



AN ISO 9001:2015 & ISPS COMPLIANT PORT

COCHIN PORT AUTHORITY

Willington Island, Cochin-682009

**ANNUAL ACCOUNTS
AND
AUDIT REPORT THEREON
FOR 2023-24**

**WITH ACTION TAKEN NOTES ON AUDIT OBJECTIONS/
OBSERVATIONS CONTAINED IN THE REPORT FOR THE YEAR
2023-24**



AN ISO 9001:2015 & ISPS COMPLIANT PORT

COCHIN PORT AUTHORITY

Willingdon Island, Cochin-682009

**ANNUAL ACCOUNTS
AND
AUDIT REPORT THEREON
FOR 2023-24**

COCHIN PORT AUTHORITY

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COCHIN PORT AUTHORITY

BALANCE SHEET AS AT 31ST MARCH 2024

PARTICULARS	SCH	2023-24		2022-23	
		₹	₹	₹	₹
I SOURCE OF FUNDS					
RESERVES & SURPLUS	I				
a Capital Reserve		87,70,76,282		84,84,07,574	
b Funds		72,44,360	88,43,20,642	65,44,947	85,49,52,521
c Statutory Reserves			28,17,69,922		16,72,81,794
d Grants-in- aid			25,88,04,954		32,55,37,375
LOAN FUNDS	II				
a Government Loans		4,46,82,33,147		4,46,82,33,147	
b Unsecured Loans		-	4,46,82,33,147	2,64,30,856	4,49,46,64,003
Total			5,89,31,28,665		5,84,24,35,693
COCHIN FISHERIES HARBOUR	IX		11,86,366		11,86,366
GRAND TOTAL			5,89,43,15,031		5,84,36,22,059
II APPLICATION OF FUNDS					
FIXED/CAPITAL ASSETS	III				
Gross Block		7,20,13,48,875		7,16,40,45,047	
Less:Provision for Depreciation		3,74,46,95,080		3,58,09,87,952	
Net Block			3,45,66,53,795		3,58,30,57,095
Capital Work-in-Progress			67,69,976		1,71,17,399
INVESTMENTS	IV		79,05,18,064		67,90,48,904
CURRENT ASSETS, LOANS AND ADVANCES					
a <u>Current Assets:</u>					
i Interest accrued		6,04,81,735		4,43,14,614	
ii Inventories		60,92,700		70,57,551	
iii Sundry Debtors	V	67,66,19,289		62,47,76,497	
iv Cash & Bank Balances	VI	1,12,82,49,649		1,15,40,44,466	
b Loans & Advances	VII	1,11,74,30,342		88,78,28,324	
Total		2,98,88,73,715		2,71,80,21,452	
Less:Current Liabilities & Provisions	VIII	5,98,07,30,594		5,85,98,27,148	
NET CURRENT ASSETS			-2,99,18,56,879		-3,14,18,05,696
c Profit & Loss account			4,63,10,43,707		4,70,50,17,991
TOTAL			5,89,31,28,665		5,84,24,35,693
COCHIN FISHERIES HARBOUR	IX		11,86,366		11,86,366
GRAND TOTAL			5,89,43,15,031		5,84,36,22,059

Sd/-
**FINANCIAL ADVISER &
 CHIEF ACCOUNTS OFFICER**

Sd/-
CHAIRPERSON

COCHIN PORT AUTHORITY

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2024

PARTICULARS	SUB SCH	2023-24	2022-23
		₹	₹
<u>INCOME</u>			
Cargo Handling & Storage charges	D	3,34,51,29,987	2,74,65,56,459
Port & Dock charges (including Pilotage fees)	E	4,50,16,86,510	3,69,73,34,315
Railway earnings	F	-	-
Estate Rentals	G	1,31,94,33,701	1,19,18,05,447
Total		9,16,62,50,198	7,63,56,96,221
<u>LESS EXPENDITURE:</u>			
Cargo handling and storage	H	47,94,72,565	49,55,15,247
Port & Dock facilities (including Pilotage)	I	2,20,09,26,832	2,38,53,17,117
Railway workings	J	-	-
Rentable lands and buildings	K	23,57,38,521	21,57,32,339
Management & General Administration (not directly attributed to particular activity)	L	1,24,20,87,164	1,15,78,80,106
Total		4,15,82,25,082	4,25,44,44,809
Operating Profit (+) / Loss (-)		5,00,80,25,116	3,38,12,51,411
Add: Finance & Misc. Income	M	47,80,55,200	63,66,50,166
Total		5,48,60,80,315	4,01,79,01,578
Less: Finance & Misc. Expenditure	N	5,29,76,17,904	3,95,95,74,207
Profit before Tax		18,84,62,411	5,83,27,371
Less: Provision for taxation			0
Profit after Tax		18,84,62,411	5,83,27,371
<u>Less : Appropriations</u>			
Capital Reserve		-	-
Statutory Reserve		11,44,88,127	-
Total			
Balance transferred to Revenue Reserve		7,39,74,284	5,83,27,371
<u>COCHIN FISHERIES HARBOUR</u>			
Income		3,31,11,678	3,56,34,570
Expenditure		3,48,03,888	3,21,01,903
Surplus (+) / Deficit (-)		-16,92,209	35,32,668

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CHIEF ACCOUNTS OFFICER**

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CHAIRPERSON

COCHIN PORT AUTHORITY
SCHEDULES TO BALANCE SHEET AS AT 31.03.2024

PARTICULARS	SCH	SUB SCH	2023-24	2022-23
			₹	₹
<u>RESERVES & SURPLUS</u>	I	A		
Capital Reserve			87,70,76,282	84,84,07,574
CPE (HBA) Family Benefit Fund			45,07,878	42,07,331
Employees Welfare Fund			25,85,424	23,34,764
Family Security Fund			1,51,058	2,852
Total			88,43,20,642	85,49,52,521
<u>STATUTORY RESERVES</u>	I	A		
Fund for Replacement, Rehabilitation and Modernisation of Capital Assets			15,56,29,961	9,83,85,897
Fund for Development, Repayment of Loans and Contingencies			12,61,39,961	6,88,95,897
Total			28,17,69,922	16,72,81,794
<u>GRANTS- IN-AID</u>	I	B		
Grant in Aid for Construction of a Subway/Flyover in front of International Container Transshipment Terminal(ICTT)			31,07,960	29,99,382
Grant-Rail Over Bridge			9,71,21,194	9,02,70,508
Grant in Aid for Procurement Of Pollution Responses(PR) equipment / materials			72,95,495	70,72,549
Grant in Aid - Implementation of projects under IPDS			-35,877	-35,877
Grant in Aid-Additional Infrastructure Cruise Terminal			0	-65,77,715
Grant in Aid-Reconstruction of South Coal Berth			-78,55,745	-78,55,745
Grant in Aid-CFH			21,81,72,043	25,64,84,890
Grant in Aid-Ro Ro			-5,14,106	97,97,098
Total			31,72,90,964	35,21,55,090
Less: Interest to be repaid to Ministry disclosed under Current Liabilities			6,78,88,758	4,20,84,072
Less: Excess amount spent over Grant-in-Aid - receivable from Ministry disclosed under Current Assets			-94,02,748	-1,54,66,357
Total Grant			25,88,04,954	32,55,37,375
<u>LOAN FUNDS</u>				
<u>A. LOAN FROM GOVERNMENT</u>	II		4,46,82,33,147	4,46,82,33,147
Total			4,46,82,33,147	4,46,82,33,147
<u>B. UNSECURED LOANS</u>	II			
(a) Other Source Loan				
Principal amount of Loan			0	29,91,508
Add:- Interest Accrued			0	2,34,39,348
Total			0	2,64,30,856

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CHIEF ACCOUNTS OFFICER**

COCHIN PORT AUTHORITY
CAPITAL ASSET REGISTER AS ON 31.03.2024

(Amount in ₹)

SI No.	Assets	GROSS BLOCK			PROVISION FOR DEPRECIATION				NET BLOCK		
		As on 01-04-2023	Additions	Deletions	As on 31-03-2024	As on 01-04-2023	During the year	On Deletions	Total as on 31-03-2024	As on 31-03-2024	As on 01-04-2023
1	Land	51,49,16,218	-	-	51,49,16,218	-	-	-	-	51,49,16,218	51,49,16,218
2	Capital Dredging	84,39,61,873	-	-	84,39,61,873	21,61,20,372	84,53,939	-	22,45,74,311	61,93,87,562	62,78,41,501
3	Buildings,Sheds and other structures	77,26,11,176	1,56,92,168	41,38,127	78,41,65,218	45,05,77,930	2,41,79,657	28,22,909	47,19,34,678	31,22,30,540	32,20,33,246
4	Wharves,Roads and Boundaries	2,21,00,76,607	1,06,51,235	-	2,22,07,27,842	74,60,26,498	4,53,66,491	-	79,13,92,989	1,42,93,34,853	1,46,40,50,109
5	Floating Crafts	1,30,68,57,646	-	-	1,30,68,57,646	1,03,78,33,277	4,32,49,692	-	1,08,10,82,969	22,57,74,677	26,90,24,369
6	Docks, Sea Walls etc	21,69,24,628	-	-	21,69,24,628	17,88,05,033	54,38,806	-	18,42,43,839	3,26,80,789	3,81,19,595
7	Cranes & Vehicles	15,15,84,248	-	9,78,336	15,06,05,912	14,82,26,474	19,45,409	9,78,334.00	14,91,93,549	14,12,363	33,57,774
8	Plant and Machinery	39,23,08,005	1,60,76,889	-	40,83,84,894	30,38,98,123	1,13,85,526	-	31,52,83,649	9,31,01,245	8,84,09,882
9	Installations for water, electricity, Fire fighting & Telecommunication	70,65,01,751	-	-	70,65,01,751	45,25,20,696	2,70,84,823	-	47,96,05,519	22,68,96,232	25,39,81,055
10	Oil Pipeline Installations	3,83,25,308	-	-	3,83,25,308	3,78,13,344	46,541	-	3,78,59,885	4,65,423	5,11,964
11	Miscellaneous Assets	99,77,587	0	-	99,77,587	91,66,205	3,57,488	-	95,23,693	4,53,894	8,11,382
	TOTAL	7,16,40,45,045	4,24,20,292	51,16,463	7,20,13,48,875	3,58,09,87,951	16,75,08,372	38,01,243	3,74,46,95,080	3,45,66,53,795	3,58,30,57,094
	Capital Work in Progress	1,71,17,399	65,34,000	1,68,81,423	67,69,976	-	-	-	-	67,69,976	1,71,17,399
	GRAND TOTAL	7,18,11,62,444	4,89,54,292	2,19,97,886	7,20,81,18,851	3,58,09,87,951	16,75,08,372	38,01,243	3,74,46,95,080	3,46,34,23,771	3,60,01,74,493

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CHIEF ACCOUNTS OFFICER

COCHIN PORT AUTHORITY

SCHEDULES TO BALANCE SHEET AS AT 31.03.2024

PARTICULARS	SCH	SUB SCH	2023-24	2022-23
			₹	₹
<u>INVESTMENTS</u>	IV			
A Long Term Investments				
1 Investment in shares of M/s Cochin Bridge Infrastructure Co Ltd (1,50,000 equity shares of Rs 10 each)			15,00,000	15,00,000
2 Long term Fixed Deposits :-				
(i) Against Statutory Reserves			28,00,00,000	0
(ii) Others			50,90,18,064	67,75,48,904
Total			79,05,18,064	67,90,48,904
<u>SUNDRY DEBTORS</u>	V			
Government Dues - Less than 6 months			15,96,37,149	20,35,04,819
- More than 6 month			7,91,77,447	6,75,91,077
Non Government Dues - Less than 6 months			20,56,47,931	13,83,22,050
- More than 6 month			33,86,24,109	32,18,25,898
			78,30,86,636	73,12,43,844
Less: Provision for doubtful debts			10,64,67,347	10,64,67,347
Total			67,66,19,289	62,47,76,497
<u>CASH & BANK BALANCES</u>	VI	C		
Cash on Hand			87,454	95,658
Bank Balance :				
Current Accounts			1,71,68,999	8,60,97,161
Savings Account			18,49,81,501	68,15,10,666
Fixed Deposits			92,56,33,983	38,60,18,201
Cash Card			3,77,712	3,22,780
Total			1,12,82,49,649	1,15,40,44,466
<u>LOANS AND ADVANCES (Recoverable in Cash or in kind or for Value to be Received)</u>	VII			
Payment in Advance and Debit Balance			1,38,34,74,081	1,17,96,04,634
Deposits			5,39,72,829	2,98,22,792
Add: Excess amount spent over Grant-in-Aid receivable from Ministry			94,02,748	1,54,66,357
Less: Advance given to contractors for Deposit work regrouped under Current Liabilities			32,94,19,316	33,70,65,459
Total			1,11,74,30,342	88,78,28,324
<u>CURRENT LIABILITIES & PROVISIONS</u>	VIII			
<u>Current Liabilities</u>				
General Provident Fund			29,80,282	60,66,406
Salaries & Wages payable			32,34,30,841	14,39,40,944
Accrued expenses			93,74,91,802	93,23,22,502
Misc. Creditors & Credit Balance			3,42,67,92,973	3,22,89,10,119
Deposits from Merchants, Contractors & Others			1,29,00,34,696	1,54,85,87,177
Total			5,98,07,30,594	5,85,98,27,148

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CHIEF ACCOUNTS OFFICER

COCHIN PORT AUTHORITY

DETAILS OF FUNDS & STATUTORY RESERVES AS ON 31.03.2024

G/L CODE	Capital Reserve	Revenue Reserves				Statutory Reserves	
		General Reserve	House Building Advance - FBF	Employees Welfare Fund	Family Security Fund	Reserve for Replacement, Rehabilitation & modernisation of Capital Assets	Reserve for Development Repayment of loans and Contingencies
		110300 & 110301	110100	110101	110102	110200	110201
	₹	₹	₹	₹	₹	₹	₹
Balance as on 1 st April 2023	84,84,07,574	-4,70,50,17,991	42,07,331	23,34,764	2,852	9,83,85,897	6,88,95,897
<u>Add:</u> Contribution from GRF	2,86,68,707	-	12,150	5,00,000	7,01,518	5,72,44,064	5,72,44,064
Contribution from employees	-	-	24,300		1,08,696	-	-
Contribution from revenue account	-	7,39,74,284				-	-
Interest on investments	-	-	2,76,619			-	-
Total	87,70,76,282	-4,63,10,43,707	45,20,400	28,34,764	8,13,066	15,56,29,961	12,61,39,961
<u>Less:</u> Expenditure/ Adjustments from Fund	-	-	12,522	2,49,340	6,62,008	-	-
Balance as at 31st March 2024	87,70,76,282	-4,63,10,43,707	45,07,878	25,85,424	1,51,058	15,56,29,961	12,61,39,961

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CHIEF ACCOUNTS OFFICER**

SUB SCHEDULE - B

COCHIN PORT AUTHORITY
GRANT-IN-AID

(₹ in crores)

Sl. No.	Name of work	GL	Amount sanctioned	Grant Received							Expense Incurred							Balance	
				Prior to 2020-21	2020-21	2021-22	2022-23	2023-24	Interest accrued	Total	Prior to 2020-21	2020-21	2021-22	2022-23	2023-24	Interest repaid	Transfer to CWIP		Total
1	ASIDE grant for Barge Berth	110004	15.00	8.38	-	-	-	-	1.40	13.89	18.08	-	-	-	-	-	-7.60	13.89	(0.00)
2	ASIDE grant for CFS		4.04	4.04	-	-	-	-	0.07		3.41	-	-	-	-	-			
3	Development of Walkway (Phase I, II, III)	110005	9.01	8.74	-	1.06	-	-	0.37	10.17	9.30	0.50	-	-	-	0.37	-	10.17	0.00
4	Creation of Additional tourism facility-Walkway	110017	4.66	2.33	1.40	0.93	-	-	0.14	4.80	3.21	1.37	0.13	(0.05)	-	0.14	-	4.80	0.00
5	Subway-Vallarpadam	110007	30.00	29.76	-	-	-	-	1.34	31.10	27.46	0.16	-	3.17	-	-	-	30.79	0.31
6	Rail Over Bridge-Vallarpadam	110015	409.83	409.83	-	-	-	-	2.70	412.53	402.82	-	-	-	-	-	-	402.82	9.71
7	R&D Studies on Siltation	110008	5.37	5.36	-	0.10	-	-	0.24	5.70	5.70	-	-	-	-	-	-	5.70	0.00
8	Refurbishment of Coastal Liquid Terminal	110010	14.96	14.45	-	-	-	-	0.54	14.99	14.45	-	-	-	-	0.54	-	14.99	0.00
9	Procurement of Pollution Response Equipment	110011	5.23	2.61	-	-	-	-	0.48	3.09	1.99	-	-	0.01	-	0.36	-	2.36	0.73
10	IPDS	110012	3.26	1.18	1.75	0.05	-	-	-	2.98	2.38	0.83	(0.23)	-	-	-	-	2.98	0.00
11	Swach Bharat	110013	6.61	6.61	-	-	-	-	0.29	6.90	6.61	-	-	-	-	0.29	-	6.90	0.00
12	Upgradation of berth and backup area of Ekm. Wharf (Cruise Terminal at Ekm Wharf)	110014	21.41	17.12	4.28	-	-	-	0.69	22.09	17.20	5.40	(1.20)	-	-	0.69	0.00	22.09	0.00
13	Developing infrastructure for cruise terminal(Samudrika)	110016	1.21	0.76	0.20	-	0.18	-	0.03	1.17	0.91	0.09	0.14	-	-	0.03	-	1.17	0.00
14	Additional Infrastructure- Cruise Terminal	110018	10.30	5.15	3.08	-	-	0.66	0.14	9.03	1.32	3.90	3.67	-	-	0.14	-	9.03	0.00
15	Reconstruction of South Coal Berth	110019	8.85	-	4.43	-	3.54	-	0.10	8.07	-	-	4.82	4.04	-	-	-	8.86	(0.79)
16	Modernization & Up-gradation of CFH	110020	50.00	-	-	25.00	-	-	2.53	27.53	-	-	-	0.02	5.69	-	-	5.71	21.82
17	Development of Ro-Ro propelyne handling	110021	10.56	-	-	-	3.66	5.23	-	8.89	-	-	-	2.68	6.26	-	-	8.94	(0.05)
	Total		610.30	516.32	15.14	27.14	7.38	5.89	11.07	582.94	514.84	12.25	7.33	9.87	11.95	2.57	(7.60)	551.21	31.73

Sd/-
FINANCIAL ADVISER &
CHIEF ACCOUNTS OFFICER

COCHIN PORT AUTHORITYBALANCE AT BANKS AND CASH ON HAND AS ON 31.03.2024

PARTICULARS	₹	₹
Cash on hand		87,454
Cash Card		3,77,712
Current Account with Nationalised and Scheduled Banks		1,71,68,999
Savings Account with Nationalised and Scheduled Banks		18,49,81,501
Fixed Deposits with Banks:		
General Reserve Fund	59,16,90,000	
Grants	32,99,93,983	
Total Deposits		92,16,83,983
HBA FBF Investments		39,50,000
TOTAL		1,12,82,49,649
Balance with Scheduled Banks		1,12,81,62,195
Balance with Non Scheduled Banks		NIL

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SUB - SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2024

INCOME

	2023-24	2022-23
	₹	₹
<u>SUB-SCHEDULE - D</u>		
<u>Cargo handling & Storage charges</u>		
Handling & Storages charges on general cargo	33,46,12,290	26,93,23,953
Cranage	8,59,594	1,08,929
Petroleum, Oil and lubricants handling charges	1,31,27,23,054	1,03,29,57,695
Demurrage on general cargo	90,95,447	75,00,512
Handling and Storage Charges on Containers	14,44,476	9,53,900
Miscellaneous charges - Cargo	2,01,92,184	1,34,59,428
Revenue share from ICTT	1,41,60,70,496	1,21,77,35,432
Waterfront Royalty- LNG Basin	24,70,66,533	20,24,02,698
Royalty for Stevedoring & Shore handling	30,65,913	21,13,912
Total	3,34,51,29,987	2,74,65,56,459
<u>SUB-SCHEDULE - E</u>		
<u>Port & Dock Charges</u>		
Towage and Mooring fees	48,44,07,808	37,44,91,903
Berth Hire charges	35,93,51,621	31,21,51,808
Port dues	1,18,82,94,133	96,62,10,308
Pilotage Fees	2,30,33,46,785	1,94,00,59,432
Water supply to shipping	1,25,06,109	2,24,266
Miscellaneous charges - Vessel	3,25,97,676	2,15,11,664
Income from Dredging Services	9,06,43,335	5,81,46,117
Income from Cruise Vessel including Maritime Service Charges	3,05,39,043	2,45,38,817
Total	4,50,16,86,510	3,69,73,34,315
<u>SUB-SCHEDULE - F</u>		
Railway earnings	-	-
<u>SUB-SCHEDULE - G</u>		
<u>Estate Rentals</u>		
Rent from land	77,32,04,446	70,31,71,141
Rent from buildings,sheds & godowns	11,05,01,782	8,86,06,111
Miscellaneous Income	41,13,82,184	37,80,48,936
Sundry Income	2,43,45,289	2,19,79,259
Total	1,31,94,33,701	1,19,18,05,447

Sd/-
**FINANCIAL ADVISER &
 CHIEF ACCOUNTS OFFICER**

SUB - SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2024

EXPENDITURE

	2023-24	2022-23
	₹	₹
<u>SUB-SCHEDULE - H</u>		
<u>Cargo handling & Storage</u>		
Handling & Storage of general cargo at sheds & wharves	30,70,93,484	32,22,55,045
Handling & Storage of containers	17,92,590	13,18,189
Operation & maintenance of crane	1,07,94,906	1,42,27,183
Handling of Petroleum, Oil & Lubricants	7,89,49,268	7,84,19,321
Expenditure on general facilities at wharves & boundaries	31,90,149	30,51,262
Administration and General expenses	7,76,52,168	7,62,23,993
New Minor works	-	20,254
Total	47,94,72,565	49,55,15,247
<u>SUB-SCHEDULE - I</u>		
<u>Port & Dock facilities including Pilotage</u>		
Towing, Berthing and Mooring	19,70,30,947	25,79,96,209
Pilotage	7,73,51,113	7,03,11,779
Water supply to shipping	26,07,363	3,61,228
Fire fighting	9,64,91,477	10,26,64,602
Dredging and Marine survey	1,33,89,92,555	1,46,56,16,023
Harbour Patrolling	96,59,009	90,68,179
Operation & Mtnc. of Navigational aids	3,84,34,447	3,28,38,008
Administration and general expenses	44,03,55,718	44,64,56,872
New Minor works	4,203	4,217
Total	2,20,09,26,832	2,38,53,17,117
<u>SUB-SCHEDULE - J</u>		
<u>Railway workings</u>		
Maintenance of station, other Buildings and structures	-	-

Sd/-
**FINANCIAL ADVISER &
CHIEF ACCOUNTS OFFICER**

SUB - SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2024

EXPENDITURE

	2023-24	2022-23
	₹	₹
<u>SUB-SCHEDULE - K</u>		
<u>Rentable land and buildings</u>		
Estate maintenance	15,19,90,915	12,28,63,565
Administration & General expenses	8,37,47,606	9,28,68,774
Total	23,57,38,521	21,57,32,339
<u>SUB-SCHEDULE - L</u>		
<u>Management & General Administration</u>		
Management & Secretariat expenses	32,58,14,494	31,24,21,660
Medical expenses	12,57,53,707	12,17,33,551
Stores keeping	2,29,40,075	2,28,11,328
Accounting and Auditing	30,66,87,323	24,72,02,647
Head office building & telephones	69,93,665	67,12,413
Engineering & workshop administration	13,45,78,110	13,79,16,512
Overhead and sundry expenses	31,93,19,790	30,90,81,995
Total	1,24,20,87,164	1,15,78,80,106

Sd/-
**FINANCIAL ADVISER &
CHIEF ACCOUNTS OFFICER**

GL CODE	Description	2023-24	2022-23
		₹	₹
	<u>SUB-SCHEDULE - M</u>		
	<u>Finance & Miscellaneous Income</u>		
540000	Sundry Receipts	13,45,78,412	17,93,36,503
540001	Profit/Loss on disposal of Capital Assets	39,87,107	18,57,78,461
540005	Interest Income	22,09,95,826	11,77,66,190
540006	Sale of Unserviceable Stores	1,02,89,323	26,44,867
540007	Hire of Motor Lorry & Sundry Plants	34,199	1,00,777
540008	Charges for Project Management Services	9,19,91,064	12,48,73,237
540009	Items Relating to Previous Year	1,44,99,564	87,06,560
540010	Medical Scheme for Pensioners	54,629	24,412
540011	Medical Treatment to Non-Entitled Persons	1,66,208	11,10,244
540012	Premium for lease of land	14,58,868	1,63,08,915
	Total	47,80,55,200	63,66,50,166
	<u>SUB-SCHEDULE - N</u>		
	<u>Finance & Miscellaneous Expenditure</u>		
670002	Bank Charges	3,68,606	7,94,415
670006	Contribution to Employees Welfare Fund	5,00,000	-
670007	Contribution to Family Security Fund	7,01,518	6,11,280
670008	Contribution to Pension Fund Trust including Pension Payments	4,66,85,80,864	3,50,17,89,482
670009	Items Relating to Previous Years	9,79,929	3,45,97,918
670010	Contribution to CPTE HBA FBF	12,150	13,888
670012	Contribution to CPE New Pension Scheme	2,22,12,612	1,77,02,889
670014	Contribution to Gratuity Fund Trust including Gratuity Payments	59,82,25,991	39,88,18,239
670023	Interest on Electricity Deposit	37,99,493	21,87,018
670026	Interest on other source loans	-	3,88,896
670027	Expense on Feasibility and R&D Studies	4,86,920	-
670031	Corporate Social Responsibility scheme	17,49,821	26,70,182
	Total	5,29,76,17,904	3,95,95,74,207

Sd/-
**FINANCIAL ADVISER &
CHIEF ACCOUNTS OFFICER**

ADDITIONAL SCHEDULE TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2024

OPERATING EXPENDITURE

GL CODE	Description	2023-24	2022-23
		₹	₹
	<u>SALARIES & WAGES:</u>		
600000	Salaries & Wages (General)	22,04,00,834	25,43,09,218
600002	PLR	1,21,14,000	1,54,81,368
600003	Overtime	2,18,39,987	1,33,30,597
600004	Incentive	19,74,428	21,64,702
600005	Honararium	12,89,424	9,06,531
600006	Leave Encashment	14,24,60,597	10,10,08,186
600007	Salaries & Wages (Operational)	60,03,28,435	67,11,47,521
600008	Salaries & Wages (R&M)	29,75,77,609	34,28,82,757
600010	Leave Travel Concession	8,00,228	1,92,296
600011	Staff Amenities & Welfare Measures	15,400	22,080
600012	Employers ESI contribution	3,92,111	5,67,701
600013	Employers EPF contribution	32,10,963	34,32,508
600014	Wage Revision	18,41,96,000	-
640000	Salaries (Port Security)	39,82,975	34,44,981
650000	Salaries & Wages-Medical	8,11,46,985	9,19,71,152
	TOTAL (A)	1,57,17,29,976	1,50,08,61,598
	<u>STORES</u>		
610000	Stores-General	6,70,849	5,43,328
610001	Stores-Uniform	7,52,544	3,56,939
610002	Stores-Operational	1,21,55,974	1,40,78,130
610003	Stores-Fuel	25,12,71,192	27,54,93,353
610004	Stores -R&M	1,34,72,706	1,58,20,812
	TOTAL (B)	27,83,23,265	30,62,92,562
	<u>OFFICE & ADMINISTRATIVE EXPENSES</u>		
620000	Consumption Stores-Stationery	2,31,759	94,166
620001	Books & Periodicals	2,338	7,350
620002	Travelling Expense	43,11,994	36,83,266
620004	Courier charges	1,11,838	1,22,776
620005	Licence fees & Royalty	29,14,062	29,93,067
620006	Equipment & Furniture	12,17,383	1,24,189

GL CODE	Description	2023-24	2022-23
		₹	₹
620010	Miscellaneous Expenses	1,04,68,168	63,65,953
620011	New Minor Works	5,44,954	5,17,913
620013	Entertainment	47,07,732	2,91,430
620014	Training Programme	11,03,596	6,21,233
620015	Sports & Games	6,23,043	7,00,000
620016	Legal Charges	54,56,953	67,62,058
620017	Printing Charges	9,13,052	3,03,477
620018	Office Machine hire & service charges	5,636	18,261
620019	Publicity & Advertisement	13,27,148	15,04,745
620020	Audit & Accounting	91,98,526	74,94,219
620021	Rent, Rates & Taxes	48,85,325	32,57,190
620022	Telephones	11,95,686	14,21,237
620023	Subscription	1,84,254	1,74,643
620024	Donations & Contribution	2,00,000	-
620025	IPA Share Contribution	2,18,57,438	84,78,201
620026	Marketing expense	9,93,513	5,40,789
	TOTAL (C)	7,24,54,398	4,54,76,163
	<u>OPERATION & MAINTENANCE EXPENSES</u>		
630000	R&M arranged through Contract-Roads	51,54,034	68,70,525
630001	R&M arranged through Contract-Buildings	62,55,487	59,26,266
630002	R&M arranged through Contract-Plant & Equipments	49,73,791	34,78,283
630004	Dry Docking of Floating Crafts	2,23,96,811	19,18,31,605
630005	Special R&M arranged through Contract-Roads	64,78,990	2,35,038
630006	Special R&M arranged through Contract-Buildings	98,99,609	59,20,200
630007	Special R&M arranged thru Contract-Plant & Equipments	91,98,170	1,52,24,472
630008	Hire of Vehicles & Transport Charges	1,52,80,428	1,30,34,105
630009	Water Charges	4,86,11,220	4,03,11,597
630012	Electricity Charges	28,66,69,080	26,02,88,525
630013	Hire of Boats, Tugs & Launches	22,27,27,709	21,70,00,474
630015	Maintenance Dredging	1,22,27,55,406	1,26,08,63,798
630016	Sundry Expense	3,32,16,697	2,95,97,861
630017	Insurance	55,87,669	63,09,319
630018	Self Consumption-Electricity	1,69,22,267	1,54,33,175
	TOTAL (D)	1,91,61,27,368	2,07,23,25,243

GL CODE	Description	2023-24	2022-23
		₹	₹
	<u>SECURITY EXPENSES</u>		
640001	Hire of Boats for Patrolling	38,38,572	33,02,847
640002	I S P S	1,00,000	3,12,500
640004	CISF-Deployment Charges	10,81,45,701	11,41,60,559
640005	SEZ - Cost Recovery	19,90,445	10,96,838
640006	Private Security Charges	87,01,785	77,03,516
	TOTAL (E)	12,27,76,503	12,65,76,260
	<u>MEDICAL EXPENSES</u>		
650001	Stipend, Fees & Honorarium to Specialists	21,16,547	26,31,742
650002	Stores-Medical	2,03,97,136	1,78,62,270
650003	Provisions-Medical	1,52,403	1,31,791
650004	Hospital Equipment	1,03,454	7,57,274
650005	Medical Expenses	18,70,011	11,86,120
650006	Charges paid to Outside Hospitals	45,65,900	51,61,349
650007	Med Treat.-Pensioner	99,748	80,644
	TOTAL (F)	2,93,05,199	2,78,11,190
	<u>DEPRECIATION</u>		
	Depreciation for the year	16,66,65,138	17,07,02,001
670021	Prior Period Depreciation	8,43,234	43,99,794
	TOTAL (G)	16,75,08,372	17,51,01,795
	GRAND TOTAL (A) TO (G)	4,15,82,25,082	4,25,44,44,811

Sd/-
**FINANCIAL ADVISER &
CHIEF ACCOUNTS OFFICER**

COCHIN FISHERIES HARBOUR
BALANCE SHEET AS ON 31ST MARCH 2024

(Amount in ₹)

PARTICULARS		2023-24		2022-23	
A	<u>SOURCES OF FUNDS</u>				
	Grant in aid received from GOI	19,10,32,261		19,10,32,261	
	Less : Grant utilised	18,98,45,895	11,86,366	18,98,45,895	11,86,366
	TOTAL		11,86,366		11,86,366
B	<u>APPLICATION OF FUNDS</u>				
	Fixed Assets				
	Gross Block	18,98,55,188		18,98,56,828	
	Work in Progress	0		0	
		18,98,55,188		18,98,56,828	
	Less : Grant received	18,98,45,895	9,293	18,98,45,895	10,933
	Current Assets, Loans and Advances				
	a. Current Assets:				
	(i) Interest accrued on investments	11,97,465		8,90,877	
	(ii) Sundry Debtors	1,56,99,985		1,44,99,007	
	(iii) Cash & Bank Balances	4,61,22,398		4,79,70,574	
	b. Loans & Advances	3,53,588		3,53,588	
	Total	6,33,73,437		6,37,14,046	
	Less:Current Liabilities & Provisions	9,38,18,404		9,24,68,443	
	NET CURRENT ASSETS		-3,04,44,967		-2,87,54,397
	Profit & Loss Account (Accumulated Deficit)		3,16,22,039		2,99,29,830
	TOTAL		11,86,366		11,86,366

Sd/-
**FINANCIAL ADVISER &
CHIEF ACCOUNTS OFFICER**

SCHEDULE - IX

COCHIN FISHERIES HARBOUR
INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2024

(Amount in ₹)

Expenditure	Amount 2023-24	Amount 2022-23	Income	Amount 2023-24	Amount 2022-23
Salary & Other Benefits	1,98,00,835	2,01,31,696	Toll Collection	76,61,968	97,31,214
Electricity Charges	21,54,674	21,20,115	Electricity Charges	20,13,723	17,76,919
Security Charges	50,20,395	37,90,101	Fish out - handling Charges	44,38,800	34,68,669
Water Charges	19,60,316	16,02,086	Lease Rent on Land	74,44,402	70,08,161
Repairs & Maintenance	29,47,464	13,27,211	Building and Ground Rent	41,14,624	45,61,108
Professional Charges	5,04,000	5,73,538	Misc. Receipts	13,20,523	27,20,413
Printing and Stationary	58,994	34,857	Lease of Slipway	21,74,298	21,31,665
Sundry Expenses	1,08,891	82,104	Water Charges	7,31,511	7,21,083
Travelling Expenses	39,895	67,624	Licensing and License Fee	8,50,570	10,67,789
Telephone Charges	17,985	22,575	Fish Landing Charges	50,305	6,55,696
Advertisement Expenses	-	1,33,580	Bank Interest	22,30,446	17,14,141
Depreciation	1,640	1,929	Enrolment of Fishing Crafts	80,509	77,712
Provision for Retirement Benefits	21,78,092	22,14,487	Net Deficit	16,92,209	-
Bank Charges	10,706	-			
Net Surplus	-	35,32,668			
	3,48,03,888	3,56,34,570		3,48,03,888	3,56,34,570

Sd/-
**FINANCIAL ADVISER &
CHIEF ACCOUNTS OFFICER**

COCHIN FISHERIES HARBOUR
RECEIPTS & PAYMENTS ACCOUNT FOR THE YEAR ENDED 31.03.2024

(Amount in ₹)

Receipts	Amount 2023-24	Amount 2022-23	Payments	Amount 2023-24	Amount 2022-23
Opening Cash in Hand	1,23,528	10,000	Salary & PLR	2,14,50,912	1,92,23,925
Opening Cash at Bank	4,78,47,046	4,42,08,328	Travelling Expenses	55,854	51,139
Enrolment of Fishing Crafts	80,509	77,712	Printing And Stationary	46,307	35,901
Fish Landing Charges	50,305	6,55,696	Advertisement charges	-	1,03,580
Fish Out - Handling Charges	44,38,800	34,68,669	Repairs & Maintenance	8,31,986	9,25,010
Toll Collection	73,36,558	72,20,157	Refund Of SD / Ground Rent	-	3,31,237
Bank Interest	19,23,858	40,60,016	Telephone Charges	17,985	22,575
GST Collection	22,25,336	52,02,258	Electricity Charges	21,54,674	21,20,115
Other Operating Revenue Receipts	2,04,85,033	1,85,42,433	Water Charges	19,60,316	16,02,086
			Cheque Charges	11,709	7,819
			Sundry Expenses	82,569	86,447
			Professional Charges	5,89,680	5,23,978
			Security Charges	66,21,842	28,86,461
			TDS Liability Paid	2,58,508	1,52,199
			Purchase of Water ATM	-	6,43,083
			Office expenses	93,921	-
			GST Paid	42,12,312	67,59,141
			Closing Cash Balance	1,23,955	1,23,528
			Closing Bank Balance	4,59,98,443	4,78,47,046
	8,45,10,973	8,34,45,270		8,45,10,973	8,34,45,270

Sd/-
**FINANCIAL ADVISER &
CHIEF ACCOUNTS OFFICER**

COCHIN PORT AUTHORITY
SIGNIFICANT ACCOUNTING POLICIES

1. Income and expenditure are accounted based on mercantile system of accounting.
2. While accounting income, the principle of conservatism has been followed.
3. Fixed assets and inventory are accounted on historical cost method.
4. Depreciation is provided in the accounts on straight-line basis, assuming the value of the asset at the end of lifespan as ₹1/-. Life span of the asset is fixed based on the guidelines issued by the Govt. of India from time to time. Depreciation is charged proportionately from the date of capitalization.
5. Long term investments are valued at cost. Current investments are valued at cost or fair value whichever is less.
6. Upfront payment received on lease of land is spread over equally to the period of lease.
7. Premium on lease of land is treated as the income in the year of receipt under Finance and Miscellaneous Income.
8. Prior period items, i.e., income or expense which arise in the current financial year as a result of errors or omissions in the preparation of financial statements or due to revision of bills or claims of one or more prior periods are included under Finance & Miscellaneous Income or Finance & Miscellaneous Expenditure.
9. Income received out of investments from various funds is credited to the respective funds.
10. Contingent liabilities are disclosed in the "Other Notes" to accounts.
11. Grant in Aid received related to specific fixed assets are presented in the Balance Sheet by showing the grant as a deduction from the gross value of the assets concerned in arriving at their book value.
12. Revenue on Cargo and Vessel Related Services are recognized on completion of service. Revenue from estate is recognized on time basis.

13. All new works or additions/alterations to the existing works or all new plant or equipment or craft or replacement of the plant or equipment or craft estimated to cost not more than ₹1 lakh are charged to revenue. Expenditure on assets with an expected life of not exceeding five years are charged to revenue as New Minor Works.

14. Accounting treatment of building taken over from lessee shall be as follows:

CASE I: When Building is taken over from a lessee with or without any cost and subsequently given on rental with or without lease or used for own use, such building will be capitalized in the books of accounts at ₹1 or at applicable agreeable/depreciated cost as on the date of taking over.

CASE II: When Building is taken over from a lessee (the possession of which with Cochin Port is transitory in nature) and is to be given on lease along with land to the new lessee with the cost of the building, then the amount received from new lessee will be given to old lessee after adjusting the dues if any to the Port. In this case Building/Asset will not be capitalized in the books of accounts but the details of taken over building not yet leased out at year end will be disclosed in the Notes on Accounts forming part of annual accounts.

In the situation where the building is transferred at zero value by the old lessee to Port but the new lessee has paid the value of building after auction, such paid value will be treated as the Finance & Miscellaneous income of the Port.

15. Capital profit resulted on sale of fixed assets over and above the original cost will be transferred to Capital Reserve.

COCHIN PORT AUTHORITY
NOTES TO ACCOUNTS FOR THE FINANCIAL YEAR 2023-24

1. Performance of the Port

Cochin Port Authority handled 36.32 MMT of cargo during 2023-24 as against 35.26 MMT during 2022-23. During 2023-24, number of vessels cleared from the Port is 1730 as against 1549 vessels during 2022-23. Port handled 7,54,237 TEUs of containers in 2023-24 as against 6,95,230 TEUs in 2022-23.

2. Grant in Aid:

a) The Grant in Aid received, from various Ministries, are parked as fixed Deposits with Nationalised banks and encashed based on the requirement. The interest received from such investments is credited to the respective Grants.

b) Status of Grants as on 31.03.2024 is as follows:

Particulars	Amount (₹ in Crore)
Balance of Grants as on 01.04.2023	32.55
Less: excess expenditure incurred over grant receivable from Ministry as on 01.04.2023	1.55
Add: Interest earned as on 31.03.2023 repayable to Ministry	4.21
Add: Grant received during the year for various Projects	5.89
Add: Interest earned during 2023-24	2.58
Less Expenditure incurred during 2023-24	11.95
Less: Interest earned as on 31.03.2024 repayable to Ministry regrouped under current liabilities	6.79
Add: Grant receivable from ministry regrouped under Loans and advances	0.94
Balance Grant as on 31.03.2024	25.88

3. Loans availed from Government of India

The final liability of GOI loan as on 31.03.2016 as approved by Cabinet Committee on Economic Affairs (CCEA) is ₹558.53 crore. As committed, Port had been paid the first and second installments of ₹55.85 crore each in March 2019 & March 2020. Further, CCEA approved the proposal of CoPA for

granting Moratorium for repayment of loan for 3 years (2020-21, 2021-22 and 2022-23) which was communicated by the Ministry vide letter No PD-25021/4/2013-COPT(Pt.I) (e 316731) dated 06.07.2022, thereby rescheduling the balance frozen amount of ₹446.83 crore in 8 years commencing from 2023-24. Looking to the huge deficit in pension and gratuity fund, upcoming liability towards wage revision of Class III & IV employees and other financial commitments which are likely to add financial strain on port, a proposal has been submitted to the Ministry for the waiver of balance outstanding GOI loan. Since the waiver proposal is in progress, CoPA has not remitted the instalment falling due in FY 2023-24.

4. Loan from Other Sources:

An amount of ₹ 2.64 crore was outstanding in the books of CoPA towards outstanding ADB/Dutch loan including interest thereon which was availed by the Port in 1990's. During the year 2018, Ministry informed the port that as per the records of the ministry, an amount of ₹ 0.36 crore is outstanding and directed the port to settle it. Accordingly, Port settled the dues with the approval of Board in 2018. Since, the port has settled the dues as per Ministry's record and since there is no further claim from the Ministry, the balance outstanding loan in the books of CoPA was written off with the approval of competent authority during FY 2023-24.

5. Compliance to Accounting Standards:

Consequent to enactment of the Major Port Authorities Act, 2021, accounting standards are applicable to Major Port Authorities. Hence, in order to ensure uniform framework of presentation of accounts and compliance to accounting standards, the Indian Port Association has engaged the Institute of Chartered Accountants of India (ICAI) for preparing a common framework, Contents, Form & Timeline of Placement of Annual Accounts of Major Ports in India which is under progress. Till a uniform guideline on common frame work is being issued with the approval of Ministry in this regard, Port shall continue the existing practice as decided by IPA Governing Body in its meeting held in March 2022.

6. Capital Reserves:

Capital Profit to the tune of ₹ 2.87 crore resulted on sale of Fixed Assets over an above the original cost is transferred to Capital Reserves during the year.

7. Statutory Reserves:

As per Ministry's direction in 1976, two statutory reserves viz. Replacement , Rehabilitation and Modernisation of Capital Assets and Development , Repayment of Loans and Contingencies shall be created by transferring 3% each of the Capital Employed amount to these funds.

During the year 2023-24, CoPA has transferred ₹ 11.46 crore towards these reserves including shortfall in previous years of 2021-22 and 2022-23 as shown below :

Year	Capital Employed (₹ In Cr)	Statutory Reserves to be created @ 3% each (₹ In cr)
2021-22	102.56	6.15
2022-23	41.78	2.51
2023-24	46.48	2.79
Total	190.82	11.45

Sufficient fund is also earmarked for the statutory reserves under Long term investments.

8. Capitalisation:

Assets worth ₹4.24 crore have been capitalized during the year 2023-24 and the Capital Work in Progress as on 31.03.2024 amounts to ₹0.68 crore.

9. Capital Expenditure:

Capital Expenditure during the year 2023-24 is as follows:

Sl. No.	Particulars	Amount (₹ in Crore)
1	Out of Government Budgetary Support (GBS)	0.00
2	Out of Internal & Extra Budgetary Resources (IEBR)	
	a) Internal Resources	3.21
	b) Grant from various Ministries	11.45
	c) Other Agencies	0.04
	Total Capital Expenditure	14.70

10. Provisions:

The expenditure on salaries for the year 2023-24 includes an additional provision of ₹18.42 crore towards wage revision of Class III& IV employees, which is effective from 01.01.2022. To show the wage revision liability clearly, the provision of ₹8.94 crore for the year 2022-23 which was spread over the various heads of S&W as mentioned below has been removed and taken separately under head “ Salaries and Wage-Wage Revision’.

GL Code	Description	As published in AA 2022-23	Wage revision included	As per AA 2023-24
600000	S&W (General)	25,43,09,218	1,24,64,376	24,18,44,842
600007	S&W (Operational)	67,11,47,521	4,78,16,932	62,33,30,589
600008	S&W (R&M)	34,28,82,757	2,32,88,584	31,95,94,173
650000	S&W (Medical)	9,19,71,152	58,32,864	8,61,38,288
	Total		8,94,02,756	

11. Corporate Social Responsibility

As per the CSR Guidelines of Ministry of Shipping, Ports & Waterway, an amount of ₹17,49,821 has been provided for CSR. (3% of profit of ₹5,83,27,371 during 2022-23). The balance available under CSR Scheme as on 31.03.2024 is ₹66,54,775.

12. Tax matters

a) Income Tax

- i) Income Tax Assessments are completed till AY 2022-23.
- ii) During the year 2023-24, Income tax refund (including interest) to the tune of ₹18.17 crore were received for AY 2022-23.
- iii) Rectification petition filed by the Port for AY 2007-08 to consider excess application of income of the earlier Assessment Years as per the Order of Hon’ble ITAT which is pending with Jurisdictional Assessing Officer.
- iv) No provision has been created for current year tax due to unabsorbed depreciation brought forward from previous years.

b) Service Tax

No provision is considered for disputed 11 Nos. Service tax demands which are under appeal proceedings before various Authorities involving a financial implication of ₹16.101 crore on account of non-collection of service tax on services provided viz., Upfront payment of Estate Rentals, Royalty from M/s IGTPPL, Ineligible CENVAT Credit, Legal charges, Liquidated damages, etc.,(Annexure I)

c) GST

GST Department has issued a Show Cause Notices involving a financial implication of ₹11.52 crore regarding Input Tax Credit availed on construction of immovable property. Port has furnished replies to the Department. No further communication is received from the Department.

d) Deferred Tax

In terms of the Accounting Standard on accounting for taxes on Income AS-22, Deferred Tax Asset (net) has not been recognized in the accounts in the absence of virtual/reasonable certainty of future taxable profits.

13. Retirement Benefits:

a) Port has created separate Trusts for Pension and Gratuity funds in 2008 with the approval of the Board in its meeting held on 06.03.2007. The accounts of these Trusts are prepared separately and audited by Chartered Accountant firm.

a) The actuarial valuation of Pension liability of employees on rolls as on 31.03.2024 is ₹698.83 crore as assessed by LIC of India. Similarly, valuation in respect of pensioners as on 31.03.2024 is ₹2160.27 crore. Thus, the total actuarial valuation of pension liability is ₹2,859.10 crore. As against the actuarial valuation of ₹2859.10 crore, the actual fund available in the Pension fund is ₹1083.26 crore thus showing a shortfall of ₹1775.84 crore. The contribution to Pension Fund Trust for the year 2023-24 is ₹466.86 crore which includes pension payment of ₹249.19 crore. As per the Board directions vide resolution No 106 dated 22.08.2015, , the premium on the lease of land amounting to ₹ 0.14 crore is transferred to Pension Fund. The shortfall liability will be made good in future considering the availability of surplus and reserve position.

- b) The Actuarial valuation of gratuity liability of the employees on rolls as on 31.03.2024 is ₹129.75 crore as assessed by LIC of India. The contribution to Gratuity Fund Trust for the year 2023-24 amounts to ₹59.82 crore which includes gratuity payment to the employees retired during 2023-24 amounting to ₹19.17 crore. The shortfall of ₹56.42 crore between the actual fund available of ₹73.33 crore as on 31.03.2024 and the liability as per actuarial valuation will be made good in future subject to availability of surplus and reserves.
- c) Port's contribution to New Pension Scheme is also charged to the Profit and Loss Account. Employees who have joined Port services after 31.12.2003 are covered under the New Contributory Pension Scheme. The said Employee's and Employer's contribution is being remitted to NPS Trust through NSDL under the Registration Code of the Port on monthly basis. As on 31.03.2024, 179 employees are covered under this scheme.

14. Leave Encashment

Actuarial Valuation for leave encashment of employees as on 31.03.2024 carried out through LIC comes to ₹ 38.09 crore. Regarding the provision for EL encashment, necessary action, if any, will be taken by the Port in future in line with the common framework to be received from IPA/Ministry in this regard and subject to financial position of the Port.

15. General Provident Fund

The amounts recovered towards Provident Fund Contribution from the members of General Provident Fund are transferred to Employees General Provident Fund Account. Accordingly, the fund balance, advances granted, final withdrawals, closing bank balances, Interest Accrued but not due and investment of surplus fund thereon disclosed upto 31.03.2024 under relevant heads has been regrouped under Current liabilities as a net off.

16. Deposit works:

The amount received on account of deposit works, advances paid to contractors/suppliers and the investment of balance funds thereon disclosed upto 31.03.2024 under relevant heads has been regrouped under Current liabilities as a net off.

17. Contingent Liabilities:

Contingent liabilities not provided for in the Books of Accounts, owing to uncertainty in nature and which are disputed on account of Arbitration and legal proceeding are as follows;

- a) Arbitration and legal proceedings thereon are given as **Annexure II**.
- b) Status of other legal proceedings are as follows:
 - (i) A suit was filed by M/s. Jakhau Salt Company Pvt. Ltd. for the loss of cargo due to collapse of Mattancherry Wharf for ₹1.47 crore which was decreed against the Port. Port filed an appeal before the Hon'ble High Court of Kerala. RFA 358/12 filed by CoPA before the Hon'ble High Court of Kerala is still pending. The case was last posted on 26.10.2023.
 - (ii) Cases pending with the Supreme Court of India against various Customers, in connection with the Judgement of Hon'ble High Court of Kerala towards refund of excess ground rent collected beyond 75 days (approximately ₹1.58 crore).

The Hon'ble Supreme Court of India has, in its judgment dated 05.08.2020 on Civil Appeal No.2525 of 2018, ordered the Appellant (Cochin Port) to re-compute the liability of the Steamer Agents, and return the balance amount to the parties concerned within two months from the date of receipt of the copy of the impugned judgment.

Accordingly, Cochin Port has in compliance of the order, vide letter No. A6/SLPs/2012/2017/T dated 19.07.2021, requested all the parties to submit documents evidencing the payment made in this regard along with details of containers. Total refunds made so far amounts to ₹42,90,373/-. No other parties to this case have contacted for payment so far.

- (iii) In connection with Land Acquisition cases related to the Project 'Providing Direct Road Connectivity to the SEZ area at Puthuvypeen, Cochin Port advanced an amount of ₹1.07 crore as deposit in Sub Court, Kochi towards 50% of the Decree Debt for the conditional stay in the execution petition moved by the evictees/claimants. The remittance

of the remaining amount is subject to the final verdict. The co-developers in Puthuvypeen SEZ viz. PLL, BPCL-KR & IOCL were requested to reimburse their share towards the 50% amount advanced by Cochin Port and all the three co-developers have reimbursed their share of ₹26.97 lakhs each.

12 Land Acquisition Appeals (LAA 706/2013 & 11 Ors) filed by State of Kerala challenging the judgment in LARs by Sub-Court, Kochi, was dismissed by the High Court vide judgment dated 05.10.2023. The scope of filing appeal against the judgment is being analysed by Legal Advisor.

- (iv) Cochin Port had given work order for “Supply, erection, testing and commissioning of 3 nos. 20 meters High Mast lighting system at the Cochin Fisheries Harbour” to M/s. Ambligola Exporters, Bangalore at a total contract value of ₹16,77,000/- on 02.07.2012 with a completion period of 3 months. But there was a delay of five months in completing the work by the contractor. An amount of ₹5,02,278/- was deducted towards LD, reinstating charges of the cable trenches and filling the foundation pit using JCB. M/s. Ambligola Exporters, filed a case before the Hon’ble Munsiff Court, Kochi against Cochin Port and the judgment of the Court went in favour of the Plaintiff M/s. Ambligola Exporters, directing Cochin Port to pay ₹5,16,708/- to M/s. Ambligola Exporters with interest @6% per annum. An appeal was filed before the Hon’ble District Court against the judgment passed by the Hon’ble Munsiff Court on 15.03.2019.

The same was dismissed by Hon’ble District Court, Ernakulam, on 15.2.2024.

- (v) As per the award dated 20.06.2020 issued by the Conciliator, in connection with the work of dredging for maintenance of channel and basins of Cochin Port for the year 2017-18, Cochin Port may retain 10% as well as the security deposit and to release 15% of the bill amount to DCI as against the withheld amount of 25%. Accordingly, with the approval of the Board [Reso. No.50 (Agenda Item No. B2) dated 28.08.2020] and after obtaining DCI’s undertaking that the release of ₹11.95 crore plus GST (total amount ₹14.09crore) is full and final settlement of the subject contract, the payment of ₹11.95 crore has been released.

However, subsequently, DCIL vide letter dated 22.01.2021 and 23.10.2021 claimed to release the SD amount of ₹5.59 crore withheld. Cochin Port has not agreed to DCIL's request and informed vide letter dated 25.11.2021 based on the advice of LA.

In this regard, DCI vide letter dated 04/05/2022, intimated that they are invoking Arbitration Proceedings and requested CoPA to propose its name for appointment of Arbitrator in the subject matter. In reply, CoPA vide letter dated 14/06/2022 informed that there is no scope to open the case or reconsider and as such CoPA is unable to accede to their claim for refunding the security deposit of ₹5.59 crore and also to appoint any Arbitrator in this regard.

- (vi) Construction of Link road (NH 47-A) was executed by CoPA as deposit work of National Highway for which reclamation of earth work was carried out by M/s Dredging Corporation of India . Additional claim of DCI amounting to ₹ 3.89 crore was disputed by the port for which DCI went for arbitration and won the case in January 2008. As per the award, DCI is eligible for interest @ 15% p.a. from 01.07.1993 till the date of payment or 15.05.2008 whichever is earlier, otherwise charging of interest @ 18% p.a. till the date of payment. The port claimed the arbitration award amount from MoRTH and on receipt of the same from MoRTH, it was paid to DCI on 26.08.2016. However, MoRTH did not release the interest component. DCI is claiming interest from the port. Port has taken the stand that the outstanding amount could be paid only if the amount is released by MoRTH. Hence, the matter is being persuaded with the MoRTH and MoPSW.

Now, DCI vide letter dated 15.04.2024 has claimed revised interest of ₹ 17.37 crore as per Vivad se Viswas-II Scheme issued vide OM No F1/7/2022-PPD dated 29.05.2023 of Dept of Expenditure , Ministry of Finance . CoPA is in the process of taking up the same with MoRTH under intimation to MoPSW.

- (vii) Cases relating to Service-related matters of the employees are pending before various forum of the Court of Law, challenging appointments, promotion, seniority, MACP, regularization etc.

c) Other Disclosures:

i) Joint Venture with IWAI for RO-RO Operation

RO-RO Terminal has become operational from 25.02.2011. As per the MOU entered between IWAI and Cochin Port on 08.10.2009, the management and operation of RO-RO Terminals at Bolgatty Island and Willingdon Island will be carried out jointly by the port and IWAI by forming a Joint Management Committee (JMC) comprising of representatives of both the parties. As per the MOU, Port shall arrange for collection of terminal charges from the contractor and will prepare Annual Accounts of all transactions relating to the use of the terminals. The administrative expenditure shall be met out from the revenue earned and the net surplus generated will be shared in the ratio of 70% to IWAI and 30% to Cochin Port. A separate Bank Account in the name of JMC was opened to remit the amount received against terminal usage charges from the contractor.

Due to failure in complying with the tender conditions, the Port directed the party, M/s. Lots Shipping to stop the operation with effect from June 2017. Subsequently the party has invoked arbitration against the Port. As per the arbitration award dated 26.09.2019 issued in favour of M/s Lots Shipping Ltd. in connection an amount of ₹57,99,411/- was payable by the Port along with 9% interest from the date of the award till realization which was settled with onetime payment of ₹39,79,984/- on 12.04.2023 as per settlement Agreement signed on 16.02.2023.

ii) Outstanding dues from pre-1996 lessees.

With respect to Pre - 1996 lessees, port had charged revised lease rent based on TAMP notified rates 2010 in the year 2014. However, lessees filed litigation in the Hon'ble High Court of Kerala through Cochin Port Lease Holders Association and Interim Order was issued on 25.02.2015 to maintain status -quo in the matter. Meanwhile, estate rentals were once again revised vide TAMP Notification No. 304 dated 22.07.2016 and came into effect from 21.08.2016. Based on legal opinion obtained by the port, bills at TAMP notified rate was raised with effect from 21.08.2016 in respect of all lessees including pre-1996 lessees. However, Cochin Port Leaseholders Association along with 2 other petitioners (pre-1996 lessees)

filed a petition vide WP(C) No. 12138/2017 (N) in the Hon'ble High Court of Kerala. Vide order dated 06.04.2017 and on interim stay for recovery of enhanced amounts was granted. Subsequently, Hon'ble High Court has vide Judgement dated 04.09.2019 dismissed the WP No.5974/2015 & 29/2015 in favour of Cochin Port. Accordingly, Cochin Port raised arrears bills for the differential amount in the lease rent as per TAMP 2010 i.e. from 01.10.2014 to 20.08.2016 on Feb 2020. Total arrears as on 31.03.2024 under litigation amounts to ₹1.54 crore, out of which, ₹0.66 crore pertains to the judgment referred.

iii) License fees on jetties

The Port collects license fees from boat Jetties and piers based on the CoPT (Licensing of Jetties, Slipways and Boat Pens) regulations, 1968 and its amendments in 1996. License fees initially was ₹1,297/- per Jetty per annum which was enhanced to ₹1,00,000 per Jetty per annum for those who rent out their jetties for tying up Valloms/boats belonging to others, the amendments were published in the official Gazette on 13.05.2014 and the same was communicated to Jetty owners on 16.06.2014. Jetty owners filed Writ petition in the Hon'ble High Court of Kerala and interim Order was passed that if the petitioners pay 1/4th of the demand, no action shall be initiated against the petitioners Out of 287 jetties in use, only 65 owners have paid license fee. Balance is pending on account of litigation. Subsequently Port had reduced the rates and introduced a slab rate ranging between ₹2,000 to ₹1,00,000 depending on description of jetty. These rates have been factored in the general revision in SoR of Port by TAMP in the year 2016 which came into existence on 21.08.2016.

TAMP vide its Notification (22.10.2019) revised SOR for Jetties and notified the license fees at the rates fixed by Cochin Port's Board in 2016. Cochin Port Trust (Licensing of Jetties, Piers and slipways) Regulation, 2021 where in it was stipulated that jetty license fee would be as per SoR as prescribed by Section 48 and 49 of the MPT Act. The Legal cell of Cochin Port opined that since the WPs challenged the demand notices on the ground that the SOR was not approved by TAMP, fresh demand notice in accordance with Law can be always made. The status of the recovery of Jetty License fees is pending due to ongoing numerous litigations filed by the Jetty owners.

Since the matter is subjudice, the License Fee receivable is not accounted as income in books of accounts.

iv) Electricity bills of NTB & STB

The Port HT Electricity connection to North and South Tanker Berths was billed under HTII (Non-Industrial - Non-Commercial) Tariff. Consequent on revision of tariff, KSEB reclassified the tariff from HT II to HT IV (Commercial) w.e.f., 15.05.1999 and KSEB issued revised bill for the period from May 1999- July 2010 and raised demand of arrears. Cochin Port Authority filed a petition before Consumer Grievance Redressal Forum (CGRF) of KSEBL against the demand of arrears and requested to retain the tariff as HT-II. However, the CGRF upheld the decision of KSEBL. Aggrieved on this, Cochin Port preferred an appeal before Hon'ble Electricity Ombudsman and the Ombudsman finally given order that the tariff of Cochin Port at NTB & STB to be retained under HT-II only. The KSEB filed a writ petition against the order of Ombudsman before Hon'ble High court of Kerala. The decision is yet to receive from Hon'ble High court of Kerala. The port is presently paying bill under HT-II tariff. The differential amount towards disputes is ₹1.44 crore as on 31.03.2024.

- (v) Port had filed a civil suit on 28.03.2014 against M/s. Tebma Shipyards Ltd., (TSL), before the Hon'ble Sub Court at Kochi to recover an amount of ₹1.05 crore with interest at the rate of 15%, which was incurred by Cochin Port to rectify the manufacturing defects noticed on the Tugs supplied by M/s. Tebma Shipyards Ltd. In this connection, TSL has submitted an affidavit dated 06.02.2015 before Hon'ble Sub Court, Kochi praying to direct the Cochin Port to refer the dispute for arbitration as stipulated in terms of Clause 45.0 of Agreement Dated 05.10.2006. The Court had directed to refer the matter for arbitration and both the parties have appointed arbitrators. However, the Arbitrator nominated by TSL, informed M/s. Tebma Shipyards that he is not in a position to act as Arbitrator in the above dispute. In the meantime, M/s. Cochin Shipyard Limited (CSL) has taken over Tebma Shipyards as their wholly owned subsidiary. The claim of Cochin Port was not part of resolution plan.

In the resolution plan of NCLT, there is no amount allocated for contingent liabilities for pending litigations. Hence even if any claim is raised by any

party under litigation, no amounts could have been received. Further, consequent to IBC proceedings, all claims which are not part of resolution plan shall also stand extinguished. Hence CoPA cannot recover any amount from CSL in view of order of NCLT.

- (vi) In the case of estate rentals, billing has not been made in those cases for which port has issued resumption notice and eviction is under process. There are 12 lease cases for which billing has been stopped due to the initiation of Public Property Act/resumption notice issued/litigation.

The License Fee / Lease rental income receivable which are disputed due to court cases being sub-judice are not accounted as income in books of accounts.

- (vii) Details of Building taken over from lessees , not handed over as on 31.03.2024

Taken over from	Date of Taking Over	Building Cost
M/s Lobo Brothers	31.01.2024	Valuation in progress
M/s Pierce Lesslie	24.11.2023	Valuation in progress

- d) Figures of Balance Sheet, P & L Account & Schedules have been regrouped wherever necessary consequent on changes in the items during the year.
- e) A separate set of accounts of Cochin Fisheries Harbour is annexed at Schedule IX to the accounts.

Sd/-
**FINANCIAL ADVISER &
CHIEF ACCOUNTS OFFICER**

SERVICE TAX MATTERS PENDING BEFORE VARIOUS AUTHORITIES

Sl. No.	SCN No. & Date	Brief of the Case	Demand (₹ in Cr)	Present Status
1	82/2015/ST dated 17.04.2015	Service tax demand on IGTPPL Royalty for FY 2013-14	6.63	Appeal filed before the Hon`ble CESTAT, Bangalore on 6.4.2016 against order in original COC –EXCUS -000 –COM- 050/2015-16 dated 28.12.2015 is pending
2	287/2015/ST dated 09.10.2015	Service tax demand on Cenvat on Common service Utilized during FY 2010-11 to 2011-12	2.37	Appeal filed before Hon`ble CESTAT, Bangalore in Jan 2019 against Order in Original No CoC-EXCUS-000-COM-30/2018 dated 01.11.2018 by remitting reduced penalty of ₹ 28,00,093.
3	146/2011 Dt.10.10.2011	Service Tax on Estate Rentals on Upfront Premium for the period 01.04.2010 to 30.09.2010	2.48	Appeal filed before Hon`ble CESTAT, Bangalore on 09-07-2013 against Order in original No 26/2013/ST dated 23.01.2013 .
4	47/2012/ST Dt.04.04.2012	Service tax of Estate Rentals for the period 01.01.2010 to 31.03.2011	0.61	Appeal filed before Hon`ble CESTAT on 10-07-2013 against order in original 26-27/2013/ST dt. 23.01.2013 .
5	65/2012/ST Dt.17.04.2012 -Appeal No.21335/2016	Various Services Ambuja Cement for FY 2010-11	1.14	Appeal filed before Hon`ble CESTAT on 31.08.2016 against Order-in-Original NO.90/2015-16 Dated 01-03-2016 (Denovo).
6	29/2009/ST DT.02-03- 2009	Way Leave Charges from Oct 2007 to Sep 2008	0.06	Appeal filed by Port before Hon`ble CESTAT against order in original No.640/2014/ST Dated 27-11-2014.
7	53/2014/ST 08.10.2014	ST on Legal charges for the period July 2012 to March 2013	0.001	Appeal filed at Hon`ble CESTAT Bangalore on 11.12.2017 against Order in original APP-209-2017 dated 28.09.2017
8	105/2018-ST Dated 17- 04-2018	ST on Minor Port Survey Organization from FY 2012-13 to 2016-17	0.31	Appeal filed before the Commissioner of Appeals on 21.06.2021 against Order in original 31/2020-21/ST dated 23.03.2021.
9	104/2018/ST/JC dated 30.07.2018	ST on Liquidated Damages from FY 2012-13 to FY 2016-17	1.32	Appeal filed before the Commissioner of Appeals on 18.03.2021 against Order in original No.08/2021-ST (JC) dated 18.01.2021.
10	58/2009 DT 23.04.2008	Service tax demand on availing of Cenvat credit with respect to Dredging for reclamation of land and consultancy services	1.14	Appeal filed before the Commissioner (Appeals) on 07.08.2023 against Order in Original 04/2023-24-ST (ADC) dated 02.06.2023
11	02/2022-ST dt 06.04.2022	Service tax demand under Reverse Charge Mechanism on License fee of RADAR, factory license fees etc.	0.04	Appeal filed before the Commissioner (Appeals) on 12.10.2023 against the Order in original 15/2023/ST dated 30.06.2023
		Total	16.101	

Arbitration and Legal proceedings

Sl. No	Party Name	Case Ref No. (OP/WP No. etc)	Brief of the case	Amount Involved	Level of Court	Advocate Name	Last hearing and status of the case
a	M/s India Gateway Terminal Private Limited	OP (Arb) 185/20 (Old No.OP (Arb) 866/17)	Arbitral Tribunal passed award on 12.05.2017 wherein revised date of commencement of License period was awarded in favour of IGTPPL and deployment cost of CISF, Service benefits to deputed employees of Port to be borne by IGTPPL, which is in favour of Port with a direction to sort out the quantum of monies between the parties and disallowed the remaining claims of both IGTPPL and CoPA. Aggrieved by the Orders of Arbitration, CoPA filed petition against this award before District Court, Ernakulam on 16.08.2017.	Claim of IGTPPL - ₹300 crore and counter claim of CoPA - ₹.1070.71 crore	Principal sub Court, EKM (Commercial Court, EKM) (old - District Court, Ernakulam)	Joseph & Kurian	The case has been partially heard and since, the disputes have been referred to the Conciliation and Settlement Committee, requested the Hon'ble Court for keeping abeyance of the proceedings pending outcome of the settlement. OP (Arb) 185/2020 filed by CoPA against the Arbitral Award is still pending before the Hon'ble Commercial Court, Ernakulam. The issue is also being considered by the Conciliation and Settlement Committee. The case was posted on 26.03.2024 and was adjourned to 01.06.2024.
b	M/s. Jaisu Shipping Co. Pvt. Ltd.	OS No 175/2011	Consequent on dismissal of Petition filed by the Port by the Hon'ble District Court vide Order dated 31.01.2020 and as per advise of Legal advisors that there is no scope for further appeal, it was decided to close the case by adjusting the amount payable to the party against the sponsorship fee due from the party under the judgment and decree in O.S No 175/2011 amounting to ₹ 2.98 crore along with interest @ 12% p.a for volvo ocean race, which was awarded in favour of CoPA on 26.09.2013	Claim of M/s Jaisu Shipping Co Pvt Ltd -₹3.51 crore	Dist. Court, Ernakulam	Joseph & Kurian	EP 1/24 filed by CoPA before the Hon'ble Sub Court, Kochi was dismissed on 14.03.2024. The matter may be appealed in the upper court.

Sl. No	Party Name	Case Ref No. (OP/WP No. etc)	Brief of the case	Amount Involved	Level of Court	Advocate Name	Last hearing and status of the case
c	M/s. Jaisu Shipping Co. Pvt. Ltd.	Arbitration	The Bank Guarantee of ₹ 19.25 Crore submitted by M/s. Jaisu Shipping Co. Pvt. Ltd was encashed during 2011-12 as the contract failed to provide the deliverables for which the payments has been withheld by the Port. Arbitration clause invoked by the party.	Claim of M/s Jaisu Shipping Co Pvt Ltd -₹795 crore, counter claim ₹322 crore	Arbitral Tribunal	Joseph & Kurian	As the party defaulted arbitrator's fees for several sittings, proceedings of claim submitted by the party was terminated by the Arbitral Tribunal and only the counter claims of CoPA will be heard. Meanwhile, the presiding arbitrator was deceased on 05.10.2010 and Tribunal not yet re-constituted.
d	M/s. Siemens Ltd., Chennai	OP Arb 51/20 (Previous No.Arb.OP 697/13)	Arbitration invoked by the party against recovery of Liquidated Damages w.r.t., Installation & Commissioning of 110 KV sub-station and connected works. Arbitration award was against the Port and hence the Port appealed against the award before the Hon'ble District Court, Ernakulam.	₹.1.76 Crore	Principal Sub court, EKM.	Joseph & Kurian	OP Arb 51/20 filed by CoPA against M/s. Siemens before the Commercial Court and Hon'ble Sub Court, Ernakulam was dismissed on on 18.10.2023. CoPA has challenged the same by filing CMA (Arb) before the Commercial Appellate Court and Hon'ble District Court, Ernakulam. The said CMA being, CMA (Arb) 6/2024 was adjourned to 13.06.2024.
e	M/s. Tebma Shipyards Ltd	OP Arb 86/20 (Previpus No.O.P.(Arb) 39/14)	Arbitration invoked by the party against recovery of Liquidated damages w.r.t., construction and delivery of 2 Nos of 45 T BP tugs. Award was in favour of Port. Appeal filed by the party before Hon'ble District Court, Ernakulam	₹.8.09 Crore	Principal Sub court, EKM.	Joseph & Kurian	OP Arb 86/20 filed by M/s. Tebma Shiypard Ltd is still pending before the Hon'ble Commercial Court, Ernakulam. The case is posted to 06.06.2024 for objection and hearing on a petition filed by the petitioner for amending the cause title of the Section 34 petition.

Sl. No	Party Name	Case Ref No. (OP/WP No. etc)	Brief of the case	Amount Involved	Level of Court	Advocate Name	Last hearing and status of the case
f	M/s. East India Engineers	Arbitration Appeal 9/22	Arbitration invoked by the M/s. East India Engineers in connection with release of retention money, modified rates for executing road rectification work etc. on the project of 'Providing 200mm Ductile Iron pumping line from UG tanks at Halt area at various locations in Willington Island and Road rectification thereof' and the award is in favor of the Contractor.	₹.74.59 lakhs	High Court of kerala	B S Krishnan Associates	The Arbitrator passed Award on 26.03.2018. CoPA filed AOP 70/20 challenging the award, which was dismissed by the Hon'ble Commercial Court, Ernakulam, on 23.12.2021. CoPA filed Arbitration Appeal 9/22 before the Hon'ble High Court of Kerala challenging the same. The case was posted on 05.05.2024 and was adjourned to 29.05.2024.
g	M/s. RKEC Projects Private Limited,	Arbitration (Arb. Request No.52/2019)	M/s. RKEC Projects Private Limited invoked Arbitration on 27.04.2019 towards refund of Liquidated Damages recovered, hire charges of equipment, additional charges for labour, Bank Guarantee, price escalation, loss of business during the extended period, bonus, additional payment for variations etc., in connection with the project of Construction of MULT at Puthuvypeen amounting to ₹84.76 crore.	₹84.76 crore.	Arbitral Tribunal	Menon & Pai	The Tribunal passed common award on 6.5.2023. The total amount awarded for MULT is ₹ 14,56,00,623.00 with interest @ 9% per annum from the date of award till payment with consolidated costs of ₹. 1,25,00,000.00. IOCL has settled the award amount with RKEC. Hence, direction has been given to the LA to withdraw the AOP filed by CoPA before the Hon'ble Commercial Court, Ernakulam, challenging the said award.

Sl. No	Party Name	Case Ref No. (OP/WP No. etc)	Brief of the case	Amount Involved	Level of Court	Advocate Name	Last hearing and status of the case
h	M/s. RKEC Projects Private Limited,	Arbitration (Arb. Request No.53/2019)	M/s. RKEC Projects Private Limited invoked Arbitration towards refund of Liquidated Damages recovered, hire charges of equipment, additional charges for labour, Bank Guarantee, price escalation, loss of business during the extended period, bonus, additional payment for variations etc., in connection with the project of 'Construction of MULT at Puthuvypeen-Barge Jetty amounting to ₹17.26crore.	₹17.26 crore	Arbitral Tribunal	Menon & Pai	Counter claims filed by Cochin Port amounts to ₹12.57 crore and the Arbitration proceedings are in progress. The Tribunal passed common award on 06.05.2023 as per which a total claim of ₹. 0.88 crore was payable by CoPA to RKEC in connection with construction of Barge berth and CoPA has to refund LD of ₹0.06 crore to the party. CoPA filed AOP before the Hon'ble Commercial Court, Ernakulam, challenging the said award. AOP is still pending.
i	M/s. Marymatha Infrastrute Private Limited	Arbitration	As per the directions of Hon'ble High Court of Kerala, Shri Pius C.Kuriakose, Hon'ble Chief Justice (Retd.) has been appointed as Sole Arbitrator in case filed by M/s. Marymatha Infrastructure Pvt Ltd. In connection with the work of 'Construction of Jetty and Allied Facilities for Govt. of India at Cochin Port.	₹16.92 Crore including interest.	Sole Arbitrator Justice Pius C. Kuriakose	Justice Pius C. Kuriakose	Arbitrator passed Award on 16.08.2023. CoPA filed AOP 2/24 before the Hon'ble Commercial Court, Ernakulam, challenging the said award. AOP was posted on 09.04.2024 and was adjourned to 10.06.2024
j	IGTPL	Arbitration Petition 36242/22	IGTPL has not paid revenue share @33.3% on sale of SEIS Scrips for 2015-16, 2016-17 and 2017-18 for ₹.6.77 Crore, ₹6.40 Crore and ₹8.48 Crore respectively. Port has invoked the Arbitration Clause as per Article 15.3 of the Licence Agreement. The award dated 12.08.2022 passed is in favour of IGTP and ₹50 lakhs have been imposed on CoPA as Costs.		Hon'ble High Court of Bombay	Adv. Anil D'Souza at Mumbai through M/s Joseph & Kuriyan	Port preferred an appeal challenging the Award in the Hon'ble High Court of Bombay. The case not yet posted. Challenging the Arbitral Award, CoPA filed Arbitration Petition 60/23 before the Hon'ble High Court of Bombay. Arbitration Petition was last posted on 16.10.2023.

Sl. No	Party Name	Case Ref No. (OP/WP No. etc)	Brief of the case	Amount Involved	Level of Court	Advocate Name	Last hearing and status of the case
k	National Electric Company	OP (Arb) 46/22	Arbitration invoked by M/s. National Electric Company on recovery of Liquidated damages by CoPA in connection with the work of "Providing 1950 KVA HT supply to M/s.Indian Oil Corporation Limited at MULT premises for supply of their LPG Handling facilities" which was decided in favour of the claimant.	₹ 14.89 lakhs	Principal Sub Court, EKM	Joseph & Kurian	The Arbitrator passed Award dated 03.11.2021 in favour of M/s. National Electric company. Aggrieved by the Award CoPA filed OP (Arb.) 46/22 before the Hon'ble Commercial Court, Ernakulam. AOP 46/22 was posted on 04.04.2024 and was adjourned to 15.06.2024.
l	M/s. Dowins Resources Pvt. Ltd.	Arbitration	Arbitration of disputes between M/s. Dowins Resources Pvt. Ltd. And CoPT with respect to contract for collection of of toll and parking charges from the Toll Booths (Ernakulam/Mattancherry/Ro-Ro) Gates.	Not provided	Sole Arbitrator Retd. Dist. Judge P.Sankarnuni	Retd. Dist. Judge P.Sankarnuni	Last sitting was scheduled on 27.02.2024 for appearance of parties and postponed. Next posting date not declared.
m	M/s.Helsa Electricals Private Limited	Arbitration	Arbitration of disputes between M/s.Helsa Electricals Private Limited and CoPA in connection with the work of "Strengthening of Sub Transmission and Distribution Network in W/Island area under IPDS, GoI".	₹.25 lakh	Sole Arbitrator Retd. Dist. Judge S.Jagadees	Retd. Dist. Judge S.Jagadees	Sole Arbitrator passed the Arbitral Award on 27.3.2024. Tribunal allowed the claimant to realize an amount of ₹.25,88,803/- with interest at the rate of 15% per annum from 20.03.2020 till realization from CoPA. Further claimant is allowed to realize the amount of ₹1,10,000/- along with legal expenses (which is claimed as ₹.4,06,705.00). We are considering on the further action to be taken on the award.



AN ISO 9001:2015 & ISPS COMPLIANT PORT

COCHIN PORT AUTHORITY

Willingdon Island, Cochin-682009

AUDIT REPORT ON ANNUAL ACCOUNTS FOR 2023-24

SEPARATE AUDIT REPORT OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA ON THE ACCOUNTS OF COCHIN PORT AUTHORITY FOR THE YEAR ENDED 31MARCH 2024

We have audited the attached Balance Sheet of Cochin Port Authority (CoPA/Port), Cochin as at 31March 2024 and the Profit and Loss Account for the year ended on that date under Section 19(2) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with Section 44(2) of the Major Port Authorities Act, 2021. These financial statements are the responsibility of the Port's management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. The Separate Audit Report contains the comments of the Comptroller & Auditor General of India (CAG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards and disclosure norms, etc. Audit observations on financial transactions with regard to compliance with the Law, Rules & Regulations (Propriety and Regularity) and efficiency-cum-performance aspects, etc., if any, are reported through Inspection Reports/CAG's Audit Reports separately.

3. We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit includes examining, on a test basis, evidences supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.

4. Based on our audit, we report that:

- i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit, other than the basic records of India Gateway Terminal (P) Limited (IGTPL) in order to certify the total revenue and corresponding share of revenue received by Cochin Port Authority as per Concession Agreement with IGTPL.
- ii. The Balance Sheet and Profit and Loss Account dealt with by this report have been drawn up in the format approved by the CAG under Section 44(1) of the Major Port Authorities Act, 2021.
- iii. In our opinion, proper books of accounts and other relevant records have been maintained by the Cochin Port Authority as required under Section 44(1) of the Major Port Authorities Act, 2021 in so far as it appears from our examination of such books.
- iv. We further report that:

A. BALANCE SHEET

Application of Funds

Current Assets, Loans and Advances

Current Liabilities & Provisions (Sch VIII)

1. Deposits from Merchants, Contractors & Others: ₹129 crore

During the year 2023-24, Port collected ₹5 crore from Petronet LNG Ltd. as maintenance dredging charges, whereas the net amount receivable from the Petronet LNG Ltd. (as at 31.03.2024) was ₹9.54 crore. Instead of accounting ₹9.54 crore under Current Assets, the same was included under 'Deposits for Works – Civil' under 'Deposits from Merchants, Contractors & Others' resulting in netting off the deposits collected for other Civil Works. This resulted in understatement of Current Liability by ₹9.54 crore. Similar accounting was carried out for vendors with debit balances to an extent of ₹1.53 crore (**Annexure A**).

This resulted in understatement of Current Liabilities and Current Assets by ₹11.07 crore.

2. Deposits from Merchants, Contractors & Others: ₹129 crore

The advances given to contractors towards deposit work (₹32.94 crore) and fixed deposits for deposit work (₹193.47 crore) were netted off from 'Deposits from Merchants, Contractors & Others' (Current Liabilities). This resulted in understatement of Deposits from Merchants, Contractors & Others by ₹226.41 crore, Cash & Bank balances by ₹193.47 crore and Loans and Advances by ₹32.94 crore.

3. Current Liabilities – General Provident Fund: ₹29.80 Lakh (Schedule VIII)

Value of GPF related fixed deposits/bank balances and accrued interest was deducted from the General Provident Fund account. This resulted in understatement of General Provident Fund by ₹62.96 crore, Cash and bank balances by ₹60.35 crore and accrued interest by ₹2.61 crore.

4. Current Liabilities & Provisions: ₹598.07 crore (Schedule VIII) Note No. 13 and 14

Trusts were formed to manage the funds for pension and gratuity payment to employees. As per Actuarial Valuation by LIC, liability towards pension, gratuity and leave encashment was ₹2859.10 crore, ₹129.75 crore and ₹38.09 crore, respectively as on 31.03.2024. However, funds available with LIC against the pension, gratuity and leave encashment liability was ₹1083.26 crore, ₹73.33 crore and 'nil' respectively as on 31.03.2024. The liability towards pension, gratuity and leave encashment for the shortfall in funds to an extent of ₹1775.84 crore, ₹56.42 crore and ₹38.09 crore respectively was not created as on 31.03.2024.

This resulted in understatement of the expenses and Current Liability by ₹1870.35 crore. Consequently, profit for the year was overstated to the same extent.

5. Current Liabilities and Provisions (Sch. VIII): ₹585.98 crore

i) Property tax amounting to ₹4.70 lakh is payable by the Port to Kochi Municipal Corporation (KMC). This statutory liability was set off against dues ₹4.68 lakh from KMC to Port and accounted ₹0.02 lakh under Current Liabilities (₹4.70 lakh- ₹4.68 lakh). KMC denied adjustment and reiterated for re assessment of the building to determine the property tax and to accept the cheque for the net amount (₹0.02 lakh). Hence, liability needs to be provided for the entire statutory dues. Non-compliance resulted in understatement of Current Liabilities and Sundry Debtors by ₹4.68 lakh.

ii) Port had taken back leased land of 2.6 acres alongwith structures (13-10-2022) from Indian Maritime University (IMU), Kochi Campus. Revaluation amount payable by Port to IMU was ₹62.70 lakh. Port transferred this land to SI Nathan Charitable Society and received ₹62.70 lakh. Port remitted ₹52.93 lakh to IMU and retained ₹9.77 lakh towards property tax. But the same was not paid to the Kochi Municipal Corporation instead accounted as Current Liability as advance received from SI Nathan Charitable Society, but no provision was created towards property tax payable. Non-compliance resulted in understatement of provision towards property tax and overstatement of the advances from parties by ₹9.77 lakh.

iii) Port had re-possessed land given (2016) on lease to M/s Super Trade Weigh Bridge at 0.076 ha (19.6 cents). Subsequently the same was leased (w.e.f. 01.04.2023) to M/s A2Z Driving School. M/s A2Z Driving School received notice from Cochin Municipal Corporation for payment of property tax (2015 to till March 2023) amounting to ₹1.81 lakh. Since M/s A2Z Driving school had occupied the building from April 2023 they requested Port to pay the building tax. However, Port did not create any provision for property tax payable, which resulted in understatement of the prior period expenses (property tax payable) and provisions by ₹1.81 lakh. Consequently, profit for the year was overstated to the same extent.

B. PROFIT & LOSS ACCOUNT

B.1 Income

1. Port & Dock Charges (Sub Sch-E): ₹450.17 crore

As per Significant Accounting Policy No.12, 'Revenue on Cargo and Vessel Related services are recognized on completion of service.'

During 2023-24, Port accounted ₹17.58 lakh (Port dues-₹5.11 lakh, Pilotage Inward-₹5.46 lakh, Pilotage Outwards-₹5.46 lakh and Berth Hire Charges-₹1.55 lakh) collected from Vessel SSL Godavari as Income (Adjustment Invoice dated 31.03.24) for 2023-24. Whereas final Invoice dated 03.04.24, confirmed that inward pilotage of the vessel commenced on 31.03.24 at 22.40 Hrs and was completed on 01.04.2024 at 00:45 Hrs and outward pilotage was reported as

01.04.24 at 17.50 Hrs.Final invoice (₹23.14 lakh) was issued on 03.04.24 and no reversal was made on 31.03.24 for the Adjustment Form Invoice. This was in deviation to the Significant Accounting Policy *ibid*.

Thus, treating ₹17.58 lakh as current year's income, resulted in overstatement of Port and Dock Charges by ₹17.58 lakh (approx.) with corresponding overstatement of Profit for the year.

2. Port & Dock Charges: ₹450.17 crore (Schedule E)

Estate Rentals: ₹131.94 crore (Schedule G)

Finance and Miscellaneous Income: ₹47.81 crore (Schedule M)

Port had leased land (March 2001) to M/s Vijayalakshmi Cashew Limited for 30 years and dues were paid till 2003 by M/s Vijayalakshmi Cashew Limited. Avatar Petro Chemicals Pvt. Ltd. took over the land and buildings from M/s Vijayalakshmi Cashew from 01.07.2023.

Port received ₹2.03 crore from M/s. Avatar Petro Chemicals Pvt. Ltd. Out of which ₹1.46 crore relates to (i) Minimum Guarantee Turnover (₹1.28 crore) and (ii) Berth Hire charges (₹0.18 crore) pertaining to 2003-04 onwards.

Port accounted ₹2.03 crore as income during 2023-24 (₹1.71 crore (which included ₹1.46 crore) + ₹0.31 crore as GST payable). As ₹1.46 crore pertains to previous years, recognising the same as current year income is incorrect.

This resulted into overstatement of the current year income by ₹1.46 crore and corresponding understatement of the prior period income by the same amount.

3. Finance and Miscellaneous Income (Prior Period Income): ₹47.81 crore (Sub Schedule M)

Significant Accounting Policy - Note No. 1 details that Income has to be accounted on the basis of mercantile system. Note No 12 stipulates that revenue from Lease is recognised on time basis. Note No 17(C)(vi) mentioned that license fee/ lease rental income receivable, which are disputed due to Court cases being sub judice, are not accounted as income in the books of accounts. Port recognises sub lease income in billed cases and in cases where demand notices were issued.

During 2023-24, total sub lease due was ₹5.35 crore. Against which ₹1.58 crore was billed/ accounted and ₹0.94 crore was received. Balance of ₹3.77 crore was demanded from the lessees but not accounted.

Hence, prior period income was understated by ₹3.77 crore with corresponding understatement of the Current Assets.

B.2 Expenditure

1. Port and Dock Facilities: ₹220.09 crore (Sub Schedule I)

Port executed an agreement with IOCL for the operation of Multi User Liquid Terminal (MULT), at Puthuvypeen. As per the agreement only 45 *percent* of the total operation and maintenance expenses of MULT is charged to IOCL and balance 55 *percent* is borne by the Port. But Port charged the entire cost of ₹0.87 crore incurred for the operation maintenance of MULT to IOCL during 2023-24, which was in deviation to the agreement terms. Port did not issue any debit note for the recovery of operation and maintenance charges from IOCL for the year 2023-24 which was also in deviation to agreement terms.

This resulted in understatement of expenditure and overstatement of receivables (Current Assets) from IOCL by ₹0.48 crore. Consequently, profit for the year was overstated to the same extent.

2. Port and Dock Facilities: ₹220.09 crore (Sub Schedule I)

Agreement with IOCL stipulated that prior to commissioning of the Multi User Liquid Terminal (MULT), 100 *per cent* of the dredging charges can be billed to IOCL but after commissioning only 45 *per cent* of the expenses for dredging of MULT can be billed to IOCL. During 2023-24, Port incurred a total expenditure of ₹0.84 crore for dredging at MULT. Out of which, ₹0.58 crore (₹0.27 crore incurred in October 2023 + ₹0.31 crore incurred in March 2024) was incurred after commissioning of MULT. Port issued debit note to IOCL for 100 *per cent* of the dredging incurred after commissioning which amounts to ₹0.27 crore in October 2023. IOCL objected to 100 *per cent* charging of dredging expenses carried out after commissioning.

Hence, debit note was to be reversed by the Port by ₹0.15 crore (55 *per cent* of ₹0.27 crore) and accounted as its expenses. Similarly, Port did not account (i) its share ₹0.17 crore (55 *per cent* of ₹0.31 crore) of dredging cost incurred during March 2024 as its expenses and (ii) as receivable from IOCL (45 *per cent*) ₹0.14 crore.

Hence, non-reversal of 55 *per cent* share of expenses of dredging charged to IOCL and non-accounting of *per cent* share of had resulted into understatement of expenses by ₹0.32 crore (₹0.17 crore + ₹0.15 crore) and overstatement of profit. Consequently Current Assets (Receivables non- government dues less than six months) is overstated (net) by ₹0.01 crore (₹0.15 crore - ₹0.14 crore) and Current Liabilities (provision) is understated by ₹0.31 crore.

3. Management and General Administration: ₹124.21 crore (Sub Schedule L)

Provisions of the Water (Prevention & Control of Pollution) Act, 1974 and the Air (Prevention & Control of Pollution) Act, 1981, mandates "any industry, operation or process or an extension and addition thereto, which is likely to discharge sewerage or trade effluent into the environment or likely to emit any air pollution into the atmosphere will have to obtain the Consent". Further, orders of Hon'ble National Green Tribunal mandated all Major Ports to obtain Authorization of the PCB under the Hazardous and Other Waste Management Rules, 2016 to handle hazardous

waste generated from both normal port operation/activities and all ship generated waste (MARPOL, the International convention for prevention of Marine Pollution for Ships).

Cochin Port Authority had submitted an application for Consent to Operate to Kerala State Pollution Control Board. Kerala State Pollution Control Board demanded ₹1.20 crore from the Port as fees. The Port neither remitted the amount nor made provision for the dues.

Non-provisioning for the statutory fee payable resulted in understatement of expenses and current liabilities and provisions by ₹1.20 crore. Consequently, profit for the year was overstated to the same extent.

C. Significant Accounting Policies and Notes on Accounts

1. Port did not pay the building tax for Port buildings for the year 2023-24 though provision of ₹9.40 lakh was provided for the purpose. But non-payment of the statutory dues was not disclosed in the notes to accounts.

D. GENERAL

1. Non-maintenance of Fixed Asset Register as per GFR

General Financial Rules 2017 prescribed the format in which Fixed Assets Register was to be maintained (GFR form 22 Rule 211 (ii) (a)). The format stipulates that the Asset Register must include details of each asset purchased, date, specification and particulars, Name and address of the suppliers from whom purchased (including bill number and date), Cost of Assets, Location of Assets and any other remarks on the assets.

But the Fixed Asset Register was not updated with unique identification number, date of purchase/capitalisation, present location of the assets, procurement details etc.

Further no action was taken to update the Fixed Asset Register as assured during 2022-23. Hence, Fixed Assets Register maintained was not as per GFR format since 2022-23.

E. GRANT IN AID

Opening balance of Grant in Aid as on 01 April 2023 was ₹32.55 crore. Grant received by the Port during 2023-24 was ₹5.89 crore (Out of which ₹0.66 crore was towards expenditure incurred in previous years). A sum of ₹11.95 crore was expended during the year 2023-24 of which ₹0.05 crore was spent from Port's own funds. Interest accrued during the year 2023-24 amounts to ₹2.58 crore and interest to be repaid to Ministry amounts to ₹6.78 crore as on 31 March 2024 which is disclosed under current liabilities. A sum of ₹25.88 crore remained towards unutilized Grant as on 31st March 2024 (₹32.55 crore + ₹5.89 crore - ₹0.66 crore - ₹11.95 crore + ₹0.05 crore).

Subject to our observations in the preceding paragraphs, we report that the Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of accounts.

- (i) Subject to our observations in the preceding paragraphs, we report that the Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of accounts.
 - (ii) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with the Accounting Policies and Notes on Accounts and subject to the significant matters stated above and other matters mentioned in **Annexure –I** to this Audit Report give a true and fair view in conformity with accounting principles generally accepted in India.
 - a) In so far as it relates to the Balance Sheet, of the state of affairs of the Cochin Port Authority as at 31 March 2023; and
 - b) In so far as it relates to Profit and Loss Account, of the Profit for the year ended on that date.
5. A review of Accounts showing the summarized financial results of the Cochin Port Authority for the last three years is given in **Annexure II**.

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

Sd/-

**(S. Velliangiri)
Principal Director of Commercial Audit**

ANNEXURE I

Sl. No	SUBJECT
1.	Adequacy of Internal Audit No discrepancies were noticed in the Internal Audit.
2.	Adequacy of Internal Control No internal control was observed in billing of revenue in Cochin Port Authority. Audit trail did not exist for the revenue demand/notices issued to various parties in SAP. Hence, non-collection/short collection of revenue or extension of discounts/waiver could not be ascertained.
3.	System of Physical Verification of Fixed Assets & Inventory No discrepancies were noticed in the system of verification of Fixed Assets.
4.	System of Physical verification of Inventory No discrepancies were noticed in the system of verification of Inventories.
5.	Regularity in payment of undisputed statutory dues Port was not regular in payment of undisputed statutory dues.

Sd/-

Deputy Director(Admn)

ANNEXURE II

Review of Accounts of Cochin Port Authority for the year ended 31 March 2024 by the Comptroller & Auditor General of India

Note: This review of accounts has been prepared without taking into account the audit observations/comments contained in the Audit Report of the Comptroller and Auditor General of India

1. Financial Position:

The following table summarises the financial position of the Port Authority at the end of each of the three years ending 31 March 2022, 2023 and 2024.

(₹incrore)

PARTICULARS		2021-22	2022-23	2023-24
A	LIABILITIES	-		
(i)	Capital Reserves	84.84	84.84	87.71
(ii)	Other reserves	55.11	49.93	54.78
(iii)	Borrowings - Capital debts, Loan from Govt.	446.82	446.82	446.82
	Other loans	0.30	0.30	-
(iv)	Current liabilities and Provisions	768.42	588.32	598.07
(v)	Other liabilities	-	-	-
	Total	1355.49	1170.21	1187.38
B	ASSETS			
(i)	Fixed Assets	704.27	716.40	720.13
(ii)	Less: Depreciation	(340.63)	-358.10	-374.46
(iii)	Net fixed assets	363.64	358.30	345.67
(iv)	Capital work in progress	8.03	1.71	0.68
(v)	Investments	0.15	67.90	79.05
(vi)	Current assets, Loans & advances	507.34	271.80	298.88
(vii)	Accumulated deficit	476.33	470.50	463.10
	Total	1355.49	1170.21	1187.38
C	Working Capital ¹	(-)261.08	(-)316.52	(-)299.19
D	Net worth ²	(-)336.38	(-)335.73	(-)320.61
E	Capital employed ³	(+)102.56	(+)41.78	(+)46.48
F	Return on capital employed ⁴ (in %)	(+)8.68	(+)13.95	(+)40.55
1	Working capital represents current assets less Current liabilities including Interest accrued on loans.			
2	Net worth represents Capital reserves and Other reserves and Surplus less Accumulated deficit.			
3	Capital employed represents Net fixed assets and Working capital			
4	Return on Capital employed represents percentage of Net surplus/ deficit (before appropriation) to Capital employed.			

2. Working Results:

The working results of the Port Authority for the three years ending 31 March 2024 are summarized below: -

(₹incrore)

	PARTICLUARS	2021-22	2022-23	2023-24
A	Revenue			
(i)	Operating income	715.80	763.57	916.63
(ii)	Non-operating income	43.32	63.66	47.80
	Total	759.12	827.23	964.43
B	Expenditure			
(i)	Operating Expenditure	367.30	425.44	415.82
(ii)	Non-operating expenditure	382.92	395.96	529.76
	Total	750.22	821.40	945.58
C	Net surplus/deficit before appropriation	(+) 8.90	(+)5.83	18.85
D	<u>Less:</u> Appropriations / <u>add:</u> transfers (net)	0	0	0
E	Surplus/deficit transferred to revenue Reserve	(+) 8.90	(+)5.83	(+)7.40
F	Percentage of net surplus/ deficit to:			
(i)	Operating income	(+) 1.24	(+)0.76	(+)2.06
(ii)	Net fixed assets	(+) 2.45	(+)1.63	(+)5.45
(iii)	Net worth	(-) 2.65	(-)1.74	(-)5.88

3. Ratio Analysis:

Some important ratios on liquidity and solvency of the Port Authority are shown below: -

- ❖ Percentage of Current assets to Current liabilities was 66.02,46.20 and 49.98 during 2021-22, 2022-23 and 2023-24 respectively.
- ❖ Percentage of Quick assets to Current liabilities was 52.32,30.99 and 31.19 during 2021-22, 2022-23 and 2023-24 respectively
- ❖ Percentage of Sundry debtors to Operating income was 7.44, 8.18 and 7.38 during 2021-22, 2022-23 and 2023-24 respectively.
- ❖ Capital debt to Capital reserves & General reserves Ratio was 4.37, 4.37 and 3.83 during 2021-22, 2022-23 and 2023-24 respectively.

Sd/-

Senior Audit Officer/CA-II

ANNEXURE A

Sl. No.	Vendor No.	Name	Amount ₹ in Lakh (debit balances)
1.	103012	IOCL, Puthuypeen	112.35
2.	100071	BPCL	27.24
3.	103895	Penna Cement Ind. Ltd.	6.31
4.	101096	Vendor-Misc. Deposits	5.36
5.	102279	IMU	1.04
		Total	152.60

Sd/-
Senior Audit Officer/CA-II



AN ISO 9001:2015 & ISPS COMPLIANT PORT

COCHIN PORT AUTHORITY

Willingdon Island, Cochin-682009

AUDIT REPORT
WITH
ACTION TAKEN NOTES
FOR 2023-24

Action Taken Notes on the comments on Accounts raised in the Separate Audit Report of Cochin Port Authority for the year ended 31.03.2024

	Audit Query	Reply
A	BALANCE SHEET	
	Application of Funds	
	Current Assets, Loans and Advances	
	Current liabilities & Provisions (Sch VIII)	
1	<p>Deposits from Merchants, Contractors & Others: Rs.129 crore</p> <p>During the year 2023-24, Port collected ₹5 crore from Petronet LNG Ltd. as maintenance dredging charges, whereas the net amount receivable from the Petronet LNG Ltd. (as at 31.03.2024) was ₹9.54 crore. Instead of accounting ₹9.54 crore under Current Assets, the same was included under 'Deposits for Works – Civil' under 'Deposits from Merchants, Contractors & Others' resulting in netting off the deposits collected for other Civil Works. This resulted in understatement of Current Liability by ₹9.54 crore. Similar accounting was carried out for vendors with debit balances to an extent of ₹1.53 crore (Annexure A).</p> <p>This resulted in understatement of Current Liabilities and Current Assets by ₹11.07 crore.</p>	<p>Adverse balances under Sundry Debtors i.e., Customer with credit balances are disclosed under Current Liabilities in the Balance Sheet. Likewise, as suggested by the Audit, the adverse balances under Liabilities i.e., Vendors with debit balances will also be disclosed as Current Assets from FY 2024-25 onwards.</p>

2	<p>Deposits from Merchants, Contractors & Others: Rs.129 crore</p> <p>The advances given to contractors towards deposit work (₹32.94 crore) and fixed deposits for deposit work (₹193.47 crore) were netted off from 'Deposits from Merchants, Contractors & Others'(Current Liabilities).This resulted in understatement of Deposits from Merchants, Contractors & Others by ₹226.41 crore, Cash & Bank balances by ₹193.47 crore and Loans and Advances by ₹32.94 crore</p>	<p>The deposit works represents projects carried out by the Port on behalf of other organisations apart from the normal business activity of the Port on centage basis and the projects are being executed out of the funds deposited by those organisations. Hence, disclosing the 'fixed deposits' and 'advance to contractors' made out of funds meant for deposit works under asset side and showing the total funds received under Current Liabilities as payable will not reflect true and fair view.</p> <p>Hence, in order to reflect a true and fair view of the financial position of the Port, the reclassification of accounts related to Deposit works are carried out and suitably disclosed in the Notes to Accounts vide SL No.16 under "Deposit Works".</p>
3	<p>Current Liabilities – General Provident Fund: ₹29.80 Lakh (Schedule VIII)</p> <p>Value of GPF related fixed deposits/bank balances and accrued interest was deducted from the General Provident Fund account. This resulted in understatement of General Provident Fund by ₹62.96 crore, Cash and bank balances by ₹60.35 crore and accrued interest by ₹2.61 crore.</p>	<p>The surplus contributions of General Provident Fund are being invested with various banks under Fixed Deposits and such investments are not part of Port funds to reflect under "Cash & Bank balances" of the Port, as these funds are related to employees.</p> <p>Hence, in order to reflect a true and fair view of the financial position of the Port, the reclassification of accounts related to General Provident Fund are carried out and suitably disclosed in the Notes to Accounts vide SI No.15 under "General Provident Fund".</p>

4	<p>Current Liabilities & Provisions – ₹ 598.07 crore (Schedule VIII) Notes No. 13 and 14</p> <p>Trusts were formed to manage the funds for pension and gratuity payment to employees. As per Actuarial Valuation by LIC, liability towards pension, gratuity and leave encashment was ₹2859.10 crore, ₹129.75 crore and ₹38.09 crore, respectively as on 31.03.2024. However, funds available with LIC against the pension, gratuity and leave encashment liability was ₹1083.26 crore, ₹73.33 crore and ‘nil’ respectively as on 31.03.2024. The liability towards pension, gratuity and leave encashment for the shortfall in funds to an extent of ₹1775.84 crore, ₹56.42 crore and ₹38.09 crore respectively was not created as on 31.03.2024.</p> <p>This resulted in understatement of the expenses and Current Liability by ₹1870.35 crore. Consequently, profit for the year was overstated to the same extent.</p>	<p>Port is making contribution towards “current service cost” fully and in case of past service cost, based on availability of funds. Accordingly, Port has made a provision of Rs.17.50 crore towards Current Service Cost and Rs.236.51 crore against past service cost during FY 2023-24 and also funded the same.</p> <p>Port could not make full provisions in connection with past service cost on account of retirement benefit liabilities (as per Actuarial valuation) of pension, gratuity and leave encashment due to its financial position, which has cumulated over the years.</p> <p>Further, it is to inform that mere providing the liability may not serve the purpose until funds have been transferred.</p> <p>As stated above, considering the availability of funds, past service liability is being made good to the extent of available profits in addition to contribution against “current service liability”.</p> <p>The above position i.e., actuarial liability, fund availability and shortfall thereon has also been reported in the Notes to Accounts vide SL No.13 & 14.</p>
5	<p>Current Liabilities and Provisions (Sch. VIII) : ₹585.98 Crore</p> <p>i) Property tax amounting to ₹4.70 lakh is payable by the Port to Kochi Municipal Corporation (KMC). This statutory liability was set off against dues ₹4.68 lakh from</p>	<p>i. As informed during the Audit, necessary rectification entry has been passed in FY 2024-25 (SAP Doc No.4401324 dt. 14.08.2024) so as to reflect the property</p>

<p>KMC to Port and accounted ₹0.02 lakh under Current Liabilities (₹4.70 lakh- ₹4.68 lakh). KMC denied adjustment and reiterated for re assessment of the building to determine the property tax and to accept the cheque for the net amount (₹0.02 lakh). Hence, liability needs to be provided for the entire statutory dues. Non-compliance resulted in understatement of Current Liabilities and Sundry Debtors by ₹4.68 lakh.</p> <p>ii) Port had taken back leased land of 2.6 acres along with structures (13-10-2022) from Indian Maritime University (IMU), Kochi Campus. Revaluation amount payable by Port to IMU was ₹62.70 lakh. Port transferred this land to SI Nathan Charitable Society and received ₹62.70 lakh. Port remitted ₹52.93 lakh to IMU and retained ₹9.77 lakh towards property tax. But the same was not paid to the Kochi Municipal Corporation instead accounted as Current Liability as advance received from SI Nathan Charitable Society, but no provision was created towards property tax payable. Non-compliance resulted in understatement of provision towards property tax and overstatement of the advances from parties by ₹9.77 lakh.</p> <p>iii) Port had re-possessed land given (2016) on lease to M/s Super Trade Weigh Bridge at 0.076 ha (19.6 cents). Subsequently the same was leased (w.e.f. 01.04.2023) to M/s A2Z Driving School. M/s A2Z Driving School received notice from Cochin Municipal Corporation for payment of property tax (2015 to till March 2023) amounting to ₹1.81 lakh. Since M/s A2Z Driving school had</p>	<p>tax payable for 2nd half of FY 2022-23 amounting to Rs 4.70 lakh under current liabilities and dues payable by Kochi Municipal Corporation (KMC) amounting to Rs 4.68 lakh under sundry debtors.</p> <p>ii. Rs.9.77 lakhs was withheld from IMU towards the anticipated arrears of property tax for the building constructed by IMU in the leased land. The building has been transferred to M/s Nathan Charitable Trust and they are doing the developmental activities in the leased premises and after completing the work, they will approach the Corporation for Trade License and then only the arrear liability can be ascertained. On getting such a claim from the Corporation, the arrears on property tax for the building will be remitted. In the meantime, as informed in the reply to the Preliminary Draft Separate Audit Report, the above amount of Rs 9.77 lakh has been accounted during FY 2024-25 as property tax payable (SAP Document No.4401325 dated.14.08.2024).</p> <p>iii. The land licensed to M/s Super Trade Weigh Bridge was re-possessed by CoPA though legal proceedings and hence CoPA could not recover the arrears of property tax from the occupant. The property was subsequently leased to the new occupant, viz. M/s A2Z Driving School during the year 2023 through tender and one of the conditions in the tender that</p>
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	<p>occupied the building from April 2023 they requested Port to pay the building tax. However, Port did not create any provision for property tax payable, which resulted in understatement of the prior period expenses (property tax payable) and provisions by ₹1.81 lakh. Consequently, profit for the year was overstated to the same extent.</p>	<p>'the lessee shall be liable to pay the applicable property tax for the building/structures to the Municipal Corporation/Panchayat including arrears, if any, for the past period'.</p> <p>As per the above condition, the lessee is bound to pay the tax of Rs 1.81 lakhs for the pre-period. Hence, as informed in the reply to Preliminary Draft Separate Audit report, necessary provision has been made in the books of accounts during FY 2024-25 as receivable from M/s A2Z Driving School and payable to Municipal Corporation (SAP Doc No.4401327 DT. 14.08.2024).</p>
B	PROFIT & LOSS ACCOUNT	
A	Income	
1	<p>Port & Dock Charges (Sub Sch-E): ₹450.17 crore</p> <p>As per Significant Accounting Policy No.12, 'Revenue on Cargo and Vessel Related services are recognized on completion of service.'</p> <p>During 2023-24, Port accounted ₹17.58 lakh (Port dues-₹5.11 lakh, Pilotage Inward-₹5.46 lakh, Pilotage Outwards-₹5.46 lakh and Berth Hire Charges-₹1.55 lakh) collected from Vessel SSL Godavari as Income (Adjustment Invoice dated 31.03.24) for 2023-24. Whereas final Invoice dated 03.04.24, confirmed that inward pilotage of the vessel commenced on 31.03.24 at 22.40 Hrs and was completed on 01.04.2024 at 00:45 Hrs and outward pilotage was reported as 01.04.24 at 17.50 Hrs.Final invoice (₹23.14 lakh) was issued on 03.04.24 and no reversal was made on 31.03.24 for the Adjustment Form Invoice. This was in deviation to the</p>	<p>As per the accounting practice followed for many years, interim invoice towards vessel related charges inward pilotage, 100% port dues, proportionate berth hire charges are charged into revenue and when the vessel is departed from the berth on completion of service the final invoice will be issued and remaining charges are treated as revenue at the time of booking the final invoice. Accordingly, proportionate revenue towards vessel related charges for the vessel SSL Godavari, berthed on 31.03.2024 at 22.40 Hrs and completed the services on 01.04.2024 at 00.45 Hrs, has been booked in the books of accounts for the year 2023-24 through adjustment invoices and thereby corresponding proportionate revenue charges has been treated as income in the year 2023-24 which is in line with the accounting</p>

	<p>Significant Accounting Policy <i>ibid</i>.</p> <p>Thus, treating ₹17.58 lakh as current year's income, resulted in overstatement of Port and Dock Charges by ₹17.58 lakh (approx.) with corresponding overstatement of Profit for the year.</p>	<p>procedure being followed.</p> <p>However, in order to align the above accounting procedure with the accounting policy towards treatment of VRC, will be modified suitably.</p>
2	<p>Port & Dock Charges- ₹450.17 crore (Schedule E) Estate Rentals – ₹131.94 crore (Schedule G) Finance and Miscellaneous Income - ₹47.81 crore (Schedule M)</p> <p>Port had leased land (March 2001) to M/s Vijayalakshmi Cashew Limited for 30 years and dues were paid till 2003 by M/s Vijayalakshmi Cashew Limited. Avatar Petro Chemicals Pvt. Ltd. took over the land and buildings from M/s Vijayalakshmi Cashew from 01.07.2023.</p> <p>Port received ₹2.03 crore from M/s. Avatar Petro Chemicals Pvt. Ltd. Out of which ₹1.46 crore relates to (i) Minimum Guarantee Turnover (₹1.28 crore) and (ii) Berth Hire charges (₹0.18 crore) pertaining to 2003-04 onwards.</p> <p>Port accounted ₹2.03 crore as income during 2023-24 (₹1.71 crore (which included ₹1.46 crore) + ₹0.31 crore as GST payable). As ₹1.46 crore pertains to previous years, recognising the same as current year income is incorrect.</p> <p>This resulted into overstatement of the current year income by ₹1.46 crore and corresponding understatement of the prior period income by the same amount.</p>	<p>Since all the transactions including outstanding dues resulted and concluded in the financial year 2023-24, income was booked in this year.</p>

3	<p>Finance and Miscellaneous Income (Prior Period Income) – ₹47.81 crore (Sub Schedule M)</p> <p>Significant Accounting Policy - Note No. 1 details that Income has to be accounted on the basis of mercantile system. Note No 12 stipulates that revenue from Lease is recognised on time basis. Note No 17(C)(vi) mentioned that license fee/ lease rental income receivable, which are disputed due to Court cases being sub judice, are not accounted as income in the books of accounts. Port recognises sub lease income in billed cases and in cases where demand notices were issued.</p> <p>During 2023-24, total sub lease due was ₹5.35 crore. Against which ₹1.58 crore was billed/ accounted and ₹0.94 crore was received. Balance of ₹3.77 crore was demanded from the lessees but not accounted.</p> <p>Hence, prior period income was understated by ₹3.77 crore with corresponding understatement of the Current Assets.</p>	<p>Till the issuance of PGLM 2015, the sub lease levy was being collected @ Rs. 25 per sq.m per month for office spaces and godowns. Subsequently, as per PGLM 2015, which came into effect on 01.01.2014, the sub lease levy to be collected was changed as 50% of the sub lease rent collected by the lessees from the Sub lessee. While formulating SoR in the year 2016, the same was included in the TAMP Notification, which came into effect on 21.08.2016.</p> <p>This decision of PGLM and TAMP was challenged by the Lease Holders Association and some of the lessees independently, before the Hon. High Court of Kerala. The Hon. High Court of Kerala, vide judgment dated 24.01.2018, pronounced that the rate of sublease levy is to be fixed by the TAMP. Consequently, sublease rent could be collected @50% of the rent charged by the lessee from the sub-lessee with effect from 21.08.2016 as per the TAMP notification 2016.</p> <p>Accordingly, CoPA intimated the lessees to submit their sub lease agreements from 2016 onwards. Some of the lessees submitted sublease agreements, for which calculation of the sub lease levy and invoicing has been done based on the agreement. However, in case of other leases, the lessees did not submit the agreements. For such lessees, it was decided by competent authority to calculate the sub lease levy notionally by considering the license rates mentioned in the TAMP 2016 for office and Godown.</p>
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		Accordingly, demand notices are issued towards sub lease dues and the response from various parties are still awaited. Hence, GST invoice will be issued only on receipt of payment from the parties.
B.2	Expenditure	
1	<p>Port and Dock Facilities 220.09 crore (Sub Schedule I)</p> <p>Port executed an agreement with IOCL for the operation of Multi User Liquid Terminal (MULT), at Puthuvypeen. As per the agreement only 45 <i>percent</i> of the total operation and maintenance expenses of MULT is charged to IOCL and balance 55 <i>percent</i> is borne by the Port. But Port charged the entire cost of ₹0.87 crore incurred for the operation maintenance of MULT to IOCL during 2023-24, which was in deviation to the agreement terms. Port did not issue any debit note for the recovery of operation and maintenance charges from IOCL for the year 2023-24 which was also in deviation to agreement terms.</p> <p>This resulted in understatement of expenditure and overstatement of receivables (Current Assets) from IOCL by ₹0.48 crore. Consequently, profit for the year was overstated to the same extent.</p>	Necessary action is being taken to claim the share of O&M expenditure attributable to M/s. IOCL. Necessary adjustment / rectifications entries in this regard will be passed during Financial Year 2024-25.
2	<p>Port and Dock Facilities 220.09 crore (Sub Schedule I)</p> <p>Agreement with IOCL stipulated that prior to commissioning of the Multi User Liquid</p>	Necessary rectification / adjustment entries will be passed during Financial Year 2024-

<p>Terminal (MULT), 100 <i>per cent</i> of the dredging charges can be billed to IOCL but after commissioning only 45 <i>per cent</i> of the expenses for dredging of MULT can be billed to IOCL. During 2023-24, Port incurred a total expenditure of ₹0.84 crore for dredging at MULT. Out of which, ₹0.58 crore (₹0.27 crore incurred in October 2023 + ₹0.31 crore incurred in March 2024) was incurred after commissioning of MULT. Port issued debit note to IOCL for 100 <i>per cent</i> of the dredging incurred after commissioning which amounts to ₹0.27 crore in October 2023. IOCL objected to 100 <i>per cent</i> charging of dredging expenses carried out after commissioning.</p> <p>Hence, debit note was to be reversed by the Port by ₹0.15 crore (55<i>per cent</i> of ₹0.27 crore) and accounted as its expenses. Similarly, Port did not account (i) its share ₹0.17 crore (55 <i>per cent</i> of ₹0.31 crore) of dredging cost incurred during March 2024 as its expenses and (ii) as receivable from IOCL (45 <i>per cent</i>) ₹0.14 crore.</p> <p>Hence, non-reversal of 55 <i>per cent</i> share of expenses of dredging charged to IOCL and non- accounting of <i>per cent</i> share of had resulted into understatement of expenses by ₹0.32 crore (₹0.17 crore + ₹0.15 crore) and overstatement of profit. Consequently Current Assets (Receivables non-government dues less than six months) is overstated (net) by ₹0.01 crore (₹0.15 crore - ₹0.14 crore) and Current Liabilities (provision) is understated by ₹0.31 crore.</p>	<p>25 , if any, as the Port's claim is to recover the entire cost from IOCL or by a special levy on the vessels handled at that particular Berth.</p>
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3	<p>Management and General Administration 124.21 crore (Sub Schedule L)</p> <p>Provisions of the Water (Prevention & Control of Pollution) Act, 1974 and the Air (Prevention & Control of Pollution) Act, 1981, mandates "any industry, operation or process or an extension and addition thereto, which is likely to discharge sewerage or trade effluent into the environment or likely to emit any air pollution into the atmosphere will have to obtain the Consent". Further, orders of Hon'ble National Green Tribunal mandated all Major Ports to obtain Authorization of the PCB under the Hazardous and Other Waste Management Rules, 2016 to handle hazardous waste generated from both normal port operation/activities and all ship generated waste (MARPOL, the International convention for prevention of Marine Pollution for Ships).</p> <p>Cochin Port Authority had submitted an application for Consent to Operate to Kerala State Pollution Control Board. Kerala State Pollution Control Board demanded ₹1.20 crore from the Port as fees. The Port neither remitted the amount nor made provision for the dues.</p> <p>Non-provisioning for the statutory fee payable resulted in understatement of expenses and current liabilities and provisions by ₹1.20 crore. Consequently, profit for the year was overstated to the same extent.</p>	<p>Cochin Port Authority had requested Kerala State Pollution Control Board to consider Cochin Port's operations under the Orange category, since there is no hazardous waste generated from Port operations/activity of Ships.</p> <p>As per the MARPOL convention, all the Ship generated wastes, are handed over to Kerala State Pollution Control Board (KSPCB) authorised recyclers who are empanelled by the Cochin Port Authority and displayed in the Swachh Sagar website of Directorate of Shipping, Govt. of India.</p> <p>The matter was also taken up with the Union Ministry of Environment, Forest and Climate Change through the Union Ministry of Ports, Shipping and Waterways for necessary perusal.</p> <p>In view of the above, no provision was kept for the same during FY 2023-24.</p> <p>However, based on the letter from KSPCB dated 11.07.2024 , it was decided by the competent authority to obtain Consent to Operate by remitting the applicable fees.</p> <p>Accordingly, CoPA remitted Rs 1,19,68,950 on 13.09.2024.</p>
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C	Significant Accounting Policies and Notes on Accounts	
1	<p>Port did not pay the building tax for Port buildings for the year 2023-24 though provision of ₹9.40 lakh was provided for the purpose. But non-payment of the statutory dues was not disclosed in the notes to accounts.</p>	<p>The Kochi Municipal Corporation (KMC) has demanded for re assessment of property tax of port building and decided to conduct a Joint inspection for re-assessment of the built up area of the Port buildings. In this regard, representatives of the KMC have commenced assessment of the port building along with Port representatives. However, the assessment is not completed till date. Liability on account of the property tax will be finalized only after completion of the assessment by the Corporation. Further, from FY 2024-25 onwards, the status of the property tax dues, if any, will be disclosed in Notes to accounts.</p>
D	GENERAL	
1	<p>Non-maintenance of Fixed Asset Register as per GFR</p> <p>General Financial Rules 2017 prescribed the format in which Fixed Assets Register was to be maintained (GFR form 22 Rule 211 (ii) (a)). The format stipulates that the Asset Register must include details of each asset purchased, date, specification and particulars, Name and address of the suppliers from whom purchased (including bill number and date), Cost of Assets, Location of Assets and any other remarks on the assets.</p> <p>But the Fixed Asset Register was not updated with unique identification number, date of purchase/capitalisation, present location of the assets, procurement details etc.</p> <p>Further no action was taken to update the Fixed Asset Register as assured during 2022-</p>	<p>SAP- ERP was implemented in Cochin Port in the year 2008-09 in which Fixed Asset Register (FAR) is also being maintained as per the standard SAP format.</p> <p>The issue pointed out by Audit will be taken up with SAP consultants and possibility of incorporating the GFR 2017 requirements in FA register will be looked into.</p>

	23. Hence, Fixed Assets Register maintained was not as per GFR format since 2022-23.	
E	<p>GRANT IN AID</p> <p>Opening balance of Grant in Aid as on 01 April 2023 was ₹32.55 crore. Grant received by the Port during 2023-24 was ₹5.89 crore (Out of which ₹0.66 crore was towards expenditure incurred in previous years). A sum of ₹11.95 crore was expended during the year 2023-24 of which ₹0.05 crore was spent from Port's own funds. Interest accrued during the year 2023-24 amounts to ₹2.58 crore and interest to be repaid to Ministry amounts to ₹6.78 crore as on 31 March 2024 which is disclosed under current liabilities. A sum of ₹25.88 crore remained towards unutilized Grant as on 31st March 2024(₹32.55 core +₹5.89 crore -₹0.66 crore - ₹11.95 crore +₹0.05crore).</p>	Factual

ANNEXURE I

1	<p>Adequacy of Internal Audit :-</p> <p>No discrepancies were noticed in the Internal Audit</p>	Factual
2	<p>Adequacy of Internal Control</p> <p>No internal control was observed in billing of revenue in Cochin Port Authority. Audit trail did not exist for the revenue demand/notices issued to various parties in SAP. Hence, non-collection/short collection of revenue or extension of discounts/ waiver could not be ascertained.</p>	<p>There is adequate internal control in billing of undisputed revenue.</p> <p>With respect to the disputed cases, demand notices are issued to the parties and bills are raised only on receipt of fund.</p>
3	<p>System of Physical verification of Fixed Assets & Inventory</p> <p>No discrepancies were noticed in the system of verification of Fixed Assets.</p>	Factual
4	<p>System of Physical Verification of Inventoy</p> <p>No discrepancies were noticed in the system of verification of Inventories.</p>	Factual
5	<p>Regularity in payment of undisputed statutory dues</p> <p>Port was not regular in payment of undisputed statutory dues.</p>	<p>CoPA is regular in payment of undisputed statutory dues.</p> <p>Regarding other dues like property tax, fees towards Consent to Operate etc, there are some specific reason for non payment as detailed above at Para C1 and B.2.3 respectively.</p> <p>Property tax will be paid once the re</p>

		assessment is completed by Kochi Municipal Corporation and fees to KSPCB towards Consent to Operate has already been paid during FY 2024-25.
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Sd/-
Financial Advisor &
Chief Accounts Officer

ANNEXURE II

Review of Accounts of Cochin Port Authority for the year ended 31 March 2024 by the Comptroller & Auditor General of India

Note: This review of accounts has been prepared without taking into account the audit observations/ comments contained in the Audit Report of the Comptroller and Auditor General of India

1. Financial Position:

The following table summarises the financial position of the Port Authority at the end of each of the three years ending 31 March 2022, 2023 and 2024.

(Rs. in crore)					
PARTICULARS		2021-22	2022-23	2023-24	
A	LIABILITIES				FACTUAL
(i)	Capital Reserves	84.84	84.84	87.71	
(ii)	Other reserves	55.11	49.93	54.78	
(iii)	Borrowings - Capital debts, Loan from Govt.	446.82	446.82	446.82	
	Other loans	0.30	0.30	-	
(iv)	Current liabilities and Provisions	768.42	588.32	598.07	
(v)	Other liabilities	-	-	-	
	Total	1355.49	1170.21	1187.38	
B	ASSETS				
(i)	Fixed Assets	704.27	716.40	720.13	
(ii)	<u>Less:</u> Depreciation	-340.63	-358.10	-374.46	
(iii)	Net fixed assets	363.64	358.30	345.67	
(iv)	Capital work in progress	8.03	1.71	0.68	
(v)	Investments	0.15	67.90	79.05	
(vi)	Current assets, Loans & advances	507.34	271.80	298.88	
(vii)	Accumulated deficit	476.33	470.50	463.10	
	Total	1355.49	1170.21	1187.38	
C	Working Capital ¹	(-)261.08	(-)316.52	(-)299.19	
D	Net worth ²	(-)336.38	(-)335.73	(-)320.61	
E	Capital employed ³	(+)102.56	(+)41.78	(+)46.48	
F	Return on capital employed ⁴ (in %)	(+)8.68	(+)13.95	(+)40.55	
1	Working capital represents current assets less Current liabilities including Interest accrued on loans.				
2	Net worth represents Capital reserves and Other reserves and Surplus less Accumulated deficit.				
3	Capital employed represents Net fixed assets and Working capital				
4	Return on Capital employed represents percentage of Net surplus/deficit (before appropriation) to Capital employed.				

2. Working Results:

The working results of the Port Authority for the three years ending 31 March 2024 are summarized below:-

	PARTICULARS	2021-22	2022-23	2023-24	
A	Revenue				FACTUAL subject to correction of net surplus and appropriations
(i)	Operating income	715.80	763.57	916.63	
(ii)	Non-operating income	43.32	63.66	47.80	
	Total	759.12	827.23	964.43	
B	Expenditure				
(i)	Operating Expenditure	367.30	425.44	415.82	
(ii)	Non-operating expenditure	382.92	395.96	529.76	
	Total	750.22	821.40	945.58	
C	Net surplus/deficit before appropriation	(+) 8.90	(+)5.83	(+)18.85	
D	<u>Less:</u> Appropriations / <u>add:</u> transfers (net)	0	0	11.45	
E	Surplus/deficit transferred to revenue Reserve	(+) 8.90	(+) 5.83	(+)7.40	
F	Percentage of net surplus/ deficit to:				
(i)	Operating income	(+) 1.24	(+)0.76	(+)2.06	
(ii)	Net fixed assets	(+) 2.45	(+)1.63	(+)5.45	
(iii)	Net worth	(-) 2.65	(-)1.74	(-)5.88	

3. Ratio Analysis:

Some important ratios on liquidity and solvency of the Port Authority are shown below:-

<ul style="list-style-type: none"> ❖ Percentage of Current assets to Current liabilities was 66.02, 46.20 and 49.98 during 2021-22, 2022-23 and 2023-24 respectively. ❖ Percentage of Quick assets to Current liabilities was 52.32, 30.99 and 31.19 during 2021-22, 2022-23 and 2023-24 respectively. ❖ Percentage of Sundry debtors to Operating income was 7.44, 8.18 and 7.38 during 2021-22, 2022-23 and 2023-24 respectively. ❖ Capital debt to Capital reserves & General reserves Ratio was 4.37, 4.37 and 3.83 during 2021-22, 2022-23 and 2023-24 respectively 	Factual
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Sd/-

**Financial Advisor
& Chief Accounts Officer**