member, FDCM Ltd., Managing Director, FDCM Ltd., Rawel Plaza, Plot No. 12, Kadbi Chowk, Kamaptee Road, Nagpur 440 004
5	Shri Paraag Jain Nainuttia, Director, FDCM Ltd., Managing Director, Maharashtra Tourism Development Corporation Ltd., C.D.O. hutments, Opp. LIC Building, Madam Kama Road, Mumbai- 400 020	6	Shri Arvind Kumar Jha, Director, FDCM Ltd., Director General of Social Forestry, Maharashtra State, Central Building, Pune-410 001.
7	Shri Sarjan Bhagat, Representative of Governor of Maharashtra, Principal Chief Conservator of Forests, (Wildlife), Maharashtra State, 'Van Bhavan', Ramgiri Road, Civil Lines, Nagpur- 440 001.	8	Shri Shree Bhagwan, Alternate Representative of Governor of Maharashtra, Additional Principal Chief Conservator of Forests, (Budget, Planning & Development), Maharashtra State, 'Van Bhavan', Ramgiri Road, Civil Lines, Nagpur- 440 001.
9	M/S Khanzode & Shenwai, Chartered Accountants, GS 20/21, Amarjyoti Palace, Wardha Road, Dhantoli, Nagpur- 440 012.	10	M/S Jodh Joshi & Co., Chartered Accountants, 1 <sup>st</sup> Floor, J.P. House, Ravi Nagar Square, Amravati Road, Nagpur- 440 010.
11	M/s Shah Baheti Chandak & Co., Chartered Accountants, 205, Ghatate Chambers, Panchsheel Square, Nagpur- 440 012.		



## **NOTICE OF THE FORTY SECOND ANNUAL GENERAL MEETING**

NOTICE is hereby given that the Forty Second Annual General Meeting of the Members of Forest Development Corporation of Maharashtra Limited will be held on Tuesday, the 29<sup>th</sup> September, 2015 at 04.30 P.M. in the Chamber of Principal Chief Conservator of Forests (Head of Forest Force), Maharashtra State, 'Van Bhavan', Ramgiri Road, Civil Lines, Nagpur- 440 001 to transact the following business:-

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt audited financial statement as at 31<sup>st</sup> March 2015 the Board's Report and Auditors' Report thereon.
2. To declare a dividend on equity shares.
3. To note the appointment / re-appointment of Directors made by the Governor of Maharashtra in place of all the existing Directors retiring thereat as per Government order No. FDC-2015/CR-204/F-5 dated 03<sup>rd</sup> September,2015.
4. To confirm the appointment and remuneration of Joint Auditor appointed by Comptroller and Auditor General of India through order No. CA.V/COY. MAHARASHTRA.MFORDV(2)/1067 dated 31.07.2015 for financial year 2015-16. In terms of section 139(5) read with section 142 of the Companies Act 2013 and to pass the following resolution, with or without modifications(s) as Ordinary Resolution:

“RESOLVED THAT M/S Khanzode & Shenwai, Chartered Accountants (Registration No. WR0572) and M/S Jodh Joshi & Co, Chartered Accountants (Registration No. WR0036) be and are hereby appointed as Auditors of the Company, to hold office from the conclusion of the Annual General meeting till the conclusion of the next Annual General Meeting of the Company on remuneration as fixed by the (CAG) as per order No. CA.V/ COY. MAHARASHTRA.MFORDV(2)/1067 dated 31.07.2015.

By order of the Board of Directors,

Sd/-  
( A. K. Nigam )  
Managing Director.  
DIN:06637679

### Notes:

- i) A copy of the audited Financial Statement, the Board's Report and Auditors' Report stated under Item No.1 above is attached herewith. The comments, if any, of the Comptroller and Auditor General of India thereon are yet to be received and will be placed at the meeting, if received by then.
- ii) The Share Transfer Book of the Company will remain closed on the 28<sup>th</sup> September 2015 and that day will be the 'Record Date' for determination of entitlement of dividend for the year ended 31<sup>st</sup> March 2015, if declared by Members of the Company in the Annual General Meeting.

Ravi Nagar Square, Amravati Road, Nagpur-440 010	Wardha Road, Dhantoli, Nagpur- 440 012.
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**NOTICE OF THE ADJOURNED FORTY SECOND ANNUAL GENERAL MEETING**

NOTICE is hereby given that the Adjourned Forty Second Annual General Meeting of the Members of Forest Development Corporation of Maharashtra Limited will be held on Wednesday, the 30<sup>th</sup> December, 2015 at 05.00 P.M. in the Chamber of Principal Chief Conservator of Forests (Head of Forest Force), Maharashtra State, Van Bhavan, Ramgiri Road, Civil Lines, Nagpur- 440 001 to transact the following business:-

**ORDINARY BUSINESS:**

To receive, consider and adopt audited financial statement as at the 31<sup>st</sup> March 2015 the Board's Report and Auditors' Report thereon.

*(Deferred Item No.1 from the Original Meeting)*

By order of the Board of Directors,

Sd/-  
(Sarjan Bhagat)  
Managing Director  
DIN-07321138

Notes:

- (i) Comments of Comptroller and Auditor General of India, has not been received by the Company. A copy of the audited Balance Sheet and Profit & Loss Account, the Board's Report and Auditors' Report is already circulated.
- (ii) **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH A PROXY NEED NOT BE A MEMBER.**

Proxy, in order to be effective, must be deposited at the Registered Office of the Company, not less than forty-eight hours before the time fixed for holding the meeting. Blank Proxy Form is attached herewith.

- (iii) Two members present in person of whom one shall be a representative of the Governor shall be a quorum for a general meeting. A representative of Governor of Maharashtra or in his absence the Alternate Representative of Governor of Maharashtra shall be deemed to be a Member entitled to attend and vote at the Meeting. A copy of Govt. order No.FDC-2015/CR-203/F-5 dated 2<sup>nd</sup> December 2015 appointing Representative / Alternate Representative of the Governor of Maharashtra for this meeting.

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



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

**CIN: U45200MH1974SGC017206**

Regd. Office:- 'Rawel Plaza', 12, Kadbi Chowk, Kamaptee Road, Nagpur-440004.

Phone-2533442, 2533475, Fax-0712-2551686

E-mail- mdfdcmltd@gmail.com

No.CSL/Adj. AGM-42/4897

Nagpur, Dated:- 29.12.2015.

To,

1	Hon'ble Sudhir Mungantiwar, Chairman, FDCM Ltd., Minister,(Finance & Planning, Forests), Maharashtra State, Manatralaya, Mumbai- 32	2	Shri Vikas Kharage, Director, FDCM Ltd., Secretary (Forests), Revenue & Forest Department, Mantralaya, Mumbai-400 032.
3	Shri A. K. Nigam, Member & Director, FDCM Ltd., Principal Chief Conservator of Forests, (Head of Forest Force), Maharashtra State, 'Van Bhavan', Ramgiri Road, Civil Lines, Nagpur- 440 001.	4	Shri Sarjan Bhagat, Member, FDCM Ltd., Managing Director, FDCM Ltd., Rawel Plaza, Plot No. 12, Kadbi Chowk, Kamaptee Road, Nagpur 440 004.
5	Shri Paraag Jaiin Nainuttia, Director, FDCM Ltd., Managing Director, Maharashtra Tourism Development Corporation Ltd., C.D.O. Hutments, Opp.LIC Building, Madam Kama Road, Mumbai-440 020	6	Shri Prakash K. Mahajan, Director, FDCM Ltd., Joint Secretary (Forests), Revenue & Forest Department, Mantralaya, Mumbai-400 032.
7	Dr. Arvind Kumar Jha, Director, FDCM Ltd., Director General of Social Forestry, Maharashtra State, Central Building, Pune- 410 001.	8	Shri Shree Bhagwan, Representative of Governor of Maharashtra, Principal Chief Conservator of Forests, (Wildlife), Maharashtra State, 'Van Bhavan', Ramgiri Road, Civil Lines, Nagpur- 440 001
9	Shri B.S.K.Reddy, Alternate Representative of Governor of Maharashtra, Additional Principal Chief Conservator of Forests, (Budget, Planning & Development), Maharashtra State, 'Van Bhavan', Ramgiri Road, Civil Lines, Nagpur- 440 001.	10	M/S Shah Baheti Chandak & Co., Chartered Accountants, 205, Ghatate Chambers, Panchsheel Square, Nagpur- 440 012.
11	M/S Jodh Joshi & Co., Chartered Accountants, 1 <sup>st</sup> Floor, J.P. House,	12	M/S Chadak Khanzode & Shenwai, Chartered Accountants, GS 20/21, Amarjyoti Palace,

Ravi Nagar Square, Amravati Road, Nagpur-440 010	Wardha Road, Dhantoli, Nagpur- 440 012.
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**NOTICE OF THE ADJOURNED FORTY SECOND ANNUAL GENERAL MEETING**

NOTICE is hereby given that the Adjourned Forty Second Annual General Meeting of the Members of Forest Development Corporation of Maharashtra Limited will be held on Wednesday, the 30<sup>th</sup> December, 2015 at 05.00 P.M. in the Chamber of Principal Chief Conservator of Forests (Head of Forest Force), Maharashtra State, Van Bhavan, Ramgiri Road, Civil Lines, Nagpur- 440 001 to transact the following business:-

**ORDINARY BUSINESS:**

To receive, consider and adopt audited financial statement as at the 31<sup>st</sup> March 2015 the Board's Report and Auditors' Report thereon.

*(Deferred Item No.1 from the Original Meeting)*

By order of the Board of Directors,

Sd/-  
(Sarjan Bhagat)  
Managing Director  
DIN-07321138

Notes:

- (i) Comments of Comptroller and Auditor General of India, has not been received by the Company. A copy of the audited Balance Sheet and Profit & Loss Account, the Board's Report and Auditors' Report is already circulated.
- (ii) **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH A PROXY NEED NOT BE A MEMBER.**  
  
Proxy, in order to be effective, must be deposited at the Registered Office of the Company, not less than forty-eight hours before the time fixed for holding the meeting. Blank Proxy Form is attached herewith.
- (iii) Two members present in person of whom one shall be a representative of the Governor shall be a quorum for a general meeting. A representative of Governor of Maharashtra or in his absence the Alternate Representative of Governor of Maharashtra shall be deemed to be a Member entitled to attend and vote at the Meeting. A copy of Govt. order No.FDC-2015/CR-203/F-5 dated 2<sup>nd</sup> December 2015 appointing Representative / Alternate Representative of the Governor of Maharashtra for this meeting.

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

**ITEM NO. 7 :**

**ADDENDUM TO BOARD'S REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2015**

The Managing Director informed the Board that the Company has received 02(two) comments from Comptroller and Auditors General of India (CAG) on the Financial Statement for the financial year 2014-15. Explanation on the Comments of the Comptroller and Auditor General of India under section 143 (6)(b) of the Companies Act, 2013 on the Financial Statements of the Company year ended 31st March, 2015 is provided below:

<b>Comments of CAG of India</b>	<b>Explanation by the Board</b>
<p><b>"COMMENT ON FINANCIAL POSITION</b> Balance Sheet B. Assets 1. Non-Current Assets (a) Fixed Assets ii)CapitalWork-in-Progress: Rs.5.71 Crore</p> <p>1. The Company had paid an advance of Rs. 5.05 Crore to Nagpur Improvement Trust (NIT) for the construction of its New Administrative Building at Nagpur. As at the end of March, 2015, the value of work completed of the said building was Rs. 1.85 Crore. The Company did not show this amount as an Advnace and instead the entire amount had been shown under Capital work-in-progress.</p> <p>This has resulted in understatement of Capital Advances (under Loans &amp; Advances ) by Rs.3.20 Crore (Rs.5.005 Crore - Rs.1.85 Crore) and Overstatement of Capital work-in-progress to the extent of work not completed.</p>	<p>The Company has disclosed its according Policy under Note No.22 (h) and the annual accounts are prepared on the basis of these accounting Policies consistently. No advances etc. has been paid during current financial year 2014-15 to NIT. The accounting treatment given in previous year's pursuant to capital work in progress is already accepted by Joint Statutory Auditors and CAG.</p> <p>In view of above position there is no under statement of advances or overstatement of Capital work-in-progress.</p>
<p><b>OTHER COMMENTS</b> Statement of Profit and Loss 2. As stated by the Company in its Notes to Accounts at Note 52, the Hon'ble High Court of Nagpur Bench has passed order in Sept. 2015 to release the benefits of the 4th Pay revision and Vth Pay Commission. Accordingly provision for the same has been made in the accounts of Rs. 2887.19 lakh by including it under Employees Benefit Expenses (Note 18)</p> <p>The Company, as required by schedule III of the Companies Act, 2013, did not disclose it as a separate item on the fact of the statement of Profit and Loss, it being an exceptional/extraordinary item.</p>	<p>Accordingly to accounting standard (AS)-5 Net Profit or Loss for the period, prior period items and changes in accounting policies - Extra ordinary items are income or expenses that arise from events or transactions that are clearly distinct from ordinary activities of the enterprise and therefore are not expected to reoccur frequently or regularly. IVth Pay &amp; Vth Pay Commission arrears is not distinct arose from ordinary activity of the enterprise. Therefore disclosure is not required by way of separate item on the face of the statement of Profit &amp; Loss A/c. Voluntary Company has made detailed disclosure in Notes to Account Note No.52 (i). This disclosure also validated by Joint Statutory Auditors appointed by CAG.</p>

The Board approved the above explanation and took the note of the same, and also approved to circulate the same along with the Board Report to the shareholders of the Company for the Financial year ended on 31<sup>st</sup> March 2015.

SHAH BAHETI CHANDAK & CO.  
CHARTERED ACCOUNTANTS  
205 GHATATE CHAMBERS,  
PANCHSHEEL SQUARE,  
NAGPUR - 440012.

KHANZODE & SHENWAI,  
CHARTERED ACCOUNTANTS  
Gs/ 21 AMARJYOTI PALACE,  
WARDHA ROAD, DHANTOLI,  
NAGPUR - 440012.

## AUDITORS' REPORT

TO,  
MEMBERS OF THE  
FOREST DEVELOPMENT CORPORATION OF  
MAHARASHTRA LIMITED

We have audited the accompanying financial statements of "FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED" (the Company), which comprise the balance sheet as at March 31, 2015, the Statement of profit and loss and the cash flow statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting 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 includes the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and Rules made thereunder.

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

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

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

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015;
- (b) in the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

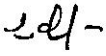
### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all information and explanation, which to the best of our knowledge and belief, were necessary for the purpose of our audit;

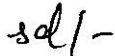


- (b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books;
- (c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in Compliance with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of written representation obtained from the Directors as on March 31, 2015 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2015 from being appointed as director in terms of Section 164(2) of the Act; and
- (f) 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 explanation given to us:
- i. the Company has disclosed the impact of pending litigations on its financial position in its financial statements;
  - ii. the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts; and
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Shah Baheti Chandak & Co.  
Chartered Accountants,  
Firm No. 109513 W

  
(CA Jai Poptani)  
Partner  
M. No.135038

For Khanzode & Shenwai  
Chartered Accountants,  
Firm No. 112415 W

  
(CA Aniruddha Shenwai)  
Partner  
M. No.036853

Place : Nagpur  
Date : 29/09/2015



Annexure referred to in Paragraph 1 of our report of even date to the members of Forest Development Corporation of Maharashtra Limited on the Financial Statements for the year ended 31<sup>st</sup> March 2015:

- (i) (a) The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) In our opinion, these fixed assets have been physically verified by the management at reasonable intervals, having regard to the size of the Company and the nature of its assets. No material discrepancies between the book records and the physical inventory were noticed.
- (ii) (a) The inventory of the Company has been physically verified by the management during the year at reasonable intervals.
- (b) In our opinion and according to the information given to us, the procedures of physical verification of inventory followed by the management were found reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) On the basis of our examination of records of inventory, in our opinion, the Company has maintained proper records of inventory. The discrepancies noticed on physical verification between the physical stocks and the book records were not material in relation to the operations of the Company. Except given in Note No. 36.
- (iii) The Company has not granted loans to the companies under same management.
- (iv) In our opinion and according to the information and explanation given to us during the course of audit, on an overall basis there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, no major weakness has been noticed in the internal controls.
- (v) The Company has not accepted any deposit from public.
- (vi) To the best of our knowledge, the maintenance of cost records under section 118 (1) of the Companies Act, 2013 prescribed by the Central Government is not required for the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amount deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees insurance, taxes on income, sales tax, wealth tax, service tax, duty of customs, taxes on sales and services, cess and any other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company is not liable for duty of excise.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, wealth tax, service tax, duty of customs, taxes on sales and services, cess and other material statutory dues including provident fund were in arrears as at 31.03.2015 for a period of more than 6 months from the date they became payable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no dues of Income Tax, Service Tax and Value Added Tax etc which have not been deposited on account of any dispute. Except as mentioned in Note No. 50.

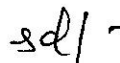
(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company was not required to transfer any amount to the investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules framed there under.

- (viii) The Company does not have accumulated losses at the year end and has not incurred cash losses during the financial year ended on that date or in the immediately preceding financial year.
- (ix) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to any financial institution and banks.
- (x) According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xi) The term loans have been broadly applied for the purpose for which they were raised.
- (xii) Based upon the audit procedures performed and information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

Shah Baheti Chandak & Co.  
Chartered Accountants,  
Firm No. 109513 W

For Khanzode & Shenwai  
Chartered Accountants,  
Firm No. 112415 W

  
(CA Jai Poptani)  
Partner  
M. No.135038

  
(CA Aniruddha Shenwai)  
Partner  
M. No.036853

Place : Nagpur  
Date : 29/09/2015

## BOARD REPORT

To,  
The Members,  
Forest Development Corporation of Maharashtra Limited  
Rawel Plaza, Plot No.-12, Kadwi Chowk,  
Kamptee Road, Nagpur-440014

Your Directors have pleasure in submitting their 42<sup>nd</sup> Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2015.

### FINANCIAL RESULTS

The Company's financial performance for the year ending on March, 2015 along with previous year's figures are given hereunder:

S.No.	Particulars	For the Year ended on 31 <sup>st</sup> March, 2014 (In Rs.)	For the Year ended on 31 <sup>st</sup> March, 2015 (In Rs.)
1	Net Sales /Income from Business Operations	1,22,10,28,363	1,34,81,93,444
2	Other Income	62,23,69,415	16,16,86,232
	<b>Total Income</b>	<b>1,84,33,97,778</b>	<b>1,50,98,79,676</b>
3	Less C.O.G.S./Other Expenses	89,42,56,641	1,07,46,32,740
4	Less Depreciation	10,90,331	10,80,617
	<b>Profit after depreciation and COGS &amp; Other Expenses</b>	<b>94,80,50,806</b>	<b>43,41,66,319</b>
5	Less Current Income Tax	18,00,00,000	11,53,00,000
6	Less Deferred Tax	40,23,278	(24,765)
	<b>Net Profit after Tax</b>	<b>76,40,27,528</b>	<b>31,88,91,084</b>
7	Dividend	3,78,49,229	53,14,500
	<b>Net Profit after dividend and Tax</b>	<b>76,61,78,299</b>	<b>31,35,76,584</b>
8	Amount transferred to General Reserve/Capital Reserve	11,70,67,295	20,10,77,049
9	Balance carried to Balance Sheet	64,91,11,004	11,24,99,535
10	Earning per share (Basic)	232.07	32.53
11	Earning per Share(Diluted)	20.06	02.82

#### 1. OPERATIONS

The Company achieved a turnover of Rs. 150.99 Crores during the current year, as against Rs. 184.34 Crores during the previous year.

#### 2. DIVIDEND

Your Directors are pleased to recommend a dividend of Rs 1.62 per share aggregating to Rs. 45,42,500 for the current financial year. The dividend if approved and declared in the forthcoming 42<sup>nd</sup> Annual General meeting would result a Dividend outflow of Rs.

45,42,500 and dividend Distribution Tax of Rs. 7,72,000 aggregating a total outflow of Rs. 53,14,500.

**3. SHARE APPLICATION MONEY PENDING ALLOTMENT**

The documents for loan from Government of Maharashtra (New Loan) for different activities, have not been executed, and the recording of the transactions were made as per terms & conditions of the G.R issued by the Government. Later on, the Government of Maharashtra vide G.R. No. FDC-2006/CR-155/F-5 dated 05.08.2008 approved the conversion of loan liability including interest thereon of Rs. 34400.00 Lacs into Share Capital as a full & final settlement. The disclosure of Rs. 34400.00 Lacs under "Share Application Money Account" was made, in the year 2007-08 on the strength of G.R. During the year 2010-11, Government issued G.R. No. S-14-2006/CR-155/F-5 dated 15.09.2010 revoking the G.R. dated 05.08.2008 in pursuance of G.R. No. Vetan 2010/CR-11/F-5 dated 14.06.2010. The issue of conversion at conversion of loan liability of Rs. 34400.00 Lacs into Share Capital was under active consideration at Government level for the approval of the Cabinet, pursuant to decision taken at high level meeting of Government authorities held on 15.12.2010.

In this connection, the meeting was held on 05.03.2012 at Mantraġaya, Mumbai under the Chairmanship of Principal Secretary (Finance) where Principal Secretary (Forest), Secretary (Expenditure), Secretary (Accounts & Treasury), Joint Secretary (Forest) and Managing Director, FDCM Limited, were present and in anticipation of Government approval, decision has been taken to repay outstanding MFP plan loan of Rs. 4945.89 lacs in the instalment of Rs. 2000.00 Lacs & Rs. 2945.89 Lacs and remaining loan liability of Rs. 29454.11 lacs was proposed for conversion into share Capital. Accordingly Board's consent was obtained for the said decision and loan of Rs. 49.46 Crore has been paid to the Government in two instalments. The Government has issued G.R. No FDC-2011/CR-14/F-5 dated 19.12.2012 for conversion of loan liability of Rs. 294.54 Crore into share capital by book adjustment during the year 2012-13. However due to non availability of budget provision during the year 2012-13 to 2014-15 book adjustment could not be carried out in the books of Forest Department and therefore the amount is shown under Share Application Money pending allotment in the accounts of the Company.

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

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

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

The handover of the Company forest area to the Forest Department/Government of Maharashtra for wildlife sanctuaries, buffer zone have severely impacted the sales and financial condition of the Company during the year under review.

The forest areas about 60,000 Ha. in possession of Company have been notified for different wildlife sanctuaries, the Government of Maharashtra allotted the forest area to

the Company as mentioned in the following GR to compensate the areas transferred for Wildlife sanctuaries.

S.No.	G.R. No./Date	Division	Area in Ha.
1	FDC-2013/CR-94 F5 dated 28.04.2014	Pranhita	1461.943
		Markhanda	7423.700
2	FDC-2014/CR-112 F5 dated 19.06.2014	Bramhapuri	9880.730
		Pranhita	494.910
		R.M. Sangli	486.800
		Yeotmal	3535.530

As per G.R. No. FDC-2013/CR-63 F5 13.05.2014 the forest areas of 12550.85 ha has been handed over to Forest Department in West Chanda FPD including the plantations over 7672.904 ha. which is notified as buffer zone of Tadoba Andhari Tiger Reserve.

The Honourable High Court of Judicature at Bombay Nagpur Bench, Nagpur has passed the following order on writ petition number 1196 of 2001.

- i. The Honourable court ordered the Company that The Account Assistant, Deputy Engineer, Junior Engineer and Draftsman in employment of the Company are entitled to benefits of 4<sup>th</sup> Pay Revision from 1<sup>st</sup> of January, 1986 to 31<sup>st</sup> of December, 1993. The approximate amount of 4<sup>th</sup> pay revision is Rs. 38,88,529/-
- ii. The Honourable court ordered the Company to release arrears of amount of 5<sup>th</sup> Pay Revision from 1<sup>st</sup> of January, 1996 till 31<sup>st</sup> of March, 2014. The exercise of computing arrears shall be completed within period of six months from the date of order and arrears becoming due and payable to the employees shall be released thereafter within next three months. The approximate amount of 5<sup>th</sup> pay revision is Rs.28,48,30,130

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

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

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

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

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

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

The CSR Committee has also approved the following reason in its meeting held on 30<sup>th</sup> July 2015 held in Mantralaya, Mumbai for not spending the CSR earmarked amount during the financial year 2014-15:

The Company could not spend Rs. 1.32 cr (approx) on its CSR activities for the financial year 2014-15 as per section 135 of the Companies Act, 2013 due to its contingent liability towards the arrears of 05th pay commission of Rs. 29.00 cr approx.

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

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

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

There was no contract or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the year under review.

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

There were no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

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

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

**13. ANNUAL RETURN**

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in Annexure 2 and is attached to this Report.

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

The Company had 4 Board meetings held on 18.06.2014, 29.09.2014, 18.12.2014 & 30.03.2015 during the financial year under review.

**15. DIRECTORS RESPONSIBILITY STATEMENT**

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

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

(b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true



and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

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

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

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

#### 16. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

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

#### 17. DEPOSITS

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

#### 18. DIRECTORS

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

As per Government order no. FDC-2015/CR-204/F-5 dated 03<sup>rd</sup> September, 2015 all the existing directors including Chairman is re-appointed.

The following are the change in directorship during the year ended on 31<sup>st</sup> March 2015:

S. No.	Name of Director	Appointment/Cessation
1	Dr. Patagrao Shripatrao Kadam	Cessation
2	Shri Manik Shripatrao Patil	Cessation
3	Dr. Subhaschandra Wamanrao Korpe	Cessation
4	Shri Praveen Singh Pardeshi	Cessation
5	Dr. Jagdish Devidasrao Patil	Cessation
6	Shri Uday Ravindra Samant	Cessation
7	Shri Babanrao Baburao Deshmukh	Cessation
8	Shri Syed Wasif Hussain Naqvi	Cessation
9	Shri Satish Manoharrao Warjekar	Cessation
10	Shri Shekhar Govindrao Nikam	Cessation
11	Shri Paraag Jain Nainuttia	Appointment
12	Shri Vikas Kharage	Appointment
13	Dr. Arvind Kumar Jha	Appointment

#### 19. DECLARATION OF INDEPENDENT DIRECTORS

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

**20. PREVENTION OF SEXUAL HARASSMENT**

The Company has Zero tolerance for sexual harassment at workplace and Company is fully committed for the prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder for prevention and redressal of complaints of sexual harassment at workplace. The Company is committed to provide equal opportunities without regards to their race, caste, sex, religion, colour, disability etc.

All the women associates (permanent, temporary, contractual) as well as any women visiting the Company's office premises or women service providers are covered under this policy. All employees are treated with dignity with a view to maintain a work environment free of sexual harassment whether physical, verbal or psychological. The Company is in the process of constituting the committee for the same.

During the year under review, the Company has not received any complaint in this regard.

**21. STATUTORY AUDITORS**

M/s Khanzode & Shenwai, Chartered Accountants and M/s Jodh Joshi & Co., Chartered Accountant are appointed as Joint Statutory Auditors from the conclusion of Annual General Meeting till the conclusion of next Annual General Meeting of the Company on the remuneration as fixed by the Comptroller & Auditor General of India as per order No. CA. V/COY. MAHARASHTRA.MFORDV(2)/1067 dated 31<sup>st</sup> Day of July 2015.

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

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

**23. CHANGES IN SHARE CAPITAL**

During the financial year 2014-15, the share capital of the Company has been increased from Rs. 27,89,48,800 to Rs. 27,95,25,800, pursuant to allotment of 5,770 equity shares of Rs. 100/- each under Right Issue of the Company.

**24. SHARES**

**a. BUY BACK OF SECURITIES**

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

**b. SWEAT EQUITY**

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

**c. BONUS SHARES**

No Bonus Shares were issued during the year under review.

**d. EMPLOYEES STOCK OPTION PLAN**

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



## 25. EVENT OCCURRING AFTER BALANCE SHEET DATE

i) Arrears of IVth & Vth Pay Commission to employees  
Honorable High Court of Nagpur Bench have passed the order during Sept. 2015 to release the benefits of the 4th pay revision for the period from 01.01.1986 to 31.03.1993 in W.P. No. 1196 of 2001 and arrears of Vth pay commission from 1.01.1996 to 31.03.2004 in W.P. No. 1211 of 2001 accordingly approximate provision of Rs. 38.89 lacs for IVth pay arrears & Rs. 2848.30 lacs for Vth pay arrears is made in the books of accounts.

ii) Transfer of areas to Forest Department

As per the directives from the Govt of Maharashtra the company has handed over the areas as shown below to the Forest Department

Sr. No.	Division	GR No. / Date	Area in Ha.
1	Pranhita	WLP 0514/CR-106 F1 Dt. 27.08.2014	1477.035
2	Central Chanda	FDC-2015/CR-125 F-3 Dt. 12.06.2015	321.725
3	Nagpur FPD	GR WLD-0614/CR-152 F-1 Dt. 08.07.2014	8990.060

iii) Forest areas taken over from Forest Dept.

Following areas have been taken over by the Company.

Sr.No	Division	GR No. / Date	Area in Ha.
1	West Nashik	Meeting - 2015/CR 6/F-3 dated 11.05.2015	93.967
2	Central Chanda	FDC-2015/CR-125/F3 Dt.12.06.2015	289.350

iv) Status of Management Plan (Position for Future)

Survival of FDCM is solely depends on Management Plans. In order to manage the leased forests on scientific basis, the FDCM Ltd. has prepared management plans for all the 14 Forest Project Divisions, which have been approved by Govt. of India. These management plans are going to be expired during the year 2015-16 or next year. The details of operational period of the Management Plans are as under:

Period	Division	# of Divisions	Current Status
2005-06 to 2014-15	Brahamapuri & Pranhita	2 Divisions.	Revision approved by State Management Plan Committee for FDCM on 19/08/2015
2006-07 to 2015-16	Nagpur, Bhandara, West Chanda, Central Chanda, Markhanda, West Nasik, Nandurbar, Thane, Dahanu, Yawatmal, Kinwat	11 Divisions.	Will be completed by March 2016
2007-08 to 2016-17	Gondia	1 Division	Will be completed by March 2017
	Total	14 Division	

During the last 10 years of plan period, no significant productive area have been transferred to FDCM. More over during this period, some of the highly productive forest area under the control of FDCM have been transferred to wildlife wing of forest department for various wild life, resulting loss of huge amount of revenue in last couple of years.

Some of the low productive areas have been transferred to FDCM, which will take some time to become productive.

## **26. ACKNOWLEDGEMENTS**

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

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

**Sd/-**  
**Sudhir Mungantiwar**  
**Chairman & Director**  
**DIN: 07208373**

**Sd/-**  
**Anurodh Kumar Nigam**  
**Managing Director**  
**DIN: 06637679**

Date:28-09-2015

Place: Mumbai

## ANNEXURE-1

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

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

The Forest Development Corporation of Maharashtra Limited believes in Principles of "Serving Society". It aims to achieve, consolidate and strengthen good corporate including socially and environmentally responsible business practices that balance financial profit with social well being. Our vision is to actively contribute to the social and economic development of the communities in the State of Maharashtra. In so doing build a better, sustainable way of life for the weaker sections of society and raise the country's human development index. FDCM shall continue to enhance value creation in society through its primary business of promoting self-sustaining investment in projects related to plantations and Forest Development for sustainable development in the state of Maharashtra. The aim of CSR activities shall be to complement the primary business of the company with the overall social and environmental concerns related to its primary business.

2. The Composition of the CSR Committee:

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

S.No.	Name of Member	Designation
1.	Shri Vikas Kharage, Secretary (Forests)	Chairman
2.	Shri A.K. Saxena, PCCF (Head of Forest Force)	Member
3.	Shri A.K. Nigam, Managing Director of FDCM	Member
4.	Dr. Arvind Kumar Jha, Director General of Social Forestry	Member

3. Average net profit of the company for last three financial years: Rs. 66.08 Cr

4. Prescribed CSR Expenditure (two per cent of the amount as in item 3 above): Rs. 1.32 cr

5. Details of CSR spent during the financial year.

(a) Total amount to be spent for the financial year; Rs. 1.32 cr

(b) Amount unspent, if any; Rs. 1.32 cr

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

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S. No.	CSR project or activity identified.	sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the State and	Amount outlay (budget) project or wise	Amount spent on the projects or programsSub heads: (1)Direct	Cumul ative - expend iture upto to the reporti	Amount spent Direct or through impleme nting agency

		district where projects or Programs Was undertaken	expenditure on projects or programs.	ng period
1.	-	-	-	-
2.	-	-	-	-
3.	<b>TOTAL</b>	-	-	-

\*Give details of implementing agency:

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

**The Company could not spend Rs. 1.32 cr (approx) on its CSR activities for the financial year 2014-15 as per section 135 of the Companies Act, 2013 due to its contingent liability towards the arrears of 05<sup>th</sup> pay commission of Rs. 29.00 cr approx .**

**7. Responsibility Statement:**

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

Sd/-

(A.K. Nigam)  
Managing Director  
DIN: 06637679

Sd/-

(Vikas Kharage)  
(Chairman CSR Committee)  
DIN: 07121837

## ANNEXURE-1

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4.	Dr. Arvind Kumar Jha, Director General of Social Forestry	Member

3. Average net profit of the company for last three financial years: Rs. 66.08 Cr
4. Prescribed CSR Expenditure (two per cent of the amount as in item 3 above): Rs. 1.32 cr

5. Details of CSR spent during the financial year.

(a) Total amount to be spent for the financial year; Rs. 1.32 cr

(b) Amount unspent, if any; Rs. 1.32 cr

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

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S. No.	CSR project or activity identified	sector in which the project	Projects or programs (1) Local area or other	Amount outlay (budget ) project	Amount spent on the projects or programs Su b heads:	Cumul ative - expen diture upto	Amount spent Direct or through impleme

ed.	is covered	(2) Specify the State and district where projects or Programs Was undertaken	or wise	(1)Direct expenditure on projects or programs. (2)Overheads :	to the report ing period	nting agency
1.	-	-	-	-	-	-
2.	-	-	-	-	-	-
3.	<b>TOTAL</b>	-	-	-	-	-

\*Give details of implementing agency:

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

**The Company could not spend Rs. 1.32 cr (approx) on its CSR activities for the financial year 2014-15 as per section 135 of the Companies Act, 2013 due to its contingent liability towards the arrears of 05<sup>th</sup> pay commission of Rs. 29.00 cr approx .**

#### 7. Responsibility Statement:

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

Sd/-

(A.K. Nigam)  
Managing Director  
DIN: 06637679

Sd/-

(Vikas Kharage)  
(Chairman CSR Committee)  
DIN: 07121837

FORM NO. MGT 9  
EXTRACT OF ANNUAL RETURN  
As on financial year ended on 31.03.2015

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

REGISTRATION & OTHER DETAILS		
1	CIN	U45200MH1974SGC017206
2	Registration Date	16-02-1974
3	Name of the Company	Forest Development Corporation of Maharashtra Limited
4	Category/Sub-category of the Company	Company Limited by Shares State Government Company
5	Address of the Registered office & contact details	Rawel Plaza, Plot No.-12, Kadbi Chowk, Kamptee Road, Nagpur-440004
6	Whether listed company	N.A
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

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

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Teak Timber	4403	36.29
2	Teak Poles	4403	15.29
3	Non-Teak Timber	4403	10.40
4	Non-Teak Poles	4403	1.61
5	Bamboo	9401	11.16
6	Bamboo bundles	9401	1.49
7	Teak Firewood	4407	3.00
8	Non-Teak Firewood	4407	5.55
9	Nursery/Seed/Plants	1209	1.16
10	Vermi Compost/Compost	6805	0.01

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

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

**IV. SHARE HOLDING PATTERN**

(Equity share capital breakup as percentage of total equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2014]				No. of Shares held at the end of the year [As on 31-March-2015]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/ HUF			-	0.00%			-	0.00%	0.00%

b) Central Govt			-	0.00%			-	0.00%	0.00%
c) State Govt(s)		27,89,488	27,89,488	100.00%		27,95,258	27,95,258	100.00%	0.21%
d) Bodies Corp.			-	0.00%			-	0.00%	0.00%
e) Banks / FI			-	0.00%			-	0.00%	0.00%
f) Any other			-	0.00%			-	0.00%	0.00%
<b>Sub Total (A) (1)</b>	-	27,89,488	27,89,488	100.00%	-	27,95,258	27,95,258	100.00%	0.21%
(2) Foreign									
a) NRI Individuals			-	0.00%			-	0.00%	0.00%
b) Other Individuals			-	0.00%			-	0.00%	0.00%
c) Bodies Corp.			-	0.00%			-	0.00%	0.00%
d) Any other			-	0.00%			-	0.00%	0.00%
<b>Sub Total (A) (2)</b>	-	-	-	0.00%	-	-	-	0.00%	0.00%
<b>TOTAL (A)</b>	-	27,89,488	27,89,488	100.00%	-	27,95,258	27,95,258	100.00%	0.21%
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds			-	0.00%			-	0.00%	0.00%
b) Banks / FI			-	0.00%			-	0.00%	0.00%
c) Central Govt			-	0.00%			-	0.00%	0.00%
d) State Govt(s)			-	0.00%			-	0.00%	0.00%
e) Venture Capital Funds			-	0.00%			-	0.00%	0.00%
f) Insurance Companies			-	0.00%			-	0.00%	0.00%
g) FIs			-	0.00%			-	0.00%	0.00%
h) Foreign Venture Capital Funds			-	0.00%			-	0.00%	0.00%
i) Others (specify)			-	0.00%			-	0.00%	0.00%
<b>Sub-total (B)(1):-</b>	-	-	-	0.00%	-	-	-	0.00%	0.00%
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Inland			-	0.00%			-	0.00%	0.00%
ii) Overseas			-	0.00%			-	0.00%	0.00%
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh			-	0.00%			-	0.00%	0.00%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh			-	0.00%			-	0.00%	0.00%
c) Others (specify)									
Non Resident Indians			-	0.00%			-	0.00%	0.00%
Overseas Corporate Bodies			-	0.00%			-	0.00%	0.00%
Foreign Nationals			-	0.00%			-	0.00%	0.00%
Clearing Members			-	0.00%			-	0.00%	0.00%



Trusts			-	0.00%			-	0.00%	0.00%
Foreign Bodies - D R			-	0.00%			-	0.00%	0.00%
Sub-total (B)(2):-	-	-	-	0.00%	-	-	-	0.00%	0.00%
Total Public (B)	-	-	-	0.00%	-	-	-	0.00%	0.00%
C. Shares held by Custodian for GDRs & ADRs			-	0.00%				0.00%	0.00%
Grand Total (A+B+C)	-	27,89,488	27,89,488	100.00%	-	27,95,258	27,95,258	100.00%	0.21%

(ii) Shareholding of Promoter

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Governor of Maharashtra	27,89,488	100.00%	0	27,95,258	100.00%	0	0.21%
2			0.00%			0.00%		0.00%
3			0.00%			0.00%		0.00%
4			0.00%			0.00%		0.00%

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

SN	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year	31-03-2014		27,89,488	100.00%		0.00%
	Changes during the year	29-09-2014		5,770	0.21%	27,95,258	100.00%
					0.00%		0.00%
					0.00%		0.00%
	At the end of the year			27,95,258	100.21%		0.00%

(iv) Shareholding Pattern of top ten Shareholders

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

SN	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	Name	Governor of Maharashtra					
	At the beginning of the year	31-03-2014		27,89,488	100.00%		0.00%
	Changes during the year			5,770	0.21%		0.00%
	At the end of the year			27,95,258	100.21%		0.00%
2	Name						
	At the beginning of the year				0.00%		0.00%
	Changes during the year				0.00%		0.00%
	At the end of the year				0.00%		0.00%

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

SN	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	Name	Shri A.K. Saxena					
	At the beginning of the year			1	0.00%	1	0.00%
	Changes during the year			-	0.00%		0.00%
	At the end of the year			1	0.00%	1	0.00%
2	Name	Shri A.K. Nigam					
	At the beginning of the year			1	0.00%	1	0.00%
	Changes during the year			-	0.00%		0.00%
	At the end of the year			1	0.00%	1	0.00%

**INDEBTEDNESS**

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

(Amt. Rs./Lacs)

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

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

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

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount (Rs/Lac)
	Name	A.K. Nigam	
	Designation	Managing Director	
1	Gross salary	20,79,648.00	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961		-
2	Stock Option	-	-
3	Sweat Equity	-	-

4	Commission	-	-	-
	- as % of profit	-	-	-
	- others, specify	-	-	-
5	Others, please specify	-	-	-
		Total (A)	20,79,648.00	-
		Ceiling as per the Act	-	-

#### B. Remuneration to other Directors

SN.	Particulars of Remuneration	Name of Directors			Total Amount
					(Rs/Lac)
1	Independent Directors	-	-	-	-
	Fee for attending board committee	-	-	-	-
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total (1)	-	-	-	-
2	Other Non-Executive Directors	-	-	-	-
	Fee for attending board committee	-	-	-	-
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total (2)	-	-	-	-
		Total (B)=(1+2)	-	-	-
		Total Managerial Remuneration	-	-	-
		Overall Ceiling as per the Act	-	-	-

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

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

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

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)

<b>A. COMPANY</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>B. DIRECTORS</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>FOR AND ON BEHALF OF THE BOARD OF DIRECTORS</b>					
<b>Sd/-</b> <b>Sudhir</b> <b>Mungantiwar</b> <b>Chairman &amp;</b> <b>Director</b> <b>DIN: 07208373</b>			<b>Sd/-</b> <b>Anurodh</b> <b>Kumar Nigam</b> <b>Managing</b> <b>Director</b> <b>DIN: 06637679</b>		

**Forest Development Corporation of Maharashtra Limited**

**Balance Sheet as at 31st March, 2015**

Particulars	Note No.	As at 31st March, 2015	As at 31st March, 2014
		Rs	Rs
<b>A EQUITY AND LIABILITIES :</b>			
1 Shareholders' funds			
(a) Share capital	1	279,525,800	278,948,800
(b) Reserves and surplus	2	9,297,163,894	8,867,216,518
		<b>9,576,689,694</b>	<b>9,146,165,318</b>
2 Share application money pending allotment	23	2,946,709,164	2,945,411,164
3 Current liabilities			
(a) Short-term borrowings	3	-	-
(b) Trade payables	4	1,916,596	3,144,496
(c) Other current liabilities	5	1,024,045,006	671,766,788
(d) Short-term provisions	6	808,214,500	725,449,229
		<b>1,834,176,102</b>	<b>1,400,360,513</b>
<b>TOTAL :</b>		<b>14,357,574,960</b>	<b>13,491,936,995</b>
<b>B ASSETS :</b>			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	7	80,921,135	109,676,177
(ii) Capital work-in-progress		57,139,140	54,666,532
(b) Deferred Tax Asset (net)	46	5,725,959	5,701,194
(c) Long-term loans and advances	8	24,293,463	19,318,071
(d) Other non-current assets	9	1,882,987,664	1,861,996,239
		<b>2,051,067,361</b>	<b>2,051,358,213</b>
2 Current assets			
(a) Current Investments	47	1,154,127,550	1,059,340,000
(b) Inventories	10	9,513,897,530	8,830,058,975
(c) Trade receivables	11	330,915,657	290,155,075
(d) Cash and cash equivalents	12	331,453,989	456,505,743
(e) Short-term loans and advances	13	859,955,013	709,472,080
(f) Other current assets	14	116,157,860	95,046,909
		<b>12,306,507,599</b>	<b>11,440,578,782</b>
<b>TOTAL :</b>		<b>14,357,574,960</b>	<b>13,491,936,995</b>
See accompanying notes forming part of the financial statements	1-53		

In terms of our report attached.

For and on behalf of the Board of Directors,

For Shah Baheti Chandak & Co.,  
Chartered Accountants,  
F R No - 109513 W

*sd/-*  
(Sudhir Mungantiwar)  
Chairman  
DIN # 07208373

*sd/-*  
(CA Jai Poptani)  
Partner  
M No. 135038

*sd/-*  
(A. K. Nigam)  
Managing Director  
DIN # 06637679

For Khanzode & Shenwai  
Chartered Accountants,  
F R No- 112415 W

*sd/-*  
(CA Kaustubh Vinay Bhamburkar)  
Controller of Accounts &  
Financial Advisor

*sd/-*  
(CA Aniruddha Shenwai)  
Partner  
M No. 036853

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

Place : Nagpur  
Date :

Place Mumbai  
Date : 28/09/2015

**Forest Development Corporation of Maharashtra Limited**  
**Statement of Profit and Loss for the year ended 31st March, 2015**

Particulars	Note No.	As at 31st March, 2015	As at 31st March, 2014
		Rs	Rs
<b>A REVENUES :</b>			
Revenue from operations	15	1,348,193,444	1,221,028,363
Other income	16	161,686,232	622,369,415
<b>Total revenue (A)</b>		<b>1,509,879,676</b>	<b>1,843,397,778</b>
<b>B EXPENSES :</b>			
(a) Cost of material sold	17	990,284,140	828,382,708
(b) Employee benefits expenses	18	37,640,897	25,201,133
(c) Depreciation	19	1,080,617	1,090,331
(d) Other expenses	20	46,707,703	40,672,800
<b>Total expenses (B)</b>		<b>1,075,713,357</b>	<b>895,346,972</b>
<b>Profit before tax (A-B)</b>		<b>434,166,319</b>	<b>948,050,806</b>
<b>Less Tax expenses</b>			
(a) Current tax		115,300,000	180,000,000
(b) Deferred tax	46	(24,765)	4,023,278
<b>Profit from continuing operations</b>		<b>318,891,084</b>	<b>764,027,528</b>
<b>Profit for the year carried to balance sheet</b>		<b>318,891,084</b>	<b>764,027,528</b>
<b>Earning Per Share of face value of Rs 100 each</b>	45	<b>32.53</b>	<b>232.07</b>
<b>Diluted Earning Per Share of face value of Rs 100 each</b>	45	<b>2.82</b>	<b>20.06</b>

In terms of our report attached.

For and on behalf of the Board of Directors,

For Shah Baheti Chandak & Co.,  
Chartered Accountants,  
F R No - 109513 W

*sd/-*  
(CA Jai Poptani)  
Partner  
M No. 135038

For Khanzode & Shenwai,  
Chartered Accountants,  
F R No- 112415 W

*sd/-*  
(CA Aniruddha Shenwai)  
Partner  
M No. 036853

*sd/-*  
(Sudhir Mungantiwar)  
Chairman  
DIN # 07208373

*sd/-*  
(A. K. Nigam)  
Managing Director  
DIN # 06637679

*sd/-*  
(CA Kaustubh Vinay Bhamburkar)  
Controller of Accounts &  
Financial Advisor

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

Place :  
Date

Place : Mumbai  
Date : 28/09/2015

FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED


CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2015


Particulars	2014-15 (Rs)	2013-14 (Rs)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net Profit before Tax as per Profit & Loss Account	434,166,319	948,050,806
Adjustments for:		
Depreciation	12,496,847	12,798,161
Provision for doubtful debts (net)	1,926,341	2,404,817
Amount written off	1,307,094	1,700,337
Initial Plantation cost written off	45,772,018	23,433,412
Development cost of seed plot written off	578,751	723,439
Interest Income ( treated seperately)	(143,842,265)	(136,035,489)
Provison written back credited to P & L account	(142,441)	(237,547)
Profit on sale of Fixed asset	-	(574,959)
Compensation claim receipt of plantation handed other agencies and its cost written off ( Net)	(6,682,497)	(480,771,075)
	<b>(88,586,152)</b>	<b>(576,558,904)</b>
<b>Operating Profit Before Working Capital</b>	<b>345,580,167</b>	<b>371,491,902</b>
Adjustments for:		
(Increase)/ decrease in Trade Receivables	(40,760,582)	153,659,918
(Increase)/ decrease in Other Current/Non current	(42,102,376)	(410,333,078)
(Increase)/ decrease in Inventories ( Finished	(92,563,834)	(45,329,003)
(Increase)/ decrease in Plantations & Nursery	(591,274,720)	(376,811,730)
(Increase)/ decrease in Short Term Loans & Advance	(155,458,325)	(143,292,378)
Increase/ (decrease) in Trade Payables/Other Current	433,815,589	37,467,439
<b>Changes in working capital</b>	<b>(488,344,248)</b>	<b>(784,638,832)</b>
<b>Operating Profit before Income Tax &amp; Dividend</b>	<b>(142,764,081)</b>	<b>(413,146,930)</b>
Less: Income tax paid (net)	135,627,390	136,631,604
<b>Net Cash from Operating Activities</b>	<b>(278,391,471)</b>	<b>(549,778,534)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Purchase of Fixed Assets	(16,939,127)	(11,942,896)
Purchase of term deposit	(1,154,127,550)	(1,059,340,000)
Receipt of term deposit	1,059,340,000	1,324,355,000
Sale of Fixed assets	-	580,910
Compensation Claim Receipt	6,682,497	480,771,075
Interest Income	143,842,265	136,035,489
<b>Net Cash from Investing Activities</b>	<b>38,798,085</b>	<b>870,459,578</b>

<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>			
Share Capital from GOM		577,000	400,000
Funds from Govt of Maharashtra/Other Agencies		151,813,861	27,580,506
Dividend with Tax paid		(37,849,229)	(19,411,614)
Net Cash from Financing Activities		114,541,632	8,568,892
Net Increase/(Decrease) in Cash and Cash Equivalents :		(125,051,754)	329,249,936
<b>Opening Balance of Cash &amp; Cash Equivalents (as on April 1)</b>		<b>456,505,743</b>	<b>127,255,807</b>
<b>Closing Balance of Cash &amp; Cash Equivalents (as at March 31)</b> <b>(Refer Note 12)</b>		<b>331,453,989</b>	<b>456,505,743</b>

Notes to Cash Flow Statement:

- a. The above cash Flow Statement has been prepared under the indirect method as set out in Accounting Standard 3. (AS 3) 'Cash Flow Statement' as specified in Companies (Accounting Standards) Rule, 2006
- b. The figures for the previous year have been regrouped where necessary to conform to current year's classification.


In terms of our report attached,  
For Shah Baheti Chandak & Co  
Chartered Accountants  
F R No - 109513 W  
  
(CA Jai Poptani)  
Partner  
M No. 135038

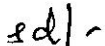
For Khanzode & Shenwai,  
Chartered Accountants  
F R No - 112415 W  
  
(CA Aniruddha Shenwai)  
Partner  
M No. 036853

For and on behalf of the Board of Directors,

  
(Sudhir Mungantiwar)  
Chairman  
DIN # 07208373

  
(A. K. Nigam)  
Managing Director  
DIN # 06637679

  
(CA Kaustubh Vinay Bhamburkar)  
Controller of Accounts &  
Financial Advisor

  
(CS Saurav Singh)  
Company Secretary  
A - 22053

Place :  
Date :

Place : Mumbai  
Date : 28/09/2015



**Forest Development Corporation of Maharashtra Limited**

**Note 1 Share capital**

Particulars	As at 31st March, 2015		As at 31st March, 2014	
	Number of shares	(Rs)	Number of shares	(Rs)
<b>(a) Authorised</b> Equity shares of Rs 100 each with voting rights	35,00,000	350000000	35,00,000	350000000
<b>(b) Issued</b> Equity shares of Rs 100 each with voting rights ( Out of which 1,66,636 shares issued for consideration other than cash)	2,795,258	279,525,800	2,789,488	278,948,800
<b>(c) Subscribed and fully paid up</b> Equity shares of Rs 100 each with voting rights	2,795,258	279,525,800	2,789,488	278,948,800
<b>GRAND TOTAL OF SHARE CAPITAL</b>	<b>2,795,258</b>	<b>279,525,800</b>	<b>2,789,488</b>	<b>278,948,800</b>

**Forest Development Corporation of Maharashtra Limited**

**Note 1 Share capital (contd.)**

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

Class of shares /	Particulars	As at 31 March, 2015		As at 31 March, 2014	
		Name of Shareholder and Number of shares held	Number of shares held	% holding in that class of shares	Number of shares held
(a) Equity shares with voting rights	Governer of Maharashtra (including 2 shares held by 2 nominees)	2,795,258	100.00%	2,789,488	100.00%
(b) Preference	NIL	NIL	0.00%	NIL	0.00%

**Notes:**

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

Particulars	Opening Balance	Fresh issue	Bonus	Other Changes	Closing Balance
Equity shares with voting rights					
Year ended 31st March, 2015					
- Number of shares	2,789,488	5770	-	-	2,795,258
- Amount (in Rs lacs')	278948800	577,000.0	-	-	279,525,800
Year ended 31st March, 2014					
- Number of shares	2,785,488	4000	-	-	2,789,488
- Amount ( in Rs lacs')	278,548,800	400,000	-	-	278,948,800

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

Particular	Current Year	Previous Year
Voting Rights	2795258	2789488
Dividend Rights	2795258	2789488
Restrictions :		
Other Matters		
<b>Total</b>	<b>2795258</b>	<b>2789488</b>

Details of share holding Company etc:

Not Applicable

Details of securities convertible into Equity Shares/ Preference Shares:

NIL

**Forest Development Corporation of Maharashtra Limited**

**Note 2 - Reserves and surplus**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
(A) Capital reserve	3,708,599,338	3,364,185,644
(B) Surplus in Statement of Profit and Loss Account		
Opening balance	5,503,030,874	4,893,919,870
Add: Profit for the year	318,891,084	764,027,528
	5,821,921,958	5,657,947,398
Less: Appropriations		
i) Dividend proposed to be distributed to equity shareholders	4,542,500	32,351,151
ii) Tax on proposed dividend	772,000	5,498,078
iii) Capital reserve for management plan (Mandatory) Plantations	201,077,049	117,067,295
iv) Transitional provision for Depreciation as per Companies Act, 2013	26,965,853	-
<b>Closing balance of Surplus (B)</b>	<b>5,588,564,556</b>	<b>5,503,030,874</b>
<b>GRAND TOTAL (A) + (B)</b>	<b>9,297,163,894</b>	<b>8,867,216,518</b>

**Note 3 Short-term borrowings**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
Unsecured Loan from Government of Maharashtra Under World Bank Assistance for Maharashtra Forestry Project	NIL	NIL
<b>Grand Total</b>	<b>-</b>	<b>-</b>

**Note 4 Trade payables**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
Trade payables:		
a) Trade payables (other than SSI undertaking)	1,916,596	3,144,496
<b>Grand Total</b>	<b>1,916,596</b>	<b>3,144,496</b>

## FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED

### Note 5 Other current liabilities

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
(a) Trade deposits from Suppliers/ Contractors	11,087,613	9,747,548
(b) Advances from Customer	172,214,656	144,460,497
(c) Statutory / Other remittances payable (TDS, Contributions to CPF and VAT etc.	38,114,804	31,671,538
(d) Other payables	716,467,360	448,088,303
(e) Other deposits under various Govt Schemes	86,160,573	37,798,902
<b>Grand Total</b>	<b>1,024,045,006</b>	<b>671,766,788</b>

### Note 6 Short-term provisions

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
(a) Provisions :		
1) Provision for Income Tax Current Year	115,300,000	180,000,000
2) Provision for Income Tax of earlier Year	687,600,000	507,600,000
3) Provision for proposed equity dividend	4,542,500	32,351,151
4) Provision for tax on proposed dividends	772,000	5,498,078
<b>Grand Total</b>	<b>808,214,500</b>	<b>725,449,229</b>

Forest Development Corporation of Maharashtra Limited

Note 7 Tangible Assets

Particulars	2014-15											
	GROSS BLOCK					DEPRECIATION					NET BLOCK	
	Balance as on 1st April 2014	Additions	Disposals/ Sale / Adjustment	Gross Block as at 31st March 2015	As on 1st April 2014	For the Year	Disposals/ Sale / Adjustment	As at 31st March 2015	As at 31st March 2015	As at 31st March 2015	As at 31st March 2014	
<b>Tangible assets</b>												
(a) Land- Freehold	110,738	-	-	110,738	-	-	-	-	-	-	110,738	
(b) Buildings												
i) Building RCC Frame Structure	12,280,455	-	-	12,280,455	7,176,722	119,816	-	7,296,538	4,983,917	5,103,733		
ii) Building Other than RCC Frame structure	107,573,859	8,558,751	36,638,852	79,493,758	64,544,771	3,007,578	25,905,431	41,646,918	37,846,840	43,029,088		
iii) Fences, Wells, Tube Wells	8,996,728	-	3,627,206	5,369,522	2,507,092	1,494,626	2,031,973	1,969,745	3,399,777	6,489,636		
iv) Others (including Temporary Structure etc)	9,268,521	279,768	1,663,355	7,884,934	1,328,406	3,864,857	903,063	4,290,200	3,594,734	7,940,115		
<b>Total (i to iv)</b>	<b>138,119,563</b>	<b>8,838,519</b>	<b>41,929,413</b>	<b>105,028,669</b>	<b>75,556,991</b>	<b>8,486,877</b>	<b>28,840,467</b>	<b>55,203,401</b>	<b>49,823,268</b>	<b>62,562,572</b>		
(c) Roads												
Non Carpeted Roads	9,177,159	-	8,961,097	216,062	6,293,494	106,639	6,281,836	118,297	97,765	2,883,665		
(d) Plant and Machinery	12,519,144	71,490	7,300,309	5,290,325	8,856,772	217,336	6,560,400	2,513,708	2,776,617	3,662,372		
(e) Furniture and Fixtures	39,059,172	725,337	22,022,144	17,762,365	20,892,217	1,545,068	16,733,860	5,703,425	12,058,940	18,166,955		
(f) Office equipment												
i) Office equipment	12,132,071	833,760	7,484,498	5,481,333	6,496,271	1,316,449	5,100,520	2,712,200	2,769,133	5,635,800		
ii) Survey mathematical instrument	743,098	-	327,860	415,238	379,916	114,033	266,488	227,461	187,777	363,182		
iii) Wireless Apparatus	7,427,039	-	7,427,028	11	5,669,375	-	5,669,375	-	11	1,757,664		
<b>Total (i to iii)</b>	<b>20,302,208</b>	<b>833,760</b>	<b>15,239,386</b>	<b>5,896,582</b>	<b>12,545,562</b>	<b>1,430,482</b>	<b>11,036,383</b>	<b>2,939,661</b>	<b>2,956,921</b>	<b>7,756,646</b>		
(g) Computers	11,986,386	1,106,643	7,537,844	5,555,185	9,439,454	1,655,842	7,151,585	3,943,711	1,611,474	2,546,932		
(h) Vehicles												
1) Motor Cars	8,578,119	-	2,292,034	6,286,085	5,283,872	518,275	1,862,262	3,939,885	2,346,200	3,294,247		
2) Other Vehicles	43,928,392	2,653,960	19,681,420	26,909,932	35,236,344	2,058,380	19,531,002	17,763,722	9,137,210	8,692,048		
<b>Total (i to ii)</b>	<b>52,506,511</b>	<b>2,653,960</b>	<b>21,973,454</b>	<b>33,187,017</b>	<b>40,520,216</b>	<b>2,576,655</b>	<b>21,393,264</b>	<b>21,703,607</b>	<b>11,483,410</b>	<b>11,986,295</b>		
(i) W.E.P Assets (At Token Value)	1	-	-	1	-	-	-	-	1	1		
(j) Computer Asset Under M.F.P (At Token Value)	1	-	-	1	-	-	-	-	1	1		
<b>GRAND TOTAL (a to j)</b>	<b>283,780,883</b>	<b>14,229,709</b>	<b>124,963,647</b>	<b>173,046,945</b>	<b>174,104,706</b>	<b>16,018,899</b>	<b>97,097,795</b>	<b>95,125,810</b>	<b>80,921,135</b>	<b>109,676,177</b>		
Previous year (Including assets discarded but not sold)	283,235,705	7,738,254	7,193,076	283,780,883	162,275,043	16,682,411	4,852,748	174,104,706	109,676,177	120,960,662		
<b>CAPITAL WORK IN PROGRESS</b>	54,666,532	2,709,414	236,810	57,139,140	-	-	-	-	57,139,140	54,666,532		

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED.**

**Note-8 Long-term loans and advances**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
<b>(a) Loans and advances to employees - Secured</b>		
i) Vehicle Advance	1,363,517	1,838,832
Interest Accrued but not due thereon	912,361	988,909
ii) House Building Advance	5,481,747	2,476,923
Interest Accrued but not due thereon	2,152,067	1,985,461
iii) Computer Advance	617,901	792,048
<b>Sub Total ( a= i to iii)</b>	<b>10,527,593</b>	<b>8,082,173</b>
<b>(b) Security deposits</b>	<b>13,765,870</b>	<b>11,235,898</b>
<b>Grand Total</b>	<b>24,293,463</b>	<b>19,318,071</b>

**Note-9 Other Non-Current assets**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	(Rs)	(Rs)
Unsecured, considered good		
(a) Compensation Claims for Plantation Assets receivable from Government/Other Agencies	1,850,765,638	1,834,319,899
(b) Others Receivables	32,222,026	27,676,340
<b>Grand Total</b>	<b>1,882,987,664</b>	<b>1,861,996,239</b>

**Schedule A to Note 9-Other Receivables**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	(Rs)	(Rs)
1) Hire charges receivable from Govt/Z.P.	50,316	50,316
2) Expenses on Tiger Safari of SGNP receivable from GOM	5,021,998	5,021,998
3) Cost of Building (Pmt.) receivable from Forest Dept	240,913	240,913
4) Expdt. incurred in respect of Warpani irrigation	11,037	11,037
5) Modern Forest Fire Control Project Exp. Receivable from Govt	26,897,762	22,352,076
<b>Grand Total</b>	<b>32,222,026</b>	<b>27,676,340</b>

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED.**

**Note-10 Inventories**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
(a) Nursery ( At Cost) - 10.1	38,364,345	38,693,853
(b) Plantations ( At Cost)	9,038,641,754	8,447,037,525
(c) Finished goods ( As taken, valued and certified by management at Production Cost or Net Realisable value whichever is less ) - 10.2	188,996,886	141,788,087
(d) Work in Progress ( At Cost) - 10.3	247,894,545	202,539,510
<b>Grand Total</b>	<b>9,513,897,530</b>	<b>8,830,058,975</b>

**Note : 10.1 - Nursery**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
Establishment of Teak Nursery	3,009,621	3,344,023
Establishment of Root Trainer Nursery	5,380,520	6,727,396
Establishment of Clonal Nursery	272,013	340,016
Est. of Medicinal plant Nursery MSHMPB Pune	-	522,178
Teak Nursery	24,209,310	22,835,879
Polypot Nursery	1,895,596	1,260,846
Root Trainer Nursery	2,786,144	3,388,462
Clonal Nursery	-	-
Adarsh Nursery MSHMPB Pune	-	-
Medicinal Plant Nursery	443,217	2,130
Bamboo Bed Nursery	252,119	202,560
Hightech Nursery	115,805	70,363
<b>Total of Note 10.1</b>	<b>38,364,345</b>	<b>38,693,853</b>

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED.**

**Note : 10.2 - Closing Stock-At cost or net realisable value whichever is less**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
Stock of Plantation Thinning Materials	141,451,768	105,708,334
Stock of Seed	2,067,439	2,919,190
Stock of Vermi Compost/Compost	842,086	131,706
Stock of Harvesting Material	9,612,832	7,821,752
Stock of Overwood Removal Activity	29,410,711	19,510,629
Stock in Suspense of Thinning Activity	4,412,937	4,497,363
Stock in Suspense of Harvesting material	632,751	632,751
Stock in Suspense of Overwood Removal Activity	488,170	488,170
Stock of Medicinal Plantation Activity	78,192	78,192
<b>Total of Note : 10.2</b>	<b>188,996,886</b>	<b>141,788,087</b>

**Note : 10.3 - Work in Progress-At Cost**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
Work in Progress of Plantation/thinning	32,815,370	26,815,117
Work in progress of Overwood Removal Activity	3,528,096	14,805,395
Work in progress of Harvesting Activity	7,328,072	230,772
Work in progress of Seed Collection activity	555,008	5,731,884
Work in progress of Vermi compost/Compost Activity	252,617	267,036
Work in Progress under Turnkey Plantations Apportionment of common overhead (As per note 21 read with note 24)	178,224,660	140,691,374
Turnkey Plantations	25,190,722	13,997,932
<b>Total of Note : 10.3</b>	<b>247,894,545</b>	<b>202,539,510</b>



**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED.**

**Note-11- Trade receivables**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	(Rs)	(Rs)
a) Trade receivables outstanding for a period exceeding six months from the date they were due for		
Secured, considered good	10,281,307	5,291,385
Unsecured, considered good	7,812,899	6,380,607
Unsecured, considered good ( Turnkey Projects)	23,321,372	33,521,080
Unsecured, Doubtful	15,118,187	13,336,317
Unsecured, Doubtful (Turnkey Projects)	8,441,368	8,441,368
	64,975,133	66,970,757
Less: Provision for doubtful trade receivables	23,559,555	21,777,685
<b>Total :</b>	<b>41,415,578</b>	<b>45,193,072</b>
b) Other Trade receivables		
Secured, considered good	270,468,881	240,769,727
Unsecured, considered good ( Turnkey Projects)	19,031,198	4,192,276
<b>Total :</b>	<b>289,500,079</b>	<b>244,962,003</b>
<b>Grand Total</b>	<b>330,915,657</b>	<b>290,155,075</b>

**Note-12 Cash and cash equivalents**

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
(a) Cheques, drafts on hand	152,135,614	359,309,983
(b) Balances with banks		
(i) In current accounts	28,580,792	10,065,219
(ii) In Savings account	150,731,989	87,122,946
(c) Postal stamps in hand	5,594	7,595
<b>Grand Total</b>	<b>331,453,989</b>	<b>456,505,743</b>

## FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED.

### Note-13 Short-term loans and advances

Particulars	As at 31st March, 2015	As at 31st March, 2014
	(Rs)	(Rs)
Unsecured, considered good unless otherwise specified		
(a) Loans and advances to employees/Others	33,662,494	16,023,499
(b) Prepaid expenses	2,247,450	7,203,948
(c) Deposit with Suppliers/Contractors/Other Agencies	114,450	114,450
(d) Deposit with MTDC receivable from beneficiaries under Eco-tourism	2,000	2,000
(e) Advance Income Tax current year	135,627,390	136,631,604
(f) Advance Income Tax earlier year	688,301,229	549,496,579
<b>Grand Total</b>	<b>859,955,013</b>	<b>709,472,080</b>

### Note-14 Other Current Assets

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs	Rs
Unsecured, considered good unless otherwise specified		
(a) Insurance Claim Receivable	675,733	675,733
(b) Others Receivables	56,065,778	48,143,059
(c) Accruals		
(i) Interest accrued on deposits/SB Account	59,416,349	46,228,117
<b>Grand Total</b>	<b>116,157,860</b>	<b>95,046,909</b>

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**

**Note 15 Revenue From Operations**

Particulars	As at 31 March, 2015	As at 31 March, 2014
	Rs	Rs
(a) Sale of products (Gross) (Refer Note (i) below)	1,295,076,748	1,179,834,826
Less: Goods Return	1,054,435	1,826,705
Sale of Products (Net)	1,294,022,313	1,178,008,121
(b) Turnkey Plantation Receipts	29,728,246	16,699,680
(c) Other operating revenues	11,352,959	13,708,367
(d) Receipts from Eco-tourism	11,865,211	7,762,195
(e) Grants for Eco-tourism Activity	1,224,715	4,850,000
<b>Total of Revenue From Operations</b>	<b>1,348,193,444</b>	<b>1,221,028,363</b>

**Note -(i)**

Particulars	As at 31 March, 2015	As at 31 March, 2014
	Rs	Rs
(i) Sale of products (Gross) comprises:		
a) Plantation Thinning Activity	825,057,812	692,072,804
b) Harvesting Activity	127,629,348	58,163,470
c) Overwood Removal Activity	324,743,323	425,341,988
d) Others ( Includes Seed, Teak Stump/Plants, Compost/Vermi Compost etc )	17,646,265	4,256,564
e) Medicinal Plant activity	-	-
<b>Total- Sale Of Products</b>	<b>1,295,076,748</b>	<b>1,179,834,826</b>
(ii) Goods Return :		
a) Plantation Thinning Activity	305,300	554,975
b) Harvesting Activity	110,200	46,000
c) Overwood Removal activity	638,935	1,225,730
<b>Total - Goods Return</b>	<b>1,054,435</b>	<b>1,826,705</b>

## FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED

### Note 16 Other Income

Particulars	As at 31 March, 2015	As at 31 March, 2014
	Rs	Rs
(a) Interest income (Refer Note (i) below)	143,842,265	136,035,489
(b) Compensation Claim Received	6,682,497	480,771,075
(c) Other non-operating income	11,161,470	5,562,851
<b>Grand Total - Other Income</b>	<b>161,686,232</b>	<b>622,369,415</b>

### Note (i)

Particulars	As at 31 March, 2015	As at 31 March, 2014
	Rs	Rs
(i) Interest income comprises:		
Interest from banks on:		
Deposits	136,945,614	132,325,081
Other balances	3,376,706	3,003,837
Interest on loans and advances	633,709	706,571
	140,956,029	136,035,489
(ii) Interest on income tax refund	2,886,236	-
<b>Grand Total - Interest income</b>	<b>143,842,265</b>	<b>136,035,489</b>

## FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED

### Note 17 Cost Of Materials Sold

Particulars	As at 31 March, 2015	As at 31 March, 2014
	Rs	Rs
a) Cost of Material Sold - Finished Goods ( As Per Note 17.1)	930,010,112	782,672,633
b) Cost of Teak Stumps/Seedlings/Polypots etc sold	7,124,510	7,136,774
c) Cost of Seed Collection ( Seed Unit) ( As Per Note 17.2)	5,448,222	1,415,574
d) Cost of Vermi Compost/Compost ( As per Note 17.3)	125,234	440,800
e) Cost of Medicinal Plant Activity ( As Per Note 17.4)	11,836,857	11,289,055
f) Turnkey Plantation Expenses	35,739,205	25,427,872
<b>Grand Total</b>	<b>990,284,140</b>	<b>828,382,708</b>

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**

**Note 17 Cost of Material Sold**

**Note 17.1 - Cost of Material Sold - Finished Goods**

Particulars	As at 31 March, 2015	As at 31 March, 2014
	Rs	Rs
Opening Stock of Thinning activity materials	105,708,334	127,413,422
Opening stock of Harvesting activity materials	7,821,752	3,642,797
Opening stock in suspense of Harvesting activity material	632,751	632,751
Opening stock of Overwood removal activity material	19,510,629	21,143,287
Opening stock in suspense of Thinning material	4,497,363	4,847,982
Opening stock in suspense of Overwood Removal Activity	488,171	504,038
Opening work in progress of Thinning activity	26,815,117	11,251,568
Opening work in progress of Harvesting activity	230,771	34,734
Opening work in progress of Overwood removal activity	14,805,395	13,079,889
<b>Expenditure during the year:</b>		
On Thinning Activity ( Incl plantation cost w/off Rs 457.72 Lacs) (previous year Rs 234.33 Lacs)	516,872,860	404,068,096
On Harvesting Activity	50,585,404	40,654,985
On Overwood removal activity	153,112,007	154,125,903
<b>Apportionment of Common Expenditure:</b> (As per Note 21 read with Note 24)		
On Thinning Activity	203,666,077	127,550,846
On Harvesting Activity	9,940,073	10,332,235
On Overwood removal activity	45,734,771	44,024,642
<b>Total :</b>	<b>1,160,421,475</b>	<b>963,307,175</b>
<b>Less:</b>		
Closing Stock of Thinning activity materials	141,451,768	105,708,334
Closing Stock of Harvesting activity materials	9,612,832	7,821,752
Closing Stock of Overwood removal activity materials	29,410,711	19,510,629
Closing stock in suspense of Harvesting Activity	632,751	632,751
Closing stock in suspense of Thinning Activity	4,412,937	4,497,363
Closing stock in suspense of Overwood material	488,171	488,171
Closing work in progress of Thinning Activity	32,815,370	26,815,117
Closing work in progress of Harvesting activity	7,328,071	230,771
Closing work in Progress of Overwood removal activity	3,528,096	14,805,395
Cost of departmentally used Thinning materials	712,908	111,420
Cost of departmentally used Overwood removal materials	17,748	5,196
Cost of thinning material burnt written off	-	7,643
	<b>230,411,363</b>	<b>180,634,542</b>
<b>Cost of Material Sold - Finished Goods</b>	<b>930,010,112</b>	<b>782,672,633</b>

**Note 17.2- Cost of Seed Collection**

Particulars	As at 31 March,	As at 31 March,
	Rs	Rs
Opening Stock	2,919,190	3,732,855
Opening work in progress	5,731,884	2,482,340
Expenditure during the year ( incl cost of seed plot Rs 5.79 Lac written off) (Previous year 9.04 Lacs)	5,747,983	8,072,052
<b>Total :</b>	<b>14,399,057</b>	<b>14,287,247</b>
<b>Less:</b>		
Closing Stock	2,067,439	2,919,190
Closing work in progress	555,009	5,731,884
Cost of Seed used for departmental works	6,328,387	4,220,599
<b>Total :</b>	<b>8,950,835</b>	<b>12,871,673</b>
<b>Cost of Seed Collection</b>	<b>5,448,222</b>	<b>1,415,574</b>

**Note 17.3 - Cost of Vermi Compost/Compost**

Particulars	As at 31 March,	As at 31 March,
Opening Stock	131,706	410,831
Opening work in progress	267,036	137,050
Expenditure during the year	1,458,674	1,340,858
<b>Total :</b>	<b>1,857,416</b>	<b>1,888,739</b>
<b>Less:</b>		
Closing Stock	842,086	131,706
Closing work in progress	252,617	267,036
Cost of Compost/Vermi Compost used for Dept works	637,479	1,049,197
<b>Total :</b>	<b>1,732,182</b>	<b>1,447,939</b>
<b>Cost of Vermi Compost/Compost</b>	<b>125,234</b>	<b>440,800</b>

**Note 17.4 - Cost of Medicinal Plant Activity**

Particulars	As at 31 March,	As at 31 March,
	2015	2014
Opening Stock	78,192	78,192
Expenditure during the year	11,836,857	11,289,055
<b>Total :</b>	<b>11,915,049</b>	<b>11,367,247</b>
<b>Less:</b>		
Closing Stock	78,192	78,192
<b>Cost of Medicinal Plant Activity</b>	<b>11,836,857</b>	<b>11,289,055</b>

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**

**Note 18 Employee Benefits Expenses**

Particulars	As at 31 March, 2015	As at 31 March, 2014
	Rs	Rs
<b>a) Common Expenses</b>		
1) Salaries and wages	315,091,348	192,343,989
<b>2) Contributions to provident and other funds</b>		
Grauity	18,061,997	22,236,891
Leave Encashment & Retirement Benefit	11,601,542	12,097,574
Pension / Leave Salary Contribution	2,715,379	3,607,820
CPF Contribution & Other Contribution	28,664,722	21,699,542
<b>3) Staff Welfare Expenses</b>	273,979	25,517
	376,408,967	252,011,333
Less : Common Exp transferred (As per Note 21 read with Note 24)	338,768,070	226,810,200
<b>Sub Total of Common Expenses</b>	<b>37,640,897</b>	<b>25,201,133</b>
<b>Grand Total</b>	<b>37,640,897</b>	<b>25,201,133</b>

**Note 19 Depreciation**

Particulars	As at 31 March, 2015	As at 31 March, 2014
	Rs	Rs
<b>a) Common Expenses</b>		
Depreciation as per Note 7	16,018,899	16,682,412
Less :- Transfer to Other Activity	5,212,728	5,779,106
Net Depreciation	10,806,171	10,903,306
Less : 90% Common Exp transferred (As per Note 21 read with Note 24)	9,725,554	9,812,975
<b>Sub Total of Common Expenses</b>	<b>1,080,617</b>	<b>1,090,331</b>
<b>Grand Total</b>	<b>1,080,617</b>	<b>1,090,331</b>



**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED**

**Note 20 Other expenses**

Particulars	As at 31 March, 2015	As at 31 March, 2014
	Rs	Rs
<b>a) Common Expenses</b>		
<b>Administrative Expenses :</b>		
Remuneration to managing director	1,817,158	1,784,205
Sitting Fees to directors	10,500	17,000
Travelling and Conveyance	5,748,502	5,970,378
Rent	2,733,574	2,367,618
Rates and taxes	1,343,554	1,326,396
Advertisement	435,458	897,053
Books and periodicals	140,189	118,474
Printing and stationery	3,318,731	3,888,302
Postage, Telephones & Telegrams	2,209,258	2,074,715
Office expenses	10,908,277	10,381,299
Bank Charges/Commission	331,645	271,083
Uniform expenses for staff	218,653	379,739
Insurance of assets	715,835	744,302
Website expenses	6,500	486,764
Training expenses	11,007,212	3,159,836
<b>Repairs and Maintenance to :</b>		
Roads and Buildings	17,960,790	17,203,424
Plant and Machinery	353,478	370,628
Vehicles	10,763,218	10,425,185
	70,022,532	61,866,401
<b>Less : Common Exp transferred (As per Note 21 read with Note 24)</b>	63,020,279	55,679,761
<b>Sub Total of Common Expenses</b>	<b>7,002,253</b>	<b>6,186,640</b>
<b>b) Non- Common Expenses</b>		
<b>Administrative Expenses :</b>		
Payment to Auditors as :		
Audit fees	228,000	230,900
Tax audit fees	68,400	67,416
Vat audit fees	228,000	224,720
Gratuity trust audit fees/contribution	557,980	7,865
out of pocket expenses ( Reimbursement of Travelling expenses)	85,300	108,795
	1,167,680	639,696
Service Tax	266,264	585,422
Professional tax	2,000	2,000
MVAT Expenses	-	20,445
Filing fees and registration fee	35,900	18,000
Legal expenses	931,877	1,100,499
Stamp duty	-	400
<b>Exp-Eco tourism</b>		
Total Expenditure	26,629,208	24,062,827
<b>Less : Transfer to respective activity</b>	7,383,737	2,309,210
<b>Net Expenditure</b>	<b>19,245,471</b>	<b>21,753,617</b>
Research & Development	636,642	-
Preparation of Management Plan	-	-
Amount written off/forefeitted	1,307,094	1,700,337
Recruitment Process Expenditure	4,769,915	737,193
Retrenchment Compensation	3,000,000	-
Compensation for Wildlife Attack etc	6,416,266	5,523,734
Doubtful Rent receivable (Provision)	800	63,443
Provision for doubtful debts & Advance	1,925,541	2,341,374
<b>Sub Total of Non Common Expenses (b)</b>	<b>39,705,450</b>	<b>34,486,160</b>
<b>Grand Total</b>	<b>46,707,703</b>	<b>40,672,800</b>

**FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED.**

Note No. " 21 "

Apportionment of 90% Common Expenses for the year 2014-15

Sr. No.	Activity	2013-14	2014-15
		Share of Common Expenses	Share of Common Expenses
	<u>As per Note No.24</u>		
1	Maharashtra Forestry Project	191,556	410,410
2	Wasteland Development Programme (Under Bank Finance)	25,891	51,742
3	Ongoing Teak Plantations Programme	8,905,667	18,521,581
4	Enrichment Plantations Programme	-	12,377
5	Management Plan (Mandatory) Plantations Programme	77,816,355	91,311,386
6	Turnkey Plantations (work in progress)	13,997,932	25,190,722
7	Medicinal Plant		
	1) Under NMPB	2,717,031	10,506,182
	2) Under Other Source	1,404,989	3,022,903
	<b>Total (1 to 7)</b>	<b>105,059,421</b>	<b>149,027,303</b>
8	Thinning Activity Cost of Materials	127,550,846	203,666,077
9	Harvesting Activity Cost of Materials	10,332,235	9,940,073
10	Overwood Removal Activity Cost of Materials	44,024,642	45,734,771
11	Turnkey Plantation (Completed Projects)	5,335,792	3,145,679
	<b>Total (8 to 11)</b>	<b>187,243,515</b>	<b>262,486,600</b>
	<b>GRAND TOTAL</b>	<b>292,302,936</b>	<b>411,513,903</b>

## FOREST DEVELOPMENT CORPORATION OF MAHARASHTRA LIMITED

### NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2015

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

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

The financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting, in accordance with Generally Accepted Accounting Principles in India (Indian GAAP), including the accounting standards notified under the relevant provisions of the Companies Act, 2013.

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

##### b. Use of estimates

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

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

Examples of such estimates include provisions for doubtful debts, income taxes, the useful lives of fixed assets etc.

##### c. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and cheques/ drafts in hand, postal stamps in hand.

##### d. Common Expenditure

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

##### e. Direct Expenditure

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

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

##### f. Inventory and Work in progress

The closing stock of material i.e. forest produce ready for sale is valued at production cost based on number of trees removed or average realizable value whichever is less. The closing balance of work in progress is valued at cost. As per the policy consistently followed by the Company, depreciation charged to profit and loss account has not been taken into account while calculating the production cost.

The Nursery and Plantations under different activities are valued at cost.

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

**g. Writing off the Plantation Cost / Seed Plots**

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

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

**h. Fixed assets and capital work-in progress**

Fixed assets, both tangible and intangible, are stated at cost of acquisition/construction less accumulated depreciation. Cost includes purchase price, taxes, duties, freight and other directly attributable expenses of bringing the assets to its working condition for the intended use. Other pre operative expenses for major projects are also capitalized, where appropriate.

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

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

**i. Depreciation and amortization**

Depreciation on tangible fixed assets is provided based on useful life of the asset as prescribed in Schedule II of the Companies Act, 2013.

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

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

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

**j. Impairment of assets**

In accordance with AS 28 'Impairment of Assets', the carrying amounts of the Company's assets are reviewed at each Balance Sheet date to determine whether there is any impairment. Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and

from its disposal at the end of its useful life. Impairment loss is recognized in the statement of profit and loss or against revaluation surplus, where applicable.

**k. Grants Accounting**

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

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

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

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

**l. Investment**

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

**m. Research and Development Expenditure**

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

**n. Revenue Recognition**

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

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

**o. Leave encashment**

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

**p. Gratuity**

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

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

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

**q. MVAT Recovery and Payments**

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

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

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

**s. Provisions and Contingent Liabilities**

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

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

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

**t. Accounting for taxes on income**

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

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

**u. Cash Flow Statement**

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

**v. Earnings per share**

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

**w. Proposed Dividend**

Dividend recommended by the Board of directors is provided for in the accounts, pending approval at the Annual General meeting.

**Note 23. Share application money account**

The documents for loan from Govt. of Maharashtra (New loan) for different activities, have not been executed, and the recording of the transactions were made as per terms & conditions of the G.Rs. issued by the Govt. Later on, the Govt. of Maharashtra vide G.R. No. FDC-2006/CR-155/F-5 dt.5.8.2008 approved the conversion of loan liability including interest thereon of Rs.34400.00 Lacs into Share Capital as a full & final settlement. The disclosure of Rs.34400.00 Lacs under "Share Application Money Account" was made, in the year 2007-08 on the strength of the G.R. During the year 2010-11, Govt issued G.R. No. S-14-2006/CR-155/F-5 dt. 15.9.2010 revoking the G.R. dated 5.8.2008 in pursuance of G.R. No. Vetan 2010/CR-11/F-5 dt. 14.6.2010. The issue of conversion of loan liability of Rs. 34400.00 Lacs into Share Capital was under active consideration at Govt. level for the approval of the Cabinet, pursuant to decision taken at high level meeting of Govt. authorities held on 15.12.2010.

In this connection, the meeting was held on 5.03.2012 at Mantralaya, Mumbai under the Chairmanship of Principal Secretary (Finance) where Principal Secretary (Forest), Secretary (Expenditure), Secretary (Accounts & Treasury), Joint Secretary (Forest) and Managing Director, FDCM Ltd., were present and in anticipation of Government approval, decision has been taken to repay outstanding MFP plan loan of Rs.4945.89 Lacs in the installment of Rs.2000.00 Lacs & Rs. 2945.89 Lacs and remaining loan liability of Rs. 29454.11 Lac was proposed for conversion into Share Capital. Accordingly Board's consent was obtained for the said decision and loan of Rs. 49.46 Crore has been paid to the Govt. in two installments. The Govt. has issued GR No. FDC-2011/CR-14/F-5 dt. 19.12.2012 for conversion of loan liability of Rs. 294.54 Crore into Share Capital by book adjustment during the year 2012-13. However due to non availability of budget provision during the year 2012-13 to 2014-15 book adjustment could not be carried out in the books of Forest Deptt. and therefore the amount is shown under Share Application Money in the accounts of the Company.

Further an amount of Rs. 12.98 lacs received from GOM during the year is included under "share application money A/c", Company have allotted the shares subsequently as on 29/06/2015.

**Note 24. Apportionment of Common Expenditure**

Out of the total common expenses during the year of Rs. 4572.38 Lac, (Previous year Rs. 3247.81 lac) an amount of Rs. 1490.27 Lac (Previous year Rs. 1050.59 lac) has been capitalized to certain long term activities in proportion to field expenses during the year in these activities.

**Note 25. Forest Development Tax Scheme**

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

**Note 26. Wasteland Development Programme**

The Wasteland Development Programme under Government finance as well as under Bank finance has been implemented pursuant to G. R. No. FLD-1086/303/CR-3/F-2 dt. 3rd June 1987, No. EGS-1188/188/EGS-6 dt.7th February 1989 and No. FDM-1090/2400/CR-73/90/F-2 dt. 1st February 1991. The Wasteland Development Programme under government finance including EGS / MREGS is being carried on, as agency of Govt. of Maharashtra. The funds provided by the Govt. for establishment cost & overheads and expenses of the activities of Waste Land Development Programme has been appropriated under Reserve & Surplus, Unsecured Loans & Deposits and Advances depending upon the nature of receipts & the expenditure is also appropriated in the respective plantations account, accordingly. The expenditure of Rs.273.29 Lac in excess of the funds received under these programmes is shown under other Current assets as receivable. The expenditure under MREGS includes an expenditure of Rs. 112.14 lac (Previous year Rs. 112.14 lac) incurred by RFO in West Nasik FPDn, during 2012-13 is subject to the result of enquiry initiated which is under progress.



**Note 27. Medicinal Plantation Activity**

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

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

The balance with scheduled bank of Rs. 0.12 Lac (Previous year Rs.0.17 lac) as at 31.3.2015 and other assets belonging to Modern Forest Fire Control Project, though held in the name of the Company, have not been shown in the Balance Sheet as at 31st March, 2015 since the project is being carried on by the Company on behalf of Govt. of Maharashtra on cash basis system without charging any commission. The project received an amount of Rs. 284.94 Lac (Previous year Rs. 286.45 lac) during the year 2014-15 and incurred expenditure of Rs. 323.95 Lac. (Previous year Rs. 331.58 lac).

The excess expenditure incurred up to previous year by the Company is receivable from Govt. The consolidated receivable of Rs. 268.98 Lac (Previous year Rs.223.52 lac) for excess expenditure is being pursued with the Govt. (Refer Note 9A)

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

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

**Note 30. Gorewada International Zoo**

Gorewada Project at Nagpur is under implementation as per G.R. No.WLP/1009/CR-119/F-1 dt. 25.11.2011. For this Rs. 2260.00 Lac (Previous year Rs. 920.00 lac) has been received by the Company and expenditure to the tune of Rs. 1777.77 Lac (Previous year Rs. 781.52 lac) has been incurred by the Company during the year. The funds received and expenditure incurred has been included under the head "Other deposits & advance".

**Note 31. Seed Farms**

Seed farms admeasuring 90.00 ha. (Approx.) at Makhmalabad, Taloda, Kinwat and Amgaon along with their assets taken from the Forest Department are in use and control of the Company. The terms and conditions for the use thereof have not been determined till 31.3.2015.

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

The Govt. of India in the Ministry of Environment and Forests approved the working of forests subject to creation and maintenance of the Management Plan (Mandatory) Plantations Reserve out of the surplus funds of that activity. During the year, the Company carried on the activity of Removal of Over wood under Teak Plantation Working Circle, and harvesting works in other working circles. The total expenditure and revenue under this activity during the year, has been disclosed under the cost of material sold account and sales account respectively. The Company has incurred the expenditure of Rs. 2814.58 Lac (Previous year Rs. 2637.04 lac) on the Management Plan (Mandatory) Plantations activity under current assets. In view of the linkage of keeping aside the adequate funds for the creation and maintenance of Management Plan (Mandatory) plantations for future, out of sale proceeds of the harvested crop, the total resources required of Rs. 2010.77 Lac (Previous year Rs. 1170.67 lac) has been provided during the year, as per the applicable rates of minimum wages.



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

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

As per para (IX) of G.R.No.FDC-1074/64746/F-5 dt. 27th June 1978, FDCM Ltd. was required to pay the lease rent of Re.1/- per annum for the period of 5 years from the commencement of the lease or actual taking over the leased land whichever is earlier. After expiry of this period, the FDCM was to pay Govt. of Maharashtra such lease rent, as may be fixed. However the lease rent has not been fixed so far. Vide G.R. No. FLD-1087/ 2462/CR-347/F-2 dt. 6.9.1990, FDCM Ltd. is required to pay Re.1/- patta rent per block per year. However, since the patta of forest land has not been executed till 31.3.2015 the exact liability of patta rent has not been ascertained and provision of lease rent as per earlier G.R. DT. 27.06.1978 is made by the Company up to 31.3.2015.

In the process of transfer & retention of land vide G.R. No. FDC-1094/ CR-578/F-5 dt. 23.9.97, the plantations raised by the Company under certain Govt. schemes are treated as it's own by adjusting the Cost under Current Assets and Funds from Govt. of Maharashtra under Reserve and Surplus.

Since the forest areas about 60000 Ha. in possession of company have been notified for different wildlife sanctuaries the Government of Maharashtra allotted the forest area to FDCM as mentioned in the following GR to compensate the areas transferred for Wildlife sanctuaries.

Sr.No	GR No. / Date	Division	Area in Ha.
1	FDC-2013/CR-94 F5 Dt. 28.04.2014	Pranhita Markhanda	1461.943 7423.700
2	FDC-2014/CR-112 F5 Dt. 19.06.2014	Bramhapuri Pranhita R.M. Sangli Yeotmal	9880.730 494.910 486.800 3535.530

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

As per G.R. No. FDC-2013/CR-63 F 5 13.05.2014 the forest areas of 12550.85 ha. has been handed over to Forest Deptt. in West Chanda FPD including the plantations over 7672.904 ha. which is notified as buffer zone of Tadoba Andhari Tiger Reserve.

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

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

### Note 36. Physical Verification of Inventory

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

i) The physical verification of closing stock of harvesting activity at Lonara in Umred range of Nagpur Division costing Rs. 6.33 Lac (Previous year Rs.6.33 lac) could not be done due to the prevention of the Company's employees by the local people from entering in the respective areas inspite of Company's efforts at the appropriate level. The Company has decided to sell the materials by calling tenders. However there was no response for the tenders.

ii) In the physical verification the difference due to shortage in the stock of material, of Rs. 37.59 Lac (Previous year Rs. 38.43 lac) has been observed in Central Chanda Division and Rs. 5.31 Lac (Previous

year Rs.5.31 lac) in Markhanda Division. Since the matter is under administrative action, the same is kept under stock in suspense account.

iii) In Markhanda FPDn. material costing Rs. 0.94 Lac (Previous year Rs.0.94 lac) was fired by anti social elements on 28.04.2012. Though the material was insured, the Oriental Insurance Company has rejected the insurance claim submitted by the Company. The closing stock has been shown under stock in suspense account.

iv) In Pranhita F.P.Dn. material costing to Rs. 5.18 lac burnt by antisocial elements at Jimalgutta Sale depot is shown under stock in Suspense A/c, since the matter is under administrative action.

**Note 37. Disclosure as per AS-15 relating to Gratuity & Leave Encashment retirement benefits to employees**

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

1	Assumption	As on 31.03.2014	As on 31.03.2015
	Discount Rate	8.00 %	8.00 %
	Salary Escalation	7.00 %	7.00 %

2	Table showing changes in present value of obligation as on 31.03.2015		Amount In Rs.
	Present value of obligations as at beginning of year	389950137.00	382217370.00
	Interest cost	31196011.00	30577390.00
	Current Service cost	12831986.00	12091417.00
	Benefits paid	(98545322.00)	(97388803.00)
	Actuarial (gain) / loss on obligations	46784558.00	29822398.00
	Present value of obligations as at end of year	382217370.00	357319772.00
3	Table showing changes in fair value of plan assets as on 31.03.2015		
	Fair value of plan assets as at beginning of year	352327635.00	365094622.00
	Expected return on plan assets	33878490.00	33030941.00
	Contributions	77433819.00	54598519.00
	Benefits paid	(98545322.00)	(97388803.00)
	Actuarial gain / (loss) on Plan assets	-NIL-	-NIL-
	Fair value of plan assets at end of year	365094622.00	355335279.00
4	Table showing fair value of plan assets		
	Fair value of plan assets at beginning of year	352327635.00	365094622.00
	Actual return of plan assets	33878490.00	33030941.00
	Contributions	77433819.00	54598519.00
	Benefits paid	(98545322.00)	(97388803.00)
	Fair value of plan assets at the end of year	365094622.00	355335279.00
	Funded status	(17122748.00)	(1984493.00)
		-NIL-	-NIL-
	Excess of Actual over estimated return on plan assets		
	(Actual rate of return=Estimated rate of return as ARD falls on 31st March)		

5	<b>Actuarial Gain / Loss recognized as on 31.03.2015</b>		
	Actuarial (gain) / loss on obligations	(46784558.00)	(29822398.00)
	Actuarial (gain) / loss for the year – plan assets	-NIL-	-NIL-
	Actuarial (gain) / loss on obligations	46784558.00	29822398.00
	Actuarial (gain) / loss recognized in the year	46784558.00	29822398.00
6	<b>The amounts to be recognized in the balance sheet and statements of profit and loss</b>		
	Present value of obligations as at the end of year	382217370.00	357319772.00
	Fair value of plan assets as at the end of the year	365094622.00	355335279.00
	Funded status	(17122748.00)	(1984493.00)
	Net asset / (liability) recognized in balance sheet	(17122748.00)	(1984493.00)
7	<b>Expenses recognized in statement of Profit and Loss</b>		
	Current Service cost	12831986.00	12091417.00
	Interest cost	31196011.00	30577390.00
	Expected return on plan assets	(33878490.00)	(33030941.00)
	Net actuarial (gain) / loss recognized in the year	46784558.00	29822398.00
	Expenses recognized in statement of Profit and loss	56934065.00	39460264.00

B) Company approached Government for some clarification of gratuity related to Vanmajoor. Company has not finalized the scheme of gratuity of LIC for vanmajoor. Process of selecting scheme of gratuity is under process for want clarification from Government. However for accounting purpose company has used the quotation cum valuation provided by LIC for providing liability of gratuity for Vanmajoor. As scheme is not linked up with LIC, the LIC has shown its inability to provide required information for disclosure under AS-15.

C) The LIC has shown inability to provide the information required for disclosure as per AS - 15 in respect of leave encashment retirement benefit . Hence the disclosure could not be made.

#### **Note 38. Provision for Corporate Social Responsibility (CSR)**

In view of Guidance Note on "Accounting for expenditure on Corporate Social Responsibility Activities" issued by The Institute of Chartered Accountants of India , Para 8, Company have not created any provision for CSR as company has not undertaken any certain CSR Activity during the year and Company also not entered into contractual obligation for CSR Activity.

#### **Note 39. Compensation Claim**

During the year, the Compensation claims of the properties/plantations of the Company of Rs. 66.82 Lac (Previous year Rs. 4807.71 lacs) have been accounted for as per the directives of the Board. (Refer Note 16)

Further Compensation Claims for Plantation assets are receivable from Government & other agencies Rs 18507.66 Lacs ( Previous year Rs 18343.19 Lacs) (Refer Note 9)

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

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

Amount received from sale of material from the areas under Mansinghdeo Wildlife Sanctuary transferred to Forest Deptt. in Nagpur F.P.Dn. is included under other payable to C.C.F. Wildlife M.S. Nagpur for Rs. 11.90 lacs (Previous year Rs. 106.40 lac) under other current liabilities after deducting the expenses incurred as per directives of the Hon'ble Supreme Court.

**Note 41. Interest on un-utilized Funds**

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

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

Based on the information available with the Company, there are no suppliers/Contractors/Service providers who are registered as Micro, Small or Medium enterprise under the Micro, Small and Medium Enterprises Development Act 2006, as at 31.3.2015.

**Note 43. Segment Reporting - AS-17**

The Company's main activity is raising plantation, and hence there are no separate reportable segment as per the Accounting Standard 17 (AS - 17).

**Note 44. Related Party Transactions - AS-18**

In respect of disclosure on related party transactions as per Accounting Standard 18 issued by the Institute of Chartered Accountants of India, it is stated that the following officers are the related party as Managing Directors. There are no related party transactions except the payment of salary and allowances etc. during the year.

Sr. No.	Name of Officer Year 2013-14	Period	Salary. & Allow. (Rs. in lac)
1	Shri Sarveshkumar	1.4.2013 to 30.4.2013	3.25
2	Shri A.K. Nigam	13.6.2013 to 31.3.2014	19.47

Sr. No.	Name of Officer Year 2014-15	Period	Salary. & Allow. (Rs. in lac)
1	Shri A.K. Nigam	01.04.2014 to 31.3.2015	22.23

**Note 45. Earning per Share - AS-20**

As per Accounting Standard-20, Basic Earning Per Share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average equity shares outstanding during the period. Details are as under:

Earning Per Share	2014-15	2013-14
Net Profit after tax and Provision for Mandatory Reserve & Transitional Provision	Rs 908.48 Lacs	Rs. 6,469.60 lac
Weighted Average No of Equity Shares (Nos) (Refer Note 23)	27,92,400	27,87,691
Diluted No of Equity Shares (Nos)	32,259,490	3,22,41,803
Basic Earning Per Share	Rs 32.53	Rs. 232.07
Diluted Earning Per Share	Rs 2.82	Rs. 20.06

**Note 46. Deferred Tax Asset & Liabilities - AS- 22**

Particular	(Rs. in Lac)	
	31.03.2015	31.03.2014
<b>Deferred tax assets:</b>		
Provision for Gratuity & Leave encashment	24.31	50.01
Provision for Doubtful Debts	2.71	3.30
Provision for Doubtful Rent	0.001	0.09
Depreciation on Fixed Asset	30.22	3.61
<b>Total</b>	<b>57.25</b>	<b>57.01</b>
<b>Deferred tax liability:</b>		
Depreciation on Fixed Asset	-	-
<b>Deferred tax assets / (liabilities) (net)</b>	<b>57.25</b>	<b>57.01</b>

**Note 47. Investments**

Current investment comprises of short term deposit with banks for not more than one year from the date on which such investment is made. Short term deposit amounting to Rs. 491.60 lac (Previous year 409.60 lac) have been pledged with Banks for obtaining bank guarantee.

**Note 48. Impairment of Asset - AS- 28**

Company has assessed the assets at balance sheet date, to see whether there is an indicator for impairment of assets as per Accounting Standard - 28. There is no indicator that an asset is impaired at balance sheet date.

**Note 49. The disclosure as per Accounting Standard 29 is as follows:**

Provision of Income Tax	(Rs. in Lac)	
	2014-15	2013-14
Opening Balance	6876.00	5076.00
Additions during the year	1153.00	1800.00
<b>Total:</b>	<b>8029.00</b>	<b>6876.00</b>
Less: Adjustment during the year	-	-
Closing Balance	8029.00	6876.00

The provision of Income Tax of Rs. 1153.00 Lac has been made on the basis of bifurcation between Agricultural and Non-Agricultural revenue worked out after taking into account all identifiable items of income and expenses under the two categories of income. Common revenue expenses are apportioned to each category on the basis of gross receipts in each activity arrived at before such apportionment. The Company treated the Turnkey Income as Agricultural Income while making necessary provision. However, as a matter of abundant precaution, the advance Income Tax has been paid as per the basis of assessment accepted by the Deptt.

**Note 50. Contingent Liabilities**

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

- a) i) Municipal and other local taxes on some of the lands, buildings etc. owned by / in possession of the Company pending assessment and due to non-acceptance of liability in some cases:- Amount not quantified.
- ii) The Municipal tax liability in respect of Depot Division Ballarshah of Rs. 187.19 Lac (Previous year Rs. 168.76 lac) for the year 1992-93 to 2014-15 not accepted by the Company, pending appeal with the appropriate authority.
- iii) Land revenue, if any.
- b) Estimated amount of contracts remained to be executed at the date of Balance Sheet on capital account not provided for Rs. Nil .

c) i) Provident fund liability if any towards eligible labours for earlier years.

ii) Damages / Dues levied by Provident Fund Commissioner, Nagpur for irregularity in payment/non payment relating to contributory fund of labours by the Company of Rs 3615.00 lac (Previous year Rs. 3615.00 lac) pertaining to Gondia, West Chanda, Central Chanda, Depot Division, Ballarshah, Bramhapuri Pranhita and Markhanda F.P. Divisions, where action for cases are in Progress, subject to further decision as directed by the CPF appellate Tribunal New Delhi.

iii) Gratuity liability towards labours if any.

iv) The liability of Rs. 26.34 Lac (Previous year Rs.26.34 lac) worked out in the matter of retrenched labours of Kinwat Division as per the order of the Hon. High Court Aurangabad Bench.

d) i) The liability of Penalty, Interest etc. if any and deferred/pending in Sales Tax/MVAT assessment.

ii) The Liability of Income Tax of Rs. 349.33 lac (Previous year Rs. 326.89 lac) approximately Lac for the A.Y. 2002-03 to A.Y. 2015-16 in the light of the matter raised by the Income Tax Department in the H'ble High Court, Nagpur Bench, Nagpur for the A.Y. 2002-03 to bring the Misc. receipts, claims by the Company for tax liability purpose.

e) Various demands by employees and labors pending adjudication, not being ascertainable.

f) Contingent loss if any due to non physical verification of standing trees in the plantation areas.

g) Non determination of consideration related to seed farms refer to Note No. 31 - Not Quantifiable.

h) The liability on account of CPF contribution in respect of retired employees on arrears of VI th Pay commission of Rs. 167.50 Lac approximately and arrears of Vth pay commission for CPF of retired employees if any.

**Note 51. Miscellaneous / Other**

a) Individual balances under various accounts under Trade receivables, accounts receivable and other debit balances receivable are unconfirmed.

b) The cash & bank balance includes the unremitted revenue of Rs. 3.22 Lac (Previous year Rs. 3.22 Lac) towards the robbery of cash in Gondia Forest Project Division. The action of departmental enquiry in the matter is yet not finalized.

c) Short Term Loans and Advances include disallowed vouchers of Rs. 3.81 Lac (Previous year Rs. 4.04 Lac) recoverable from the employees.

d) The Company has not made any provision for land revenue if any, payable on the land already under occupation of the Company.

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

i) Arrears of IVth & Vth Pay Commission to employees

Honorable High Court of Nagpur Bench have passed the order during Sept. 2015 to release the benefits of the 4<sup>th</sup> pay revision for the period from 01.01.1986 to 31.03.1993 in W.P. No. 1196 of 2001 and arrears of Vth pay commission from 1.01.1996 to 31.03.2004 in W.P. No. 1211 of 2001 accordingly approximate provision of Rs. 38.89 lacs for IVth pay arrears & Rs. 2848.30 lacs for Vth pay arrears is made in the books of accounts.

ii) Transfer of areas to Forest Deptt.

As per the directives from the Govt of Maharashtra the company has handed over the areas as shown below to the Forest Deptt.

Sr. No.	Division	GR No. / Date	Area in Ha.
1	Pranhita	WLP 0514/CR-106 F1 Dt. 27.08.2014	1477.035
2	Central Chanda	FDC-2015/CR-125 F-3 Dt. 12.06.2015	321.725
3	Nagpur FPD	GR WLD-0614/CR-152 F-1 Dt. 08.07.2014	8990.060

iii) Forest areas taken over from Forest Dept.

Following areas have been taken over by the Company.

Sr.No	Division	GR No. / Date	Area in Ha.
1	West Nashik	Meeting - 2015/CR 6/F-3 dated 11.05.2015	93.967
2	Central Chanda	FDC-2015/CR-125/F3 Dt.12.06.2015	289.350

iv) Status of Management Plan (Position for Future)

Survival of FDCM is solely depends on Management Plans. In order to manage the leased forests on scientific basis, the FDCM Ltd. has prepared management plans for all the 14 Forest Project Divisions, which have been approved by Govt. of India. These management plans are going to be expired during the year 2015-16 or next year. The details of operational period of the Management Plans are as under:

Period	Division	# of Divisions	Current Status
2005-06 to 2014-15	Brahamapuri & Pranhita	2 Divisions.	Revision approved by State Management Plan Committee for FDCM on 19/08/2015
2006-07 to 2015-16	Nagpur, Bhandara, West Chanda, Central Chanda, Markhanda, West Nasik, Nandurbar, Thane, Dahanu, Yawatmal, Kinwat	11 Divisions.	Will be completed by March 2016
2007-08 to 2016-17	Gondia	1 Division	Will be completed by March 2017
	<b>Total</b>	<b>14 Division</b>	

During the last 10 years of plan period, no significant productive area have been transferred to FDCM. More over during this period, some of the highly productive forest area under the control of FDCM have been transferred to wildlife wing of forest department for various wild life, resulting loss of huge amount of revenue in last couple of years.

Some of the low productive areas have been transferred to FDCM, which will take some time to become productive.



**Note 53. Grouping/ Regrouping**

The previous year's figures in Balance Sheet, Profit and Loss Account and supporting schedules thereof have been rearranged and regrouped wherever necessary.

Signature to Note Nos.1 to 53 forming an integral part of the Balance Sheet and Statement of Profit and Loss Account.

For Shah Baheti Chandak & Co.  
Chartered Accountants  
F.R. No. 109513W

*sd/-*  
(CA Jai Poptani)  
Partner  
M No. 135038

For Khanzode & Shenawai  
Chartered Accountants  
F.R. No. 112415W

*sd/-*  
(CA Aniruddha Shenwai)  
Partner  
M No. 036853

For and on behalf of Board of Directors

*sd/-*  
(Sudhir Mungantiwar)  
Chairman  
DIN # 07208373

*sd/-*  
(A.K.Nigam)  
Managing Director  
DIN # 06637679

*sd/-*  
(CA Kaustubh Vinay Bhamburkar)  
Controller of Accounts &  
Financial Advisor

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

Place  
Date

Place: Mumbai  
Date: 28/09/2015