



AN ISO 9001:2008 & ISPS COMPLIANT PORT

**COCHIN PORT TRUST**

Willingdon Island, Cochin-682009

**ANNUAL ACCOUNTS  
AND  
AUDIT REPORT THEREON  
FOR 2019-20**

**WITH ACTION TAKEN NOTES ON AUDIT OBJECTIONS/  
OBSERVATIONS CONTAINED IN THE REPORT FOR THE YEAR  
2019-20**



AN ISO 9001:2008 & ISPS COMPLIANT PORT

# COCHIN PORT TRUST

Willingdon Island, Cochin-682009

## ANNUAL ACCOUNTS

2019-20

**COCHIN PORT TRUST**

**INDEX**

			Page No.
		<b>Balance Sheet</b>	1
		<b>Profit &amp; Loss Account</b>	2
<b>SCH</b>	<b>SUB SCH</b>		
		<b><u>Schedules to Balance Sheet:</u></b>	
I		Reserves & Surplus	3
		Statutory Reserves	3
		Grants-In-Aid	3
II		Loan Funds	3
III		Capital Assets & Provision for Depreciation	5
IV		Investments	4
V		Sundry Debtors	4
VI		Cash & Bank balances	4
VII		Loans & Advances	4
VIII		Current Liabilities and Provisions	4
		<b><u>Sub Schedules to Schedules to Balance Sheet:</u></b>	
	A	Capital Reserve	6
	B	Funds & Statutory Reserves	7
	C	Grant-in-aid	8
	D	Bank balances & Cash on hand	9
		<b>Investments</b>	10
		<b><u>Sub Schedules to Profit &amp; Loss account</u></b>	
		Income	
	E	Cargo handling & storage charges	11
	F	Port & Dock charges	11
	G	Railway Earnings	11
	H	Estate Rentals	11
		Expenditure	
	I	Cargo handling & storage	12
	J	Port & Dock facilities for shipping	12
	K	Railway Workings	12
	L	Rentable land and buildings	13
	M	Management & General Administration	13
	N	Finance & Miscellaneous Income	14
	O	Finance & Miscellaneous Expenditure	14
		<b>Additional Schedule to Profit &amp; Loss Account</b>	15-17
IX		<b>Balance Sheet of Cochin Fisheries Harbour</b>	18
		Income & Expenditure Account of C.F.H.	19
		Receipts & Payments Account of C.F.H.	20
X		<b>Notes to Annual Accounts</b>	21 - 36
XI		<b>Separate Audit Report</b>	37 - 42
XII		<b>Action Taken Notes on Audit Report</b>	43 - 48

**COCHIN PORT TRUST**  
**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2020**

PARTICULARS	SCH	2019-20		2018-19	
		₹	₹	₹	₹
<b>I SOURCE OF FUNDS</b>					
<b>RESERVES &amp; SURPLUS</b>	I				
a Capital Reserve		84,84,07,574		84,84,07,574	
b Funds		66,30,095	85,50,37,669	63,83,013	85,47,90,587
c Statutory Reserves			16,72,81,794		16,72,81,794
d Grants-in- aid			16,86,69,429		25,84,81,066
<b>LOAN FUNDS</b>	II				
a Government Loans		4,46,82,33,147		5,02,67,62,290	
b Unsecured Loans		2,52,64,168	4,49,34,97,315	2,48,75,272	5,05,16,37,562
<b>Total</b>			<b>5,68,44,86,207</b>		<b>6,33,21,91,008</b>
COCHIN FISHERIES HARBOUR	IX		11,86,366		11,86,366
<b>GRAND TOTAL</b>			<b>5,68,56,72,573</b>		<b>6,33,33,77,374</b>
<b>II APPLICATION OF FUNDS</b>					
<b>FIXED/CAPITAL ASSETS</b>	III				
Gross Block		6,76,59,97,577		6,88,71,12,299	
Less:Provision for Depreciation		3,05,98,94,951		3,02,33,71,954	
Net Block			3,70,61,02,626		3,86,37,40,345
Capital Work-in-Progress			28,23,42,207		20,54,03,844
<b>INVESTMENTS</b>	IV		1,15,00,000		15,00,000
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>					
a <u>Current Assets:</u>					
i Interest accrued		4,59,13,266		4,11,91,387	
ii Inventories		64,76,599		86,73,328	
iii Sundry Debtors	V	62,14,31,954		1,38,10,90,200	
iv Cash & Bank Balances	VI	2,27,56,18,217		2,35,41,97,396	
b Loans & Advances	VII	75,28,53,152		81,56,61,603	
Total		3,70,22,93,189		4,60,08,13,914	
Less:Current Liabilities & Provisions	VIII	6,94,21,08,702		7,47,66,53,342	
<b>NET CURRENT ASSETS</b>			-3,23,98,15,513		-2,87,58,39,428
c Profit & Loss account (Accumulated loss)			4,92,43,56,887		5,13,73,86,247
<b>TOTAL</b>			<b>5,68,44,86,207</b>		<b>6,33,21,91,008</b>
COCHIN FISHERIES HARBOUR	IX		11,86,366		11,86,366
<b>GRAND TOTAL</b>			<b>5,68,56,72,573</b>		<b>6,33,33,77,374</b>

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

Sd/-  
**CHAIRMAN**

**COCHIN PORT TRUST**

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2020**

	SUB SCH	2019-20	2018-19
		₹	₹
<b><u>INCOME</u></b>			
Cargo Handling & Storage charges	E	2,45,51,80,349	2,29,58,57,747
Port & Dock charges (including Pilotage fees)	F	2,93,89,33,340	2,47,59,33,425
Railway earnings	G	0	0
Estate Rentals	H	1,09,62,00,509	1,08,33,40,908
<b>Total</b>		<b>6,49,03,14,198</b>	<b>5,85,51,32,081</b>
<b><u>LESS EXPENDITURE:</u></b>			
Cargo handling and storage	I	54,38,03,851	56,10,46,521
Port & Dock facilities for Shipping (including Pilotage)	J	1,52,33,15,536	1,69,75,67,012
Railway workings	K	0	0
Rentable lands and buildings	L	27,08,53,747	24,96,42,092
Management & General Administration (not directly attributed to particular activity)	M	1,22,07,72,982	1,23,84,53,478
<b>Total</b>		<b>3,55,87,46,115</b>	<b>3,74,67,09,103</b>
Operating Profit (+) / Loss (-)		2,93,15,68,083	2,10,84,22,978
Add: Finance & Misc. Income	N	43,19,86,772	46,60,81,151
<b>Total</b>		<b>3,36,35,54,855</b>	<b>2,57,45,04,129</b>
Less: Finance & Misc. Expenditure	O	3,15,05,25,494	2,38,26,59,723
Profit before Tax		21,30,29,360	19,18,44,406
Less: Provision for taxation			
Profit after Tax		21,30,29,360	19,18,44,406
<b><u>Less : Appropriations</u></b>			
Capital Reserve		0	0
<b>Total</b>			
Balance transferred to Revenue Reserve		21,30,29,360	19,18,44,406
<b><u>COCHIN FISHERIES HARBOUR</u></b>			
Income	P	4,45,33,735	3,79,53,088
Expenditure		4,50,74,613	3,84,10,243
Surplus (+) / Deficit (-)		<b>-5,40,878</b>	<b>-4,57,154</b>

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

PARTICULARS	SCH	SUB SCH	2019-20	2018-19
			₹	₹
<b><u>RESERVES &amp; SURPLUS</u></b>	I	A&B		
Capital Reserve			84,84,07,574	84,84,07,574
CPE (HBA) Family Benefit Fund			35,77,158	36,35,358
Employees Welfare Fund			29,81,211	25,85,541
Family Security Fund			71,726	1,62,114
<b>Total</b>			<b>85,50,37,669</b>	<b>85,47,90,587</b>
<b><u>STATUTORY RESERVES</u></b>	I	B		
Fund for Replacement, Rehabilitation and Modernisation of Capital Assets			9,83,85,897	9,83,85,897
Fund for Development, Repayment of Loans and Contingencies			6,88,95,897	6,88,95,897
<b>Total</b>			<b>16,72,81,794</b>	<b>16,72,81,794</b>
<b><u>GRANTS- IN-AID</u></b>	I	C		
Grant-in-aid under ASIDE Scheme			0	-7,53,81,316
Grant-in-aid for Development of Walkway and Parking Facilities			-19,21,399	1,10,28,679
Grant in Aid for Creation of Additional tourism facility-Walkway			-72,89,222	2,36,98,274
Grant in Aid for Construction of a Subway/Flyover in front of International Container Transshipment Terminal(ICTT)			3,39,26,942	3,27,91,055
Grant-Rail Over Bridge			8,30,89,349	13,26,31,922
Grant in Aid under R&D Schemes "Studies on Siltation and Optimal ameliorative measures"			-10,10,380	-10,10,380
Grant in Aid for Procurement Of Pollution Responses(PR) equipment / materials			65,81,258	62,74,018
Grant in Aid - Implementation of projects under IPDS			-1,19,66,651	-22,15,032
Grant in Aid-Upgradation of berth and backup area of Ekm. Wharf			61,25,425	4,59,20,573
Grant in Aid for Developing infrastructure for cruise terminal(Samudrika)			-11,38,043	61,36,545
Grant in Aid-Additional Infrastructure Cruise Terminal			3,89,46,455	0
<b>Total</b>			<b>14,53,43,734</b>	<b>17,98,74,338</b>
Less: Excess amount spent over Grant-in-Aid - receivable from Ministry disclosed under Current Assets			-2,33,25,694	-7,86,06,728
<b>Total Grant</b>			<b>16,86,69,429</b>	<b>25,84,81,066</b>
<b><u>LOAN FUNDS</u></b>				
<b><u>A. LOAN FROM GOVERNMENT</u></b>	II			
Principal amount of Loan			2,06,51,44,356	2,32,32,87,400
Add:- Interest Accrued			2,26,28,33,314	2,54,56,87,478
Add:- Penal Interest Accrued			14,02,55,477	15,77,87,412
<b>Closing Balance</b>			<b>4,46,82,33,147</b>	<b>5,02,67,62,290</b>
<b><u>B. UNSECURED LOANS</u></b>	II			
(a) Other Source Loan				
Principal amount of Loan			29,91,508	29,91,508
Add:- Interest Accrued			2,22,72,660	2,18,83,764
<b>Closing Balance</b>			<b>2,52,64,168</b>	<b>2,48,75,272</b>

Sd/-  
FINANCIAL ADVISER &  
CHIEF ACCOUNTS OFFICER

**COCHIN PORT TRUST**

**SCHEDULES TO BALANCE SHEET AS AT 31.03.2020**

PARTICULARS	SCH	SUB SCH	2019-20	2018-19
			₹	₹
<b><u>INVESTMENTS</u></b>	IV			
<b><u>A Long Term Investments</u></b>				
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
<b><u>B Current Investments</u></b>				
Investment in Mutual Fund- SBI Magnum Low Duration Fund Direct Growth (3865.844 units @ NAV of Rs 2586.757 per unit)			1,00,00,000	0
<b>Total</b>			<b>1,15,00,000</b>	<b>15,00,000</b>
<b><u>SUNDRY DEBTORS</u></b>	V			
Government Dues - Less than 6 months			11,01,96,343	11,63,78,290
- More than 6 month			5,42,11,823	68,99,43,170
Non Government Dues - Less than 6 months			24,56,04,647	9,79,79,546
- More than 6 month			30,64,69,651	56,72,08,768
			71,64,82,464	1,47,15,09,775
Less: Provision for doubtful debts			9,50,50,510	9,04,19,573
<b>Total</b>			<b>62,14,31,954.06</b>	<b>1,38,10,90,200</b>
<b><u>CASH &amp; BANK BALANCES</u></b>				
Cash on Hand	VI	D	82,425	14,196
Bank Balance :				
Current Accounts			17,60,39,291	13,62,85,696
Fixed Deposits			2,09,75,50,303	2,21,76,32,520
Cash Card			19,46,198	2,64,985
<b>Total</b>			<b>2,27,56,18,217</b>	<b>2,35,41,97,396</b>
<b><u>LOANS AND ADVANCES (Recoverable in Cash or in kind or for Value to be Received)</u></b>	VII			
Payment in Advance and Debit Balance			70,25,59,441	70,99,43,940
Deposits			2,69,68,016	2,71,10,934
Add: Excess amount spent over Grant-in-Aid receivable from Ministry			2,33,25,694	7,86,06,728
<b>Total</b>			<b>75,28,53,152</b>	<b>81,56,61,603</b>
<b><u>CURRENT LIABILITIES &amp; PROVISIONS</u></b>				
<b><u>Current Liabilities</u></b>	VIII			
General Provident Fund			68,28,52,692	64,88,53,302
Contributory Pension Fund				
Salaries & Wages payable			17,14,56,936	50,37,43,181
ESI contribution Payable			1,02,600	0
EPF contribution Payable			5,85,738	6,03,185
Accrued expenses			97,33,69,243	2,34,13,00,735
Misc. Creditors & Credit Balance			2,87,35,20,124	1,87,85,76,185
Stock Adjustment Account				
Deposits from Merchants, Contractors & Others			2,24,02,21,369	2,10,35,76,754
<b>Total</b>			<b>6,94,21,08,702</b>	<b>7,47,66,53,342</b>

Sd/-  
FINANCIAL ADVISER &  
CHIEF ACCOUNTS OFFICER

**COCHIN PORT TRUST**  
**CAPITAL ASSET REGISTER AS ON 31.03.2020**

SCHEDULE III

(Amount in ₹)

SI No.	Assets	GROSS BLOCK				PROVISION FOR DEPRECIATION				NET BLOCK	
		As on 01-04-2019	Additions	Deletions	As on 31-03-2020	As on 01-04-2019	On Deletions	During the year	Total as on 31-03-2020	As on 31-03-2020	As on 01-04-2019
1	Land	51,49,16,218	0	0	51,49,16,218	0	0	0	0	51,49,16,218	51,49,16,218
2	Capital Dredging	84,39,61,873	0	0	84,39,61,873	18,23,04,631	0	84,53,922	19,07,58,553	65,32,03,320	66,16,57,242
3	Buildings,Sheds and other structures	74,76,29,092	48,30,202	91,62,818	74,32,96,476	35,87,58,484	37,70,628	2,44,70,432	37,94,58,288	36,38,38,188	38,88,70,609
4	Wharves,Roads and Boundaries	1,84,59,55,387	2,06,09,328	17,90,255	1,86,47,74,460	55,74,87,169	0	4,18,77,428	59,93,64,597	1,26,54,09,864	1,28,84,68,218
5	Floating Crafts	1,46,27,53,200	0	14,63,64,554	1,31,63,88,646	1,01,97,14,937	14,63,64,553	4,40,37,254	91,73,87,638	39,90,01,008	44,30,38,263
6	Docks, Sea Walls etc	18,18,56,439	0	0	18,18,56,439	16,53,87,216	0	20,40,860	16,74,28,076	1,44,28,363	1,64,69,223
7	Cranes & Vehicles	17,34,98,090	0	0	17,34,98,090	11,92,29,054	0	1,53,01,648	13,45,30,702	3,89,67,388	5,42,69,036
8	Plant and Machinery	38,15,44,629	1,07,63,376	0	39,23,08,005	23,17,26,529	0	2,31,32,232	25,48,58,761	13,74,49,244	14,98,18,100
9	Installations for water, electricity, Fire fighting & Telecommunication	68,66,94,482	0	0	68,66,94,482	34,34,65,706	0	2,68,91,444	37,03,57,150	31,63,37,332	34,32,28,776
10	Oil Pipeline Installations	3,83,25,308	0	0	3,83,25,308	3,76,27,179	0	46,541	3,76,73,720	6,51,588	6,98,129
11	Miscellaneous Assets	99,77,582	0	0	99,77,582	76,71,050	0	4,06,418	80,77,468	19,00,114	23,06,532
	<b>TOTAL</b>	<b>6,88,71,12,299</b>	<b>3,62,02,906</b>	<b>15,73,17,627</b>	<b>6,76,59,97,577</b>	<b>3,02,33,71,954</b>	<b>15,01,35,181</b>	<b>18,66,58,179</b>	<b>3,05,98,94,951</b>	<b>3,70,61,02,626</b>	<b>3,86,37,40,345</b>
	Capital Work in Progress	20,54,03,844	9,29,01,105	1,59,62,742	28,23,42,207	0	0	0	0	28,23,42,207	20,54,03,844
	<b>GRAND TOTAL</b>	<b>7,09,25,16,143</b>	<b>12,91,04,011</b>	<b>17,32,80,369</b>	<b>7,04,83,39,784</b>	<b>3,02,33,71,954</b>	<b>15,01,35,181</b>	<b>18,66,58,179</b>	<b>3,05,98,94,951</b>	<b>3,98,84,44,833</b>	<b>4,06,91,44,189</b>

Sd/-  
FINANCIAL ADVISER &  
CHIEF ACCOUNTS OFFICER



**SUB SCHEDULE - A**

**COCHIN PORT TRUST**

**CAPITAL RESERVE**

<b>PARTICULARS</b>	<b>₹</b>
Opening Balance as on 01.04.2019	84,84,07,574
Closing Balance as on 31.03.2020	84,84,07,574

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**FINANCIAL ADVISER &  
CHIEF ACCOUNTS OFFICER**

## COCHIN PORT TRUST

## DETAILS OF FUNDS &amp; STATUTORY RESERVES

G/L CODE	Family Security Fund	Employees Welfare Fund	House Building Advance - FBF	Reserve for Development Repayment of loans and Contingencies	Reserve for Replacement, Rehabilitation & modernisation of Capital Assets
	110102	110101	110100	110201	110200
	₹	₹	₹	₹	₹
Balance as on 1 <sup>st</sup> April 2019	1,62,114	25,85,541	36,35,358	6,88,95,897	9,83,85,897
<u>Add:</u> Contribution from GRF	8,50,000	7,20,000	39,350		
Contribution from employees	1,72,612	0	0		
Accident claim from Insurance Co.	0	0	0		
Interest on investments	0	0	2,01,376		
<b>Total</b>	<b>11,84,726</b>	<b>33,05,541</b>	<b>38,76,084</b>	<b>6,88,95,897</b>	<b>9,83,85,897</b>
<u>Less:</u> Expenditure/ Adjustments from Fund	11,13,000	3,24,330	2,98,926		
<b>Balance as at 31<sup>st</sup> March 2020</b>	<b>71,726</b>	<b>29,81,211</b>	<b>35,77,158</b>	<b>6,88,95,897</b>	<b>9,83,85,897</b>

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FINANCIAL ADVISER &  
CHIEF ACCOUNTS OFFICER

## SUB SCHEDULE - C

COCHIN PORT TRUST  
GRANT-IN-AID

(₹ in Crores)

Sl. No.	Name of work	GL	Amount sanctioned	Grant Received										Expenditure incurred										Balance	
				Prior to 2013-14	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	Interest accrued	Total	Prior to 2013-14	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	Interest repaid	Transfer to CWIP		Total
1	ASIDE grant for Barge Berth	110004	15.00	-	7.50	-	-	0.88	-	-	-	1.40	13.89	-	-	-	-	6.99	6.59	4.42	0.08	-	-7.60	13.89	-
2	ASIDE grant for CFS		4.04	-	2.02	-	2.02	-	-	-	0.07			-	0.40	2.92	0.40	-0.31	-	-	-	-			
3	Development of Walkway (Phase I, II, III)	110005	9.01	0.12	1.12	-	-	4.75	0.05	2.70	-	0.37	9.11	0.21	0.84	0.01	0.31	0.23	3.69	2.69	1.32	-		9.30	-0.19
4	Creation of Additional tourism facility-Walkway	110017	4.66	-	-	-	-	-	-	2.33	-	0.15	2.48	-	-	-	-	-	-	-	3.21	-		3.21	-0.73
5	Subway-Vallarpadam	110007	30.00	-	-	10.00	-	8.45	8.31	3.00	-	1.09	30.85	-	-	0.53	10.68	9.54	6.18	0.53	-	-		27.46	3.39
6	Rail Over Bridge-Vallarpadam	110015	409.83	373.22	-	-	-	-	5.00	31.61	-	1.30	411.13	360.34	0.11	3.30	7.67	7.76	5.58	12.69	5.37	-	-	402.82	8.31
7	R&D Studies on Siltation	110008	5.37	-	-	1.25	2.00	-	2.11	-	-	0.24	5.60	-	-	0.48	0.48	3.36	1.15	0.23	-	-		5.70	-0.10
8	Refurbishment of Coastal Liquid Terminal	110010	14.96	-	-	-	7.48	5.29	-	1.68	-	0.54	14.99	-	-	-	0.13	8.14	5.86	0.32	-	0.54		14.99	0.00
9	Procurement of Pollution Response Equipment	110011	5.23	-	-	-	2.61	-	-	-	-	0.40	3.01	-	-	-	-	-	1.98	0.01	-	0.36		2.35	0.66
10	IPDS	110012	3.26	-	-	-	-	0.32	-	0.48	0.38	-	1.18	-	-	-	-	-	0.32	0.70	1.36	-	-	2.38	-1.20
11	Swachh Bharat	110013	6.61	-	-	-	-	2.61	2.00	2.00	-	0.29	6.90	-	-	-	-	-	4.61	2.00	-	0.29		6.90	-
12	Upgradation of berth and backup area of Ekm. Wharf (Cruise Terminal at Ekm Wharf)	110014	21.41	-	-	-	-	4.33	-	6.37	6.42	0.69	17.81	-	-	-	-	-	0.16	6.42	10.62	-	-	17.20	0.61
13	Developing infrastructure for cruise terminal(Samudrika)	110016	1.21	-	-	-	-	-	-	0.60	0.16	0.04	0.80	-	-	-	-	-	-	-	0.91	-	-	0.91	-0.11
14	Additional Infrastructure-Cruise Terminal	110018									5.15	0.06	5.21								1.32			1.32	3.89
	<b>Total</b>		<b>530.59</b>	<b>373.34</b>	<b>10.64</b>	<b>11.25</b>	<b>14.11</b>	<b>26.63</b>	<b>17.47</b>	<b>50.77</b>	<b>12.11</b>	<b>6.64</b>	<b>522.96</b>	<b>360.55</b>	<b>1.35</b>	<b>7.24</b>	<b>19.67</b>	<b>35.71</b>	<b>36.12</b>	<b>30.01</b>	<b>24.19</b>	<b>1.19</b>	<b>-7.60</b>	<b>508.43</b>	<b>14.53</b>

Sd/-  
FINANCIAL ADVISER &  
CHIEF ACCOUNTS OFFICER

COCHIN PORT TRUSTBALANCE AT BANKS AND CASH ON HAND AS ON 31.03.2020

PARTICULARS		₹
Cash on hand		82,425
Cash Card		19,46,198
Current Account with Nationalised and Scheduled Banks		17,60,39,291
Fixed Deposits with Banks:		
General Reserve Fund	32,93,18,000	
Deposit Works	97,86,47,304	
Grants	15,18,85,000	
Total Deposits		1,45,98,50,304
General Provident Fund		63,47,99,999
HBA FBF Investments		29,00,000
<b>TOTAL</b>		<b>2,27,56,18,217</b>
Balance with Scheduled Banks		2,27,55,35,792
Balance with Non Scheduled Banks		NIL

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**COCHIN PORT TRUST**

**FIXED DEPOSITS AS ON 31.03.2020**

(Amount in ₹)

<b>Sl. No.</b>	<b>Name of Fund / Investment</b>	<b>Long Term Investment</b>	<b>Short Term Investment</b>	<b>Total</b>
1	R & R Fund	0	32,93,18,000	<b>32,93,18,000</b>
2	Deposit Works	11,21,72,268	86,64,75,036	<b>97,86,47,304</b>
3	Grants	0	15,18,85,000	<b>15,18,85,000</b>
4	HBA FBF	29,00,000	0	<b>29,00,000</b>
5	General Provident Fund	63,47,99,999	0	<b>63,47,99,999</b>

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CHIEF ACCOUNTS OFFICER**

**SUB - SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2020**

**INCOME**

	<b>2019-20</b>	<b>2018-19</b>
	<b>₹</b>	<b>₹</b>
<b><u>SUB-SCHEDULE - E</u></b>		
<b><u>Cargo handling &amp; Storage charges</u></b>		
Handling & Storages charges on general cargo	23,40,66,483	20,86,41,848
Cranage	4,97,992	5,79,850
Petroleum, Oil and lubricants handling charges	1,07,44,78,576	1,02,24,96,581
Demurrage on general cargo	66,90,311	75,22,806
Handling and Storage Charges on Containers	30,68,586	29,44,227
Miscellaneous charges - Cargo	1,40,34,102	1,72,82,857
Revenue share from ICTT	96,23,37,894	95,05,70,342
Waterfront Royalty- LNG Basin	16,00,06,406	8,58,19,236
<b>Total</b>	<b>2,45,51,80,349</b>	<b>2,29,58,57,747</b>
<b><u>SUB-SCHEDULE - F</u></b>		
<b><u>Port &amp; Dock Charges</u></b>		
Towage and Mooring fees	22,33,26,814	19,57,33,752
Berth Hire charges	28,31,23,536	27,06,05,396
Port dues	76,29,15,762	60,64,78,897
Pilotage Fees	1,52,99,24,841	1,29,21,16,600
Water supply to shipping	12,21,219	1,19,72,652
Miscellaneous charges - Vessel	64,28,678	74,60,547
Income from Dredging Services	2,94,52,737	1,29,92,000
Income from Cruise Vessel	10,25,39,753	7,85,73,581
<b>Total</b>	<b>2,93,89,33,340</b>	<b>2,47,59,33,425</b>
<b><u>SUB-SCHEDULE - G</u></b>		
Railway earnings	0	0
<b><u>SUB-SCHEDULE - H</u></b>		
<b><u>Estate Rentals</u></b>		
Rent from land	60,53,08,921	64,42,43,522
Rent from buildings,sheds & godowns	10,57,87,091	10,59,64,782
Miscellaneous Income	36,72,26,936	31,69,63,270
Sundry Income	1,78,77,561	1,61,69,335
<b>Total</b>	<b>1,09,62,00,509</b>	<b>1,08,33,40,908</b>

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**FINANCIAL ADVISER &  
 CHIEF ACCOUNTS OFFICER**

**SUB - SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2020**

**EXPENDITURE**

	2019-20	2018-19
	₹	₹
<b><u>SUB-SCHEDULE - I</u></b>		
<b><u>Cargo handling &amp; Storage</u></b>		
Handling & Storage of general cargo at sheds & wharves	36,92,94,646	38,88,32,553
Handling & Storage of containers	17,45,900	14,75,615
Operation & maintenance of crane and vessels	2,29,39,582	2,27,96,066
Handling of Petroleum, Oil & Lubricants	7,58,45,109	7,04,61,011
Expenditure on general facilities at wharves & boundaries	39,02,030	45,82,967
Administration and General expenses	6,99,78,083	7,27,83,197
New Minor works	98,500	1,15,112
<b>Total</b>	<b>54,38,03,851</b>	<b>56,10,46,521</b>
<b><u>SUB-SCHEDULE - J</u></b>		
<b><u>Port &amp; Dock facilities for shipping including Pilotage</u></b>		
Towing, Berthing and Mooring	17,69,06,465	17,66,07,175
Pilotage	6,41,94,815	6,38,31,451
Water supply to shipping	66,54,463	1,07,72,187
Fire fighting	8,83,01,128	9,36,62,208
Dredging and Marine survey	82,24,42,653	1,06,52,78,728
Harbour Patrol	67,34,923	55,69,919
Operation & Mtnce. of Navigational aids	2,71,68,969	3,66,03,581
Administration and general expenses	33,09,09,217	24,52,18,037
New Minor works	2,901	23,726
<b>Total</b>	<b>1,52,33,15,536</b>	<b>1,69,75,67,012</b>
<b><u>SUB-SCHEDULE - K</u></b>		
<b><u>Railway workings</u></b>		
Maintenance of station, other Buildings and structures	0	0

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**FINANCIAL ADVISER &  
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**SUB - SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2020**

**EXPENDITURE**

	2019-20	2018-19
	₹	₹
<b><u>SUB-SCHEDULE - L</u></b>		
<b><u>Rentable land and buildings</u></b>		
Estate maintenance	17,34,66,472	14,11,64,480
Administration & General expenses	9,73,87,275	10,84,54,487
New Minor works	0	23,125
<b>Total</b>	<b>27,08,53,747</b>	<b>24,96,42,092</b>
<b><u>SUB-SCHEDULE - M</u></b>		
<b><u>Management &amp; General Administration</u></b>		
Management & Secretariat expenses	36,12,40,916	34,18,38,591
Medical expenses	13,49,80,940	14,16,23,145
Stores keeping	2,18,95,472	2,03,67,049
Accounting and Auditing	23,82,23,428	29,21,20,865
Head office building & telephones	96,73,400	88,76,180
Engineering & workshop administration	15,41,38,530	15,41,28,355
Overhead and sundry expenses	30,05,04,146	27,93,90,271
New Minor works	1,16,151	1,09,022
<b>Total</b>	<b>1,22,07,72,982</b>	<b>1,23,84,53,478</b>

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**FINANCIAL ADVISER &  
CHIEF ACCOUNTS OFFICER**



GL CODE	Description	2019-20	2018-19
	<b><u>SUB-SCHEDULE - N</u></b>		
	<b><u>Finance &amp; Miscellaneous Income</u></b>		
540000	Sundry Receipts	6,76,56,395	8,77,13,696
540001	Profit/Loss on disposal of Capital Assets	91,63,018	1,04,99,999
540003	Interest receivable from IGTPPL	88,07,766	2,00,56,465
540004	Recovery of Insurance Claim on Capital Assets	5,71,527	5,55,456
540005	Interest Income	8,89,72,092	8,87,09,637
540006	Sale of Unserviceable Stores	27,03,523	0
540007	Hire of Motor Lorry & Sundry Plants	44,087	3,05,088
540008	Charges for Project Management Services	4,95,67,618	5,49,95,704
540009	Items Relating to Previous Year	8,30,15,474	2,39,47,422
540010	Medical Scheme for Pensioners	74,962	70,432
540011	Medical Treatment to Non-Entitled Persons	6,22,581	6,16,127
540012	Premium for lease of land	4,19,38,395	10,78,66,068
540013	Service Exports from India Scheme (SEIS)	7,88,49,334	7,07,45,056
	<b>Total</b>	<b>43,19,86,772</b>	<b>46,60,81,151</b>
	<b><u>SUB-SCHEDULE - O</u></b>		
	<b><u>Finance &amp; Miscellaneous Expenditure</u></b>		
670000	Scrap of Assets	0	11,53,850
670002	Bank Charges	4,99,663.51	4,12,253
670004	Prov. For Doubtful Debts	46,30,937	54,35,814
670006	Contribution to Employees Welfare Fund	7,20,000	7,00,000
670007	Contribution to Family Security Fund	8,50,000	8,00,000
670008	Contribution to Pension Fund Trust	2,62,35,24,947	2,01,67,26,552
670009	Expenditure Relating to Previous Years	20,25,80,137	2,14,30,284
670010	Contribution to CPTe HBA FBF	39,350	51,800
670012	Contribution to CPE New Pension Scheme	1,13,68,322	85,96,565
670014	Contribution to Gratuity Fund Trust	29,54,19,734	15,76,43,029
670020	Salary Arrears Payable	0	10,11,65,822
670023	Interest on Electricity Deposit	33,19,850	28,97,257
670026	Interest on other source loans	3,88,896	6,01,964
670027	Expense on Feasibility and R&D Studies	4,70,112	6,19,38,595
670031	Corporate Social Responsibility	67,13,546	31,05,938
	<b>Total</b>	<b>3,15,05,25,494</b>	<b>2,38,26,59,723</b>

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**FINANCIAL ADVISER &  
CHIEF ACCOUNTS OFFICER**

**ADDITIONAL SCHEDULE TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2020**

**OPERATING EXPENDITURE**

GL CODE	Description	2019-20	2018-19
		₹	₹
	<b><u>SALARIES &amp; WAGES:</u></b>		
600000	Salaries & Wages (General)	19,64,51,743	18,85,69,340
600002	PLR	2,28,84,227	2,41,76,298
600003	Overtime	1,37,46,223	1,84,70,732
600004	Incentive	28,06,761	30,00,267
600005	Honararium	84,71,890	85,69,666
600006	Leave Encashment	7,08,96,934	13,71,81,704
600007	Salaries & Wages (Operational)	66,85,33,080	70,01,74,523
600008	Salaries & Wages (R&M)	39,20,79,142	40,96,03,617
600010	Leave Travel Concession	14,83,022	5,20,480
600011	Staff Amenities & Welfare Measures	28,810	35,028
600012	Employers ESI contribution	11,80,698	17,11,325
600013	Employers EPF contribution	36,94,632	35,98,616
640000	Salaries (Port Security)	2,33,69,353	2,54,76,524
650000	Salaries & Wages-Medical	9,77,45,708	9,86,94,134
	<b>TOTAL (A)</b>	<b>1,50,33,72,223</b>	<b>1,61,97,82,254</b>
	<b><u>STORES</u></b>		
610000	Stores-General	9,27,950	10,37,281
610001	Stores-Uniform	6,41,032	8,36,512
610002	Stores-Operational	68,26,000	92,77,611
610003	Stores-Fuel	14,34,39,252	15,34,01,012
610004	Stores (R&M)	90,37,034	1,00,80,468
	<b>TOTAL (B)</b>	<b>16,08,71,267</b>	<b>17,46,32,884</b>
	<b><u>OFFICE &amp; ADMINISTRATIVE EXPENSES</u></b>		
620000	Consumption Stores-Stationery	5,52,108	5,40,802
620001	Books & Periodicals	22,648	7,925
620002	Travelling Expense	40,08,637	54,35,441
620004	Courier charges	1,96,627	1,92,391
620005	Licence fees & Royalty	29,08,031	29,39,082
620006	Equipment & Furniture	2,09,766	1,06,068

GL CODE	Description	2019-20	2018-19
		₹	₹
620010	Miscellaneous Expenses	58,77,239	86,28,289
620011	New Minor Works	12,78,340	31,57,657
620013	Entertainment	2,93,439	5,97,237
620014	Training Programme	11,83,425	11,09,365
620015	Sports & Games	9,00,000	9,00,000
620016	Legal Charges	99,21,090	77,06,542
620017	Printing Charges	6,18,833	7,67,618
620018	Office Machine hire & service charges	45,480	27,903
620019	Publicity & Advertisement	41,35,137	45,59,566
620020	Audit & Accounting	41,86,648	49,87,887
620021	Rent, Rates & Taxes	55,47,830	11,86,987
620022	Telephones	12,80,092	14,02,472
620023	Subscription	1,59,017	2,20,151
620025	IPA Share Contribution	3,82,44,079	1,38,45,561
620026	Marketing expense	12,86,550	16,03,351
	<b>TOTAL (C)</b>	<b>8,28,55,017</b>	<b>5,99,22,294</b>
	<b><u>OPERATION &amp; MAINTENANCE EXPENSES</u></b>		
630000	R&M arranged through Contract-Roads	48,97,252	62,53,185
630001	R&M arranged through Contract-Buildings	92,76,892	72,61,233
630002	R&M arranged through Contract-Plant & Equipments	32,00,962	36,66,790
630004	Dry Docking of Floating Crafts	6,08,58,653	9,41,79,985
630005	Special R&M arranged through Contract-Roads	3,15,84,637	79,76,894
630006	Special R&M arranged through Contract-Buildings	1,32,46,793	10,11,881
630007	Special R&M arranged thru Contract-Plant & Equipments	44,31,528	41,17,204
630008	Hire of Vehicles & Transport Charges	98,72,077	90,27,807
630009	Water Charges	4,66,57,178	4,10,08,490
630012	Electricity Charges	26,77,98,762	24,47,53,581
630013	Hire of Boats, Tugs & Launches	19,85,16,420	14,44,34,427
630015	Maintenance Dredging	70,58,99,815	86,36,35,909
630016	Sundry Expense	3,95,12,396	2,37,11,928
630017	Insurance	54,69,626	33,30,229
630018	Self Consumption-Electricity	1,84,31,563	1,60,14,605
	<b>TOTAL (D)</b>	<b>1,41,96,54,554</b>	<b>1,47,03,84,148</b>

GL CODE	Description	2019-20	2018-19
		₹	₹
	<b><u>SECURITY EXPENSES</u></b>		
640001	Hire of Boats for Patrolling	27,05,311	24,19,741
640002	I S P S	0	500
640004	CISF-Deployment Charges	15,80,43,412	17,54,17,322
640005	SEZ - Cost Recovery	13,41,702	40,86,314
640006	Private Security Charges	63,57,977	50,38,234
	<b>TOTAL (E)</b>	<b>16,84,48,402</b>	<b>18,69,62,111</b>
	<b><u>MEDICAL EXPENSES</u></b>		
650001	Stipend, Fees & Honorarium to Specialists	34,76,859	32,25,494
650002	Stores-Medical	2,21,07,678	2,35,99,316
650003	Provisions-Medical	4,47,722	6,14,418
650004	Hospital Equipment	43,067	64,160
650005	Medical Expenses	15,09,470	18,88,005
650006	Charges paid to Outside Hospitals	93,01,679	94,41,184
	<b>TOTAL ( F )</b>	<b>3,68,86,474</b>	<b>3,88,32,577</b>
	<b><u>DEPRECIATION</u></b>		
	Depreciation for the year	18,59,60,550	19,49,89,623
670021	Prior Period Depreciation	6,97,629	12,03,210
	<b>TOTAL ( G )</b>	<b>18,66,58,179</b>	<b>19,61,92,833</b>
	<b>GRAND TOTAL (A) TO (G)</b>	<b>3,55,87,46,115</b>	<b>3,74,67,09,103</b>

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

**COCHIN FISHERIES HARBOUR**  
**BALANCE SHEET AS ON 31<sup>ST</sup> MARCH 2020**

(Amount in ₹)

	PARTICULARS	2019-20		2018-19	
<b>A</b>	<b><u>SOURCES OF FUNDS</u></b>				
	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
	<b>TOTAL</b>		<b>11,86,366</b>		<b>11,86,366</b>
<b>B</b>	<b><u>APPLICATION OF FUNDS</u></b>				
	<b>Fixed Assets</b>				
	Gross Block	18,98,45,895		18,98,45,895	
	Work in Progress	0		0	
		18,98,45,895		18,98,45,895	
	Less : Grant received	18,98,45,895	0	18,98,45,895	0
	<b>Current Assets, Loans and Advances</b>				
	<b><u>a. Current Assets:</u></b>				
	(i) Interest accrued on investments	18,88,895		22,53,891	
	(ii) Postage Stamps	0		351	
	(iii) Sundry Debtors	1,24,40,267		83,23,441	
	(iv) Cash & Bank Balances	4,76,87,706		3,81,12,281	
	<b><u>b. Loans &amp; Advances</u></b>	2,58,103		23,27,721	
	Total	6,22,74,971		5,10,17,684	
	Less: Current Liabilities & Provisions	8,82,64,733		7,64,66,567	
	<b>NET CURRENT ASSETS</b>		-2,59,89,762		-2,54,48,883
	Profit & Loss Account (Accumulated Deficit)		2,71,76,127		2,66,35,249
	<b>TOTAL</b>		<b>11,86,366</b>		<b>11,86,366</b>

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

**COCHIN FISHERIES HARBOUR**  
**INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2020**

(Amount in ₹)

Amount 2018-19	Expenditure	Amount 2019-20	Amount 2018-19	Income	Amount 2019-20
2,58,52,654	Salary & Other Benefits	2,97,42,402	1,07,72,245	Toll Collection	98,70,301
22,80,361	Electricity Charges	22,92,425	20,35,002	Electricity Charges	21,35,174
29,51,934	Security Charges	27,31,032	57,80,641	Fish out - handling Charges	52,99,868
14,78,623	Water Charges	12,77,522	69,64,450	Lease Rent on Land	1,13,91,045
16,96,756	Repairs & Maintenance	31,31,701	40,62,831	Building and Ground Rent	60,98,113
3,74,347	Professional Charges	5,79,650	9,82,990	Misc. Receipts	9,10,828
1,95,623	Printing and Stationary	2,12,929	19,66,070	Lease of Slipway	20,15,181
1,12,020	Sundry Expenses	48,551	11,03,761	Water Charges	9,99,628
48,288	Travelling Expenses	45,237	8,18,170	Licensing and License Fee	6,19,858
5,38,568	Prior Period Expense	16,91,930	5,70,019	Fish Landing Charges	5,42,892
15,993	Medical Reimbursement	-	26,98,798	Bank Interest	44,58,269
40,098	Telephone Charges	46,913	1,98,112	Enrolment of Fishing Crafts	1,92,577
1,411	Revenue and Postal Stamps	2,657	4,57,154	Net Deficit	5,40,878
532	Penalty on Service Tax	-			
28,23,036	Provision for Retirement Benefits	32,71,664			
<b>3,84,10,243</b>		<b>4,50,74,613</b>	<b>3,84,10,243</b>		<b>4,50,74,613</b>

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

**COCHIN PORT TRUST**  
**COCHIN FISHERIES HARBOUR**  
**RECEIPTS & PAYMENTS ACCOUNT FOR THE YEAR ENDED 31.03.2020**

(Amount in ₹)

Amount 2018-19	Receipts	Amount 2019-20	Amount 2018-19	Payments	Amount 2019-20
1,55,913	Opening Cash in Hand	2,04,879	2,23,11,699	Salary & PLR	2,16,42,575
3,90,46,942	Opening Cash at Bank	3,79,07,402	15,993	Medical Reimbursement	-
1,98,112	Enrolment of Fishing Crafts	1,92,577	48,288	Travelling Expenses	29,915
8,18,170	Licensing and License Fee	6,19,858	1,95,623	Printing And Stationary	1,91,383
47,34,352	Lease Rent On Land	89,58,183	1,726	Revenue & Postal Stamps	2,306
40,68,268	Building And Ground Rent	41,63,256	16,96,756	Repairs & Maintenance	14,52,784
-	Lease Of Slipway	32,47,016	15,25,000	Advance to COPT for Deposit work	-
5,70,019	Fish Landing Charges	5,42,892	6,13,293	Refund Of SD / Ground Rent	4,70,170
57,80,641	Fish Out - Handling Charges	52,99,868	40,098	Telephone Charges	46,076
20,35,002	Electricity Charges	18,90,549	22,80,361	Electricity Charges	22,92,425
1,07,72,245	Toll Collection	98,70,301	14,78,623	Water Charges	12,77,522
6,95,862	Misc. Deposit / Security	6,55,377	14,632	Cheque Charges	13,921
9,82,990	Misc. Receipts	8,90,266	96,849	Sundry Expenses	34,042
21,83,787	Bank Interest	45,82,128	532	Penalty On Service Tax Late fee	-
1,12,130	Tds Liability	1,22,548	537	Service Tax Paid	-
11,03,761	Water Charges	8,65,487	3,74,347	Professional Charges	5,04,650
45,58,918	GST Collection	62,38,913	29,51,934	Security Charges	27,31,032
			55,748	Service Tax Pre deposit paid	-
			1,13,268	TDS Liability Paid	1,24,024
			12,574	TDS Receivable	31,784
			-	Prior Period Expenses	21,94,471
			52,29,494	GST Paid	48,68,747
			10,126	GST TDS paid	-
			6,37,331	GST Cenvat Credit	6,55,966
			2,04,879	Closing Cash Balance	82,210
			3,79,07,402	Closing Bank Balance	4,76,05,496
<b>7,78,17,112</b>		<b>8,62,51,500</b>	<b>7,78,17,112</b>		<b>8,62,51,500</b>

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

## NOTES TO ANNUAL ACCOUNTS 2019-20

### **Part I - 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 life span as Re.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 lower of cost or fairvalue.
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. Export incentive is recognized when there is a reasonable assurance that the conditions are met and incentive will be received.



14. All new works or additions/alterations to the existing works or all new plant or equipment or craft or replacement thereof costing not more than Rs 1 lakh or life not exceeding five years are charged to revenue as New Minor Works.

**Part II - Other Notes**

15. Figures of Balance Sheet, P & L Account & Schedules have been regrouped where ever necessary consequent on changes in the items during the year.

**16. Performance of the Port**

Cochin Port Trust handled 34.04 MMT of cargo during 2019-20 against 32.02 MMT during 2018-19. During 2019-20, number of vessels cleared from the Port is 1589 against 1608 vessels during 2018-19. Port handled 6,20,061 TEUs of containers in 2019-20 as against 5,94,592 TEUs in 2018-19.

**17. Grant in Aid:**

- a) The details of Grant in Aid received by the Port, expenditure incurred and interest accrued on the same is shown as 'Sub Schedule C 'to the Balance Sheet.
- b) The Grant in Aid received by the Port 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.
- c) The Ministry of Commerce had sanctioned an amount of Rs 15 Crores in 2013 under ASIDE Scheme for the construction of Barge berth at Puthuvypeen as part of MULT project against the total estimated cost of Rs.31.93 Crores. Against this, the port had received Rs 7.50 Crores on 05.08.2013 and Rs 0.88 Crores on 30.03.2017. As per the instruction of the Ministry in March 2018, the interest accrued on the grant amounting to Rs 1.40 Crores was credited to the grant. Besides, the Ministry had also approved the utilisation of the unspent balance from the project 'Modification of CFS' for the subject project i.e., 'Construction of Barge berth for handling bunkers in Cochin Port' which amounts to Rs 0.70 lakhs as per CoPT books of accounts. The total expenditure incurred for the project till 31.03.2020 amounts to Rs 36.16 crores out of which 50% ie Rs18.08 Crores was adjusted against the Grant of Rs 10.48 Crores including the interest received.

The Port tried for balance fund under the schemes "Trade Infrastructure for Export Scheme (TIES)" or "Sagarmala. However, the Ministry informed the

Port Trust that the Barge Berth project cannot be considered for funding under any of these schemes.

Since the chances of raising grant against this project is very remote, as suggested by Audit, the excess expenditure incurred for the project amounting to Rs 7.60 crores has been transferred to Capital Work in Progress during the year 2019-20. Hence, the total expenditure against the subject project lying in Capital Work in progress as on 31.03.2020 amounts to Rs 26.40 crores. The same is not capitalized during 2019-20 since not yet put to use.

**18. Loans availed from Government of India**

The Cabinet Committee on Economic Affairs (CCEA) in its meeting held on 24<sup>th</sup> August, 2016 had approved the proposal of CoPT towards waiver of penal interest on GOI loans availed by CoPT and freezing the liability on account of principal, interest and penal interest @ 0.25% as on 31.03.2016 and scheduling the repayment of the frozen amount in 10 years commencing from 2018-19.

The final liability of GOI loan as on 31.03.2016 as per the records of Principal Chief Controller of Accounts amounts to Rs 558.53 Crores. As committed, Port paid the first and second instalments of Rs 55.85 crores each in March 2019 & March 2020.

**19. Dutch Loan**

Under Indo Dutch Bilateral co-ordination programme 1991-2001, Cochin Port had availed financial assistance of NLG 181,042.50 on 29.05.1996 for the procurement of spares for Port Dredger -Nehru Shatabdi. The port had repaid the same on 20.11.1996 at the then prevailing foreign exchange rate amounting to Rs 37,21,057 .

However, the repayment of Rs 37,21,057 made by the port towards Dutch Loan was adjusted by the Ministry against the outstanding amount of ADB Loan of Rs 66,39,257 which was availed for a full fledged container Terminal at Q8 and Q9 berths. Subsequently, the Ministry clarified that it is immaterial if this amount is adjusted against ADB Loan or Dutch Loan and requested the port to deposit the principal amount of Dutch Loan amounting to Rs 36,47,749 outstanding in their Suspense account as the same was being objected by their Government Audit. Port repaid the loan amount of Rs 36,47,749 in September 2018 with the approval of the Board in the meeting held on 16.08.2018.

20. **Capitalisation:**

Assets worth Rs 3.62 Crores have been capitalized during the year 2019-20. Capital Work In Progress as on 31.03.2020 amounts to Rs. 28.23 Crores.

21. **Provisions:**

- a) During 2019-20, Wage revision Arrear of Class III & IV Employees amounting to Rs 29.94 crores and final instalment of Special Pay arrears to Class I & II officers amounting to Rs 3.29 Crores were paid . Excess Provision written back to Finance & Miscellaneous Income amounting to Rs 3.73 crores.
- b) Pension & Gratuity arrears of Class III & IV Employees amounting to Rs.47.47 cr. were also paid during 2019-20.
- c) Provision has been created for Wage Revision arrear of Class I & II for the year 2019-20 upto January 2020 amounting to Rs 3.92 crores .
- d) Necessary provisions have been made for doubtful debts in the accounts.

22. **Corporate Social Responsibility**

- a) The Ministry of Shipping issued Revised Guideline on Corporate Social Responsibility(CSR) for Major Ports vide letter dated PD-12019/1/2020-PD-VI- (Coord) dated 04<sup>th</sup> March 2020.
- b) As per the above Guideline, if the net profit of the previous financial year is less than 100 crores, CSR expenditure shall be 3% to 5% of such Net profit. Accordingly, Port has made a provision of Rs 50.69 Lakhs during 2019-20 as follows:

<b>Particulars</b>	<b>Amount</b>
Net Profit 2017-18	13,54,71,738
Net profit 2018-19	19,18,44,406
Total Net Profit	32,73,16,144
CSR Liability @3% of above	98,19,484
CSR Expenditure incurred during 2018-19 & 2019-20	
a) Contribution to Distress Relief Fund	31,05,938
b) Waiver of Port charges for handling & Storage of Flood Relief Materials	1,44,762
c) Contribution to Kerala Fine Arts Society	15,00,000
Total expenditure till 2019-20	47,50,700
<b>Balance CSR Liability for which Provision created in 2019-20</b>	<b>50,68,784</b>

**23. Service Tax**

Central Excise Authorities had issued 28 Show Cause Notices demanding a total of Rs 70.57 Crores for the non collection of service tax on services provided in Estate Rentals, Rent on Jetties, License fee, Upfront payment, Royalty from M/s. IGTPL and excess utilization of Cenvat credit, ineligible Cenvat Credit, CISF proportionate charges for security services, legal charges, non payment of Service Tax on MPSO invoices, liquidated damages. Based on legal opinion, Port Trust has filed appeal and all matters are under sub-judice before appropriate Authority/Tribunal/High Court of Kerala.

**24. Income Tax**

- a) Income Tax Assessments are completed till AY 2017-18. Assessment order for AY 2017-18 was issued on 26.12.2019 and refund of Rs 3.67 crores was obtained on 29.10.2019. Balance amount of Rs.5.60 crores is to be refunded.
- b) 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 is pending with Jurisdictional Assessing Officer.
- c) Refund of TDS for AY 2014-15 to AY 2016-17 due to change in PAN, Port has received a refund of Rs.8.62 crores on 20.11.2019 for AY 2014-15 and refund of remaining years is yet to be received.
- d) Intimation u/s 143(1) is received for AY 2018-19 on 06.02.2020 where by there is a refund of TDS to the tune of Rs 10.16 crores including interest.

**25. 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.

**26. Arbitration and legal proceedings**

- a) Long standing dispute on lease rentals with M/s.Petronet LNG pending since 2010, could be resolved after a series of meetings and mediated settlements, which was got approved through Court Order dated 29.01.2020. Accordingly, PLL has remitted an amount of Rs.148.69 crores on 25.02.2020 which includes Upfront payment from 01.04.2019 to 11.02.2039 amounting to Rs 100.22 crores , unpaid lease rent dues from 11.07.2010 to 31.03.2019 Rs 52.31 crores , interest due thereon Rs 18.49 crores after adjusting Security Deposit refundable to

PLL Rs 6.71 crores and dredging advance Rs 15.62 crores. The same has been utilized for bridging the gap in the Pension Fund liability.

- b) M/s IGTPPL had filed claim before the Arbitral Tribunal to the tune of Rs 300 Crores against which port had filed counter claim amounting to Rs 1070.71 Crores which comprises of claims raised in connection with capital and maintenance dredging work, loss due to concession on Vessel related charges, loss of revenue share on account of under utilization of facilities, cost of deployment of CISF at ICTT, reimbursement of leave salary and gratuity contribution in respect of port employees deputed to IGTPPL from 01.04.2005 to 28.02.2011. The Arbitral Tribunal passed Award on 12.05.2017. The issue in respect of date of commencement of Licence period was awarded in IGTPPL's favour. In respect of the issue of cost of CISF deployment at ICTT and reimbursement of leave salary, pension and gratuity contribution, the tribunal stated that IGTPPL has to bear the cost but did not specified the amount to be paid. The Arbitral Tribunal in the order stated that the parties have to sort out what amount are payable by the claimant and sort it out between themselves. Based on the Expert opinion of Attorney General of India, CoPT filed petition against the Award dated 12.05.2017 passed by the Arbitral Tribunal in the District Court, Ernakulam on 16.08.2017. OP (Arb) No.866 of 2017 challenging the Arbitral Award dated 12/05/2017 is pending.
- c) M/s. Jaisu Shipping Co. Pvt. Ltd., who executed the Contract of 'Dredging for maintenance of channels at Cochin Port for the year 2007-08' invoked the Arbitration Clause in the Agreement and claimed Rs. 3.51 crores. The Arbitral Tribunal in the Arbitration Award passed on 15/05/2013 directed Cochin Port to pay an amount of Rs 0.87 Crores to M/s. Jaisu Shipping Company along with interest @ 9% per annum from the date of the claim (19/04/2012) till the date of Award and thereafter at the same rate till the payment is made. Aggrieved on the Award, Cochin Port has challenged the Arbitration Award dated 15/05/2013 under Section 34 of the Arbitration and Conciliation Act 1996 before the Hon'ble District Court, Ernakulam. The Hon'ble District Court dismissed the O.P (Arb.) No.512/2013 vide order dated 31/01/2020 which is received by the Port on 29/02/2020. Port had sought Legal Opinion from the LA, M/s. Joseph & Kurian on 03/03/2020, regarding the scope of filing an appeal against this Order. Legal Opinion is not received yet.
- d) The contract for Capital Dredging of approach channel and ICTT berth basin for providing depth as required for 14.50 meter draft container vessels and

maintenance dredging of Cochin Port during the period from 01.09.2008 to 31.12.2010 under the Agreement No.52 of 2008-09 was entrusted to M/s. Jaisu Shipping Co. Pvt. Ltd. who failed to provide the deliverables for which the payments has been withheld by the Port. The Bank Guarantee of Rs. 19.25 Crores submitted by Jaisu Shipping Co. Pvt. Ltd was encashed during 2011-12. The party then invoked the Arbitration clause in the Agreement.

As per the direction of the Hon`ble High Court of Kerala, Jaisu Shipping Co. Pvt. Ltd has filed amended claim statement before the reconstituted Arbitral Tribunal worth Rs. 795 Crores incorporating all the additional claims filed by them and CoPT has filed the Statement of defence. Jaisu Shipping Co. Pvt. Ltd., has also claimed payment of final bill for the work already done, release and return of security deposit, retention amount and encashed Performance Guarantee. Port has filed counter claim amounting to Rs.322 crores. The arguments of the claimant were heard by the Arbitral Tribunal. As Jaisu Shipping Co. Pvt. Ltd. defaulted the Arbitrator's fees for several sittings, the proceeding of claims submitted by them was terminated by the Arbitral Tribunal and only Counter Claims of CoPT will be heard hereafter.

The bill for February 2011 and March 2011 for Rs 3.69 Crores towards Maintenance Dredging was not processed for payment as necessary supporting documents were not submitted.

- e) Litigation in respect of sponsorship fee due from M/s. Jaisu Shipping Co. Pvt. Ltd amounting to Rs 2.98 Crores along with interest @ 12% p.a for Volvo Ocean Race has been awarded in favour of Cochin Port Trust on 26.09.2013. As per the legal Opinion obtained by the Port, CoPT can file execution petition for recovery of the amount within 12 years from the date of decree. However, for this the assets owned by M/s Jaisu Shipping Co. Pvt. Ltd which are having no encumbrance to be attached are to be identified and other civil procedure are to be complied with.
- f) A suit was filed by M/s Jakhau Salt Company Pvt. Ltd for the loss of cargo due to collapse of Mattancherry Wharf for Rs.1.47 crores which was decreed against the Port. Port filed appeal before the Hon`ble High Court of Kerala, which is still pending. The case was listed last on 26-09-2019 for hearing, but was not taken up. The same is likely to be listed for hearing in due course.
- g) Installation & Commissioning of 110 KV sub-station and connected works at Cochin Port Trust was given to M/s Siemens Ltd., Chennai as on 16.03.2007

and the work was to complete in a period of 12 months as per agreement with M/s Siemens Ltd. Since there was a delay of 9 months in completing the work, liquidated damages of Rs.1.76 crores as per the agreement was deducted while making the final payment. Arbitration award was against the Port and hence the Port appealed against the award before the Hon'ble District Court, Ernakulam. Hearing is going on. The last hearing was conducted on 17/03/2020. The next hearing is scheduled on 26/05/2020.

- h) CoPT had entered into a contract with M/s.Tebma Shipyards Ltd., Chennai, for construction and delivery of two nos. 45 Tons Bollard Pull Tugs. Since the delivery of Tugs was delayed, CoPT had recovered Liquidated Damages of Rs. 8.09 Crores from the contractor. They raised objection to CoPT's above decision and the matter was referred for Arbitration. Arbitral Tribunal has passed an award on 10.09.2013 rejecting the claim of the Contractor and CoPT's counter claim for retaining the sum of Rs.8.09 crores was upheld. Subsequently, M/s. Tebma Shipyards Ltd., has filed an appeal on 21.12.2013 before Hon'ble District Court, Ernakulam seeking to set aside the award and to direct CoPT to release the Liquidated Damages of Rs. 8.09 Crores with interest. CoPT filed objections to the statement of facts submitted by M/s.Tebma Shipyards Ltd. Proceedings of the Court are in progress. Last hearing was held on 10-03-2020 and the next hearing is posted on 22-06-2020.
- i) Port had filed a civil suit on 28.03.2014 against M/s. Tebma Shipyards Ltd., before the Hon'ble Sub Court at Kochi to recover an amount of Rs.1.05 Crores 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. They have submitted an affidavit dated 06.02.2015 before Hon'ble Sub Court, Kochi praying to direct the Port Trust 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 M/s Tebma Shipyards Ltd., informed M/s Tebma Shipyards that he is not in a position to act as Arbitrator in the above dispute. Accordingly, a notice has been issued to M/s Tebma Shipyard Ltd., on 29.03.2019 to nominate another Arbitrator in the Arbitration panel. As the reply from M/s Tebma Shipyards Ltd., is still not received, the matter is being taken up with Port's Legal Advisor.

- j) Cases are 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 Rs. 1.58 crores). The case was posted for hearing before Supreme Court on 18.04.2017 and matter adjourned to 03.05.2017. Subsequently, the SLPs were taken up by the court on 12th, 13th & 14th of September 2017. After hearing the arguments, the Bench referred the matter to a larger Bench of 3 judges. The Hon'ble Supreme Court had listed this case lastly as item 101 on Tuesday, 17 March 2020 but was not taken up due to Covid-Pandemic. Subsequently LA informed that the Supreme Court is hearing only extremely urgent matters over videoconferencing as a result of the lockdown, and therefore our matter has not been listed and is unlikely to be listed till courts resume normal functioning.
- k) Land Acquisition cases related to the Project 'Providing Direct Road Connectivity to the SEZ area at Puthuvypeen, CoPT advanced an amount of Rs.1.07 Crores 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 CoPT and all the three co-developers have reimbursed their share of Rs 26.97 lakhs each.
- l) M/s. Lots Shipping Ltd. invoked the Arbitration against CoPT with respect to operation of Ro-Ro/ Lo-Lo Barge Service between W/Island & Bolghatty, claiming Rs 14.346 crores towards losses on account of low average daily volumes than the projected volumes in the tender, charter cost/day, maintenance costs of staff, taxes & levies paid, cost of frequent repair and loss of profit. Based on the default/dues on the part of M/s Lots Shipping Ltd. as per contract conditions, CoPT raised a Counter Claim of Rs 15.905 crores towards business loss, non-payment of Terminal Usage charges, parking charges, damages claim etc. As per the Arbitration Award dated 26/09/2019, M/s.Lots Shipping (Claimant) is given an award to realize an amount of Rs.57,99,411/- from CoPT (Respondent) with 9% interest from the date of the award till realization. All the Counter claims put forward by CoPT are disallowed. CoPT filed Application under Section 34 of Arbitration & Conciliation Act in the District Court, Ernakulam which is pending.
- m) CoPT invoked Arbitration against IGTPL in the dispute on non-reimbursement of Cost Recovery Charges (CRC) at Vallarpadam SEZ by



them. The Tribunal passed the Award on 27/05/2019 with a finding that there is a 50% liability upon IGTPPL, to reimburse or pay the CRC as an interpretation of the Licence Agreement dated 31/01/2005 and allowed half the claims for the period from July 2011 to January 2018 as payable by IGTPPL to CoPT along with further interest @6% p.a thereon calculated from the respective dates of the Demand Drafts (date of DD). Accordingly claim was raised on IGTPPL for depositing an amount of Rs.1,31,25,975/- as per the Award including 50% of Rs.44,19,400/- towards outstanding dues for 2017-18 (I & II half) and 2018-19 (I & II half). IGTPPL honoured the Award and deposited the amount claimed by CoPT on 09/08/2019

- n) Cochin Port Trust had given work order for "Supply, erection, testing and commissioning of 3 nos. 20 metre High Mast lighting system at the Cochin Fisheries Harbour" to M/s Ambligola Exporters, Bangalore at a total contract value of Rs.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. From the final bill submitted by the firm an amount of Rs.5,02,278/- was deducted, which includes the three amounts of Rs.1,59,825/-, Rs.3,40,578/- and Rs.1875/- towards LD, reinstating charges of the cable trenches and filling the foundation pit using JCB respectively. M/s Ambligola Exporters, filed a case before the Hon'ble Munsiff Court, Kochi against Cochin Port Trust. The judgement of the Court went in favour of the Plaintiff M/s Ambligola Exporters, directing to pay Rs.5,16,708/- to M/s Ambligola Exporters with interest @6% per annum. An appeal has been filed before the Hon'ble District Court against the judgement passed by the Hon'ble Munsiff Court on 15.03.2019. The last hearing was conducted on 09/03/2020. The case is posted on 18/07/2020 for submitting the records of Lower Court.
- o) The work of "Providing 200mm Ductile Iron pumping line from UG tanks at Halt area at various locations in Willington Island and Road rectification thereof was awarded to M/s East India Engineers on 12.05.2015 with work Order value of Rs 1.91 crores. The contractor completed the pipelaying work except at the 3 railway crossing due to pending approval from Railway Authorities but the Road rectification work was not completed. The contractor raised certain issues regarding release of retension money, modified rates for executing road rectification work etc and appointed Sole arbitrator for the subject work. As per the final order issued by the Sole Arbitrator, the contractor is eligible for claims of Rs 74.59 lakhs and port is

eligible for claims of Rs 18.48 lakhs. Port has challenged the Order before Hon'ble District Court.

- p) The work of "Dredging for maintenance of channels and basins at Cochin Port for the year 2017-18" was awarded to M/s. DCIL through open tender for an amount of Rs.88.511 crores. The contract consists of two parts viz., (i). Part-A- Lumpsum basis - Rs.75.041 crores and (ii) Part-B - Need/Quantity Basis- Rs. 13.47 crores. As per the contract conditions, the contractor has to maintain the entire channel coming under the lumpsum part of the contract to a depth of (-) 15.90m throughout the contract period.

It was reported by DCI that as per the pre dredge survey, there was a back log quantity of around 8 Million Cu.m is to be removed for achieving the depth of (-) 15.90m and the time period given for making full depth from the date of commencement of work is 2 months. DCI has requested to allow them to maintain the channels and basins, as handed over to them till completion to the contract without any penalty. As DCI's claims are not in line with the agreement conditions, CoPT has not acceded to the same.

Considering the higher ruling shortfall in depth in the channels coming under the lumpsum part of the contract after the allowable period of 2 months, the Board of Trustees vide resolution No. 127 (Agenda Item No.B4) resolved to approve, (a) continuing the ongoing contract with M/s. DCI, based on the pre-dredge survey taken as on 19-02-2018, in view of settling the disputes through AMRCD as detailed in Agenda Item No.B4; and b) releasing payment against the monthly bills of DCI since May 2018 for the work done, till the disputes are resolved through the AMRCD as: (i) @ 75% against the gross bill amount under Part A - Lumpsum basis; (ii) full payment for work done under Part B - Need /Quantity basis; (iii) to recover the charges towards the services availed by DCI for execution of the contract and other recoveries as per the agreement conditions, except the recovery towards non performance due to shortfall in depth and width; and (iv) to effect the fuel price variation payments based on the payment made as above, as recommended by Dredging Committee. Accordingly, payments towards the bills raised by DCI for the period from May 2018 onwards were released to DCI.

As per Ministry's directions during its Empowered Committee meeting held on 11/10/2019, with the approval of the Board vide resolu. No.197 dated 20-02-2020 , Prof. R.Sundaravadivelu, Dept of Ocean Engineering, IIT Madras has been appointed as Conciliator for resolving the disputes in

connection with the subject work, vide CoPT's letter dated 6/03/2020. Sitting is yet to be held in this regard.

- q) The Contract for the Deposit work of IOCL, "Construction of Multi-User Liquid Terminal at Puthuvypen, Cochin Port on Engineering, Procurement & Construction Contract basis - Part: A Scope of work under MULT Jetty under Agreement No. 16 of 2015-16 & Supplementary Agreement to the Agreement No. 16 of 2015-16 was entrusted with M/s. RKEC Projects Private Limited, who could not complete the work within the eligible extended Contract Period. So, recovered Liquidated Damages. They invoked Arbitration on 27.04.2019 claiming, 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. amounting to Rs. 84,76,20,707.41. The Arbitration proceeding are in progress.
- r) The Contract for the work, "Construction of Multi-User Liquid Terminal at Puthuvypeen, Cochin Port on Engineering, Procurement & Construction Contract basis - Part: B Scope of work under Barge Jetty (Agreement No. 17 of 2015-16 & Supplementary Agreement to the Agreement No. 17 of 2015-16)" was entrusted with M/s. RKEC Projects Private Limited, who could not complete the work within the eligible extended Contract Period. So, recovered Liquidated Damages. They invoked Arbitration claiming, 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. amounting to Rs. 17,26,63,351.14. The Arbitration proceedings are in progress.
- s) "M/s GPT Geo (JV), the Contractors for the work "Construction of Flyover and ROB including modifications to GIDA Bridge No. 2 at Vallarpadam" invoked arbitration on 3/10/2018, claiming an amount of Rs. 11,73,77,950/- towards compensation for their various charges on account of delay in completion of work. First sitting was held on 18.02.2020 and finalized milestone dates for filing the documents. Next sitting is scheduled on 22.06.2020.

## 27. Retirement Benefits:

- a) Based on the data of 31.03.2020, the actuarial valuation of liability made by LIC is Rs 3193.34 Crores. The pension liability for the pensioners and existing employees is Rs 2074.32 crores and Rs 985.18 crores respectively

totaling Rs 3059.50 Crores and Gratuity liability for existing employees is approximately Rs 133.84 Crores. Against this, Cochin Port is having investment of Rs.328.25 Crores and Rs 7.61 Crores in Pension and Gratuity Fund respectively as on 31.03.2020 which is excluding interest for the year 2019-20 as the interest rates for 2019-20 is yet to be declared by LIC.

- b) The Actuarial Valuation of Pension liability has increased to Rs 3193.34 Crores as on 31.03.2020 as against Rs 2774.26 crores as on 31.03.2019 due to the increase in purchase price of Annuity w.e.f September 2019 and due to the increase in monthly pension and salary due to Wage Revision of Class I & II officers.
- c) During the year 2019-20, the amount of Rs 148.69 crores received towards one time settlement of lease rent dues from M/s Petronet LNG Ltd was fully transferred to the Pension Fund with LIC. During the Board Meeting of Cochin Port Trust held on 22.08.2015 it was decided to transfer the premium received on leasing of land in full to Pension Fund Trust considering the deteriorating position of the Pension Fund. The total contribution of Rs 157.78 crores transferred to pension Fund of LIC during 2019-20 includes Rs.4.20 crores received as Premium from leasing of land. Annual contribution as prescribed under Rule 87 of the Income Tax Rules,1962 amounting to Rs 20.15 crores was charged to Contribution to Pension Fund under Finance & Miscellaneous Expense .

## 28. Other Disclosures:

### a) 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 CoPT 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 CoPT. 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 to stop the operation with effect from June 2017 .and subsequently the party has invoked arbitration against the port.

The audited accounts of JMC as on 31.03.2018 shows accumulated profit amounting to Rs 35.17 Lakhs. 30% of the profit share amounting to Rs 10.55 lakhs attributable to Cochin Port Trust has been recognized as income under “sundry receipts” in the books of CoPT during the year 2017-18. 70% share of profit amounting to Rs 24.62 lakhs is attributable to M/s IWAI which has been shown as due to IWAI in the books of CoPT and will be made after the settlement of dispute with M/s.LOTS Shipping Ltd.

**b) 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, vide WP(C) No. 12138/2017 (N), Cochin Port Leaseholders Association along with 2 other petitioners (Pre-1996 lessees) filed a petition in the Hon’ble High Court of Kerala. Vide order dated 06.04.2017, interim stay for recovery of enhanced amounts was passed. Hon'ble High Court has vide Judgement dated 04.09.2019 dismissed the WP No.5974/2015 & 29/2015 in favour of COPT. Accordingly COPT 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 31.03.2020 under litigation amounts to Rs. 6.18 Crs , out of which 4.16 Cr. pertains to the above judgment.

**c) 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 Rs 1,297 per Jetty per annum which was enhanced to Rs 1,00,000 per Jetty per annum for those

rent out their jetties for tying up Valloms/boats belonging to others. As required u/s 123(n) of the MPT Act, 1963, 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 rates ranging between Rs. 2000/- to Rs. 100000/- depending on description of jetty. These have been published in the Kerala Gazette and waiting for publication in the Central Gazette. 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.

**d) 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 Trust 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, CoPT preferred an appeal before Hon'ble Electricity Ombudsman and the Ombudsman finally given order that the tariff of CoPT 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 Rs 74.78 lakhs as on 31.03.2020.

e) 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.

**f) Duty Credit scrip:**

During the year, Port has applied for SEIS Scrip for Rs 7.98 crores and is yet to be issued by JDFT. The Port has recognized the income during 2019-20, based on the net realizable value of 98.78%.

Similarly, M/s IGTPL has also received the scrip for 2015-16, 2016-17 and 2017-18 for Rs. 6.77 Crores, Rs. 5.74 Crores and Rs. 5.57 Crores respectively. Based on the observations made by C&AG and the Revenue Auditors that IGTPL has not paid revenue share on sale of SEIS Scrips, the Port sought legal opinion from our legal advisors and Additional Solicitor General and raised demand on IGTPL. However, IGTPL informed the Port that Royalty is not payable on SEIS scrips.

As per Article 15.1 of the License agreement, a meeting was conducted on 02.09.2019 to resolve the issue and difference of opinions amicably. However, it was in vain. Hence decided mutually to invoke Article 15.2 of the License agreement to take Assistance of Expert to resolve the issue. Accordingly, Hon'ble Justice (Retd) S.Siri Jagan has been mutually appointed as a legal expert by CoPT and IGTPL. The expert promulgated his opinion vide email dated 07.05.2020 in favour of the Port.

29. A separate set of accounts of Cochin Fisheries Harbour is shown in the accounts.

Sd/-

**FINANCIAL ADVISER &  
CHIEF ACCOUNTS OFFICER**



AN ISO 9001:2008 & ISPS COMPLIANT PORT

# COCHIN PORT TRUST

Willingdon Island, Cochin-682009

## AUDIT REPORT ON ANNUAL ACCOUNTS FOR 2019-20



**SEPARATE AUDIT REPORT OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA ON THE ACCOUNTS OF COCHIN PORT TRUST FOR THE YEAR ENDED 31 MARCH 2020**

We have audited the attached Balance Sheet of Cochin Port Trust, Cochin as at 31 March 2020 and the Profit & 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 102 of the Major Port Trusts Act, 1963. 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 Trust as per Concession Agreement with IGTPL. 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 102 of the Major Port Trusts Act, 1963;
- ii. In our opinion, proper books of accounts and other relevant records have been maintained by the Cochin Port Trust as required under Section 102 of the Major Port Trust Act, 1963 in so far as it appears from our examination of such books.

We further report that:

**A. Balance Sheet:**

**A.I. Application of Funds:**

**A.I.1 Current Liabilities and Provisions : Rs.694.21 crore**

The liability on account of pension and gratuity contribution of existing employees and pensioners as per actuarial valuation worked out to Rs.3193.34 crore as on 31 March 2020 against which the investment in the Pension and Gratuity Fund was Rs.335.86 crore, leaving a shortfall of Rs.2857.48 crore. This has resulted in understatement of Current Liabilities & Provisions by Rs.2857.48 crore as well as overstatement of Profit to the same extent.

**The comment was also included in Separate Audit Report for the years 2016-17, 2017-18 and 2018-19. However, no corrective action has been taken by the Port.**

**B. Profit & Loss Account:**

**B.I. Income:**

**B.I.1 Finance & Miscellaneous Income (Sch. N) – Rs.43.20 crore**

CoPT applied for SEIS scrip valuing Rs.7.98 crore for the financial year 2018-19 on 19 March 2020 and recognized 98.78% of the same as income for the financial year 2019-20. As the realization of the scrip was contingent upon successful auction of the same in the open market, recognition of income as on 31 March 2020, resulted in overstatement Income by Rs.7.88 crore with corresponding overstatement of Profit.

**C. Notes to Accounts:**

**C.1** In the Notes to Accounts, CoPT disclosed [Item No. 26(a)] the details of One Time Settlement concluded with Petronet LNG Ltd. However, the details of lease rent income written off amounting to Rs.31.17 crore has not been stated.

**C.2** CISF had claimed Rs.21.48 crore towards penal interest for delayed payment towards Cost of Deployment upto 31st March 2020. Request for waiver of penal interest has not been accorded by Ministry of Home Affairs and is pending with Ministry of Shipping. These facts have not been disclosed in the Notes to Accounts.

**D. General:**

The Port has neither carried out Actuarial Valuation nor provided liability towards Earned Leave Encashment of its employees in the accounts.

**D.1** **The comment was also included in Separate Audit Report for the years 2016-17, 2017-18 and 2018-19. However, no corrective action has been taken by the Port.**

## E. Grants in Aid

Opening Balance of Grant as on 01 April 2019 was Rs.25.85 crore. Grant in aid received by the Port during 2019-20 was Rs.13.13 crore (including interest accrued Rs.1.02 crore) of which a sum of Rs.0.54 crore was received during March 2020. A sum of Rs.24.19 crore was expended during the year 2019-20 of which Rs.2.07 crore was spent out of Port's own fund. A sum of Rs.16.86 crore remained towards unutilized grant as on 31 March 2020.


v. 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.

vi. 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 Trust as at 31 March 2020; and

b. In so far it relates to Profit and Loss Account of the Profit for the year ended on that date.

5. A review of accounts showing the summarised financial results of the Cochin Port Trust for the last three years is given in **ANNEXURE II**.

For and on behalf of the  
Comptroller & Auditor General of India  
  
(R. AMBALAVANAN)  
Director General of Commercial Audit, Chennai

Place: Chennai  
Date : 20.08.2020

## ANNEXURE I

### Internal Audit & Internal Control:

#### **1) Adequacy of Internal Audit:**

The Internal Audit of the Port was entrusted to Chartered Accountants. Internal Audit for the year 2019-20 was completed.

#### **2) Adequacy of Internal Control System:**

Internal Control system provides a reasonable assurance on the achievement of the objectives of an organisation regarding efficiency and effectiveness of operations, compliance with rules and regulations and the adequacy of financial reporting system. No major discrepancies were noticed in the Internal Control System.

#### **3) Physical verification of Fixed Assets**

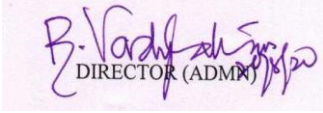
The physical verification of Fixed Assets was carried out during 2019-20.

#### **4) System of Physical Verification of Inventories**

No discrepancies were noticed in the system of verification of Inventories.

#### **5) Regularity in payment of Statutory dues**

The Port is paying Statutory dues such as Provident Fund, ESI, Income Tax, GST, etc. on due dates.



B. Vardh Raj Singh  
DIRECTOR (ADMN)

## ANNEXURE II

**REVIEW OF ACCOUNTS OF COCHIN PORT TRUST FOR THE YEAR ENDED  
31 MARCH 2020 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 summarizes the financial position of the Port Trust at the end of each of the three years ending 31 March 2018, 2019 and 2020

(Rs. in crore)

PARTICULARS		2017-18	2018-19	2019-20
<b>A</b>	<b>LIABILITIES</b>			
(i)	Capital Reserves	84.84	84.84	84.84
(ii)	Other reserves	22.97	43.21	34.26
(iii)	Borrowings - Capital debts, Loan from Govt.	258.14	232.33	206.51
	Other loans	0.66	0.30	0.30
(iv)	Current liabilities and Provisions	975.08	955.25	868.39
(v)	Other liabilities	61.03	64.95	68.35
	<b>Total</b>	<b>1402.72</b>	<b>1380.88</b>	<b>1262.65</b>
<b>B</b>	<b>ASSETS</b>			
(i)	Fixed Assets	685.02	688.71	676.60
(ii)	<u>Less:</u> Depreciation	(283.75)	(302.34)	(306.00)
(iii)	Net fixed assets	401.27	386.37	370.60
(iv)	Capital work in progress	24.59	20.54	28.23
(v)	Investments	0.15	0.15	1.15
(vi)	Current assets, Loans & advances	443.79	460.18	370.23
(vii)	Accumulated deficit	532.92	513.74	492.44
	<b>Total</b>	<b>1402.72</b>	<b>1380.88</b>	<b>1262.65</b>
C	Working Capital <sup>1</sup>	(-)531.29	(-)495.17	(-)498.16
D	Net worth <sup>2</sup>	(-)425.11	(-)385.69	(-)373.34
E	Capital employed <sup>3</sup>	(-)130.02	(-)108.80	(-)127.56
F	Return on capital employed <sup>4</sup> (in %)	(+10.42)	(+17.63)	(+16.70)
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 Trust for the three years ending 31 March 2020 are summarized below:

(Rs. in crore)

	PARTICULARS	2017-18	2018-19	2019-20
<b>A</b>	<b>Revenue</b>			
(i)	Operating income	526.79	585.51	649.03
(ii)	Non-operating income	51.15	46.61	43.20
	<b>Total</b>	<b>577.94</b>	<b>632.12</b>	<b>692.23</b>
<b>B</b>	<b>Expenditure</b>			
(i)	Operating Expenditure	367.22	374.67	355.88
(ii)	Non-operating expenditure	197.18	238.27	315.05
	<b>Total</b>	<b>564.40</b>	<b>612.94</b>	<b>670.93</b>
C	Net surplus/ deficit before appropriation	(+)13.54	(+)19.18	(+) 21.30
D	<u>Less:</u> Appropriations / <u>add:</u> transfers (net)	0	0	0
E	Surplus/ deficit transferred to revenue Reserve	(+)13.54	(+)19.18	(+) 21.30
F	<b>Percentage of net surplus/ deficit to:</b>			
(i)	Operating income	(+)2.57	(+)3.28	(+)3.28
(ii)	Net fixed assets	(+)3.37	(+)4.96	(+)5.75
(iii)	Net worth	(+)3.18	(+)4.97	(+)5.70

## 3. Ratio Analysis:

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

- ❖ Percentage of Current assets to Current liabilities was 45.51, 48.17 and 42.63 during 2017-18, 2018-19 and 2019-20 respectively.
- ❖ Percentage of Quick assets to Current liabilities was 37.18, 39.53 and 33.89 during 2017-18, 2018-19 and 2019-20 respectively.
- ❖ Percentage of Sundry debtors to Operating income was 27.97, 23.59 and 9.57 during 2017-18, 2018-19 and 2019-20 respectively.
- ❖ Capital debt to Capital reserves & General reserves Ratio was 2.53, 2.28 and 2.02 during the years 2017-18, 2018-19 and 2019-20 respectively.

  
DIRECTOR (ADMN)



AN ISO 9001:2008 & ISPS COMPLIANT PORT

**COCHIN PORT TRUST**

Willingdon Island, Cochin-682009

**AUDIT REPORT**  
**WITH**  
**ACTION TAKEN NOTES**  
**FOR 2019-20**

**Action Taken Notes on the comments on Accounts raised in the Separate Audit Report of  
Cochin Port Trust for the year ended 31.03.2020**

**A. Balance Sheet:**

**A.I. Application of Funds:**

**A.I.1 Current Liabilities and Provisions: Rs.694.21 crore**

The liability on account of pension and gratuity contribution of existing employees and pensioners as per actuarial valuation worked out to Rs.3193.34 crore as on 31 March 2020 against which the investment in the Pension and Gratuity Fund was Rs.335.86 crore, leaving a shortfall of Rs.2857.48 crore. This has resulted in understatement of Current Liabilities & Provisions by Rs.2857.48 crore as well as overstatement of Profit to the same extent. The comment was also included in Separate Audit Report for the years 2016-17, 2017-18 and 2018-19. However, no corrective action has been taken by the Port.

- *The current financial position of Cochin Port is not favourable to make huge provisions based on Actuarial Valuation of Pension & Gratuity Contribution, which will result in huge loss and may also render Cochin Port Trust ineligible for Government Grant in Aid/raising funds from financial institutions. Hence, provision not made for shortfall in contribution to Pension & Gratuity funds.*

**B. Profit & Loss Account:**

**B.I. Income:**

**B.I.1 Finance & Miscellaneous Income (Sch. N) – Rs.43.20 Cr**

CoPT applied for SEIS scrip valuing Rs.7.98 Cr for the year 2018-19 on 19-03-2020 and recognized 98.78% of the same as income during the year. As the approval from the DGFT is pending and the realization of the scrip is contingent upon successful auction of the same in the open market, recognition of income as on 31.03.2020 was incorrect. This has resulted in overstatement of above income by Rs.7.88 Cr with corresponding overstatement of Profit.

- *The application for SEIS scrip for the year 2018-19 was filed on 19.03.2020 and, it usually takes around two to three months time for the scrip to be issued by JDFT as per past experience. At the time of finalisation of accounts, there was no contingency and port expected the scrip to be issued in the normal course of time as in earlier years. Hence, the provision was created at an average realisable value of 98.78% of the value of scrip applied by the Port, based on past data.*

*The SEIS scrip was subsequently issued to Port on 09.07.2020 for Rs 7.98 crores.*



## C. Notes to Accounts:

C.1 In the Notes to Accounts, CoPT disclosed [Item No. 26(a)] the details of One Time Settlement concluded with Petronet LNG Ltd. However, the details of lease rent income written off amounting to Rs.31.17 crore has not been stated.

- *In the Notes on Accounts for the year 2019-20, only the net impact of one time settlement with M/s. PLLL has been disclosed as the matter is already settled and has no further financial implication. Moreover the subject was deliberated in detail during the Board meetings held on 23.10.2019 & 17.12.2019 in which the detailed workings was separately disclosed.*

C.2 CISF had claimed Rs.21.48 crore towards penal interest for delayed payment towards Cost of Deployment upto 31st March 2020. Request for waiver of penal interest has not been accorded by Ministry of Home Affairs and is pending with Ministry of Shipping. These facts have not been disclosed in the Notes to Accounts.

- *The Penal interest on CISF payments mainly got accumulated during the period 2014-15 and 2015-16 when the Port withheld the COD bills from February 2014 to May 2015 due to delay on the part of CISF in finalising of restructuring of CISF strength through resurvey.*

*As per the instruction of Ministry of Shipping to reduce expenditure on CISF, the port had requested CISF authorities to conduct resurvey to reduce CISF strength at CoPT. Accordingly, resurvey was initiated in September 2013. However, the finalisation of resurvey got delayed for which the resurvey Board members of CISF are solely responsible. Since the port's financial situation got worsened, CoPT was forced to withhold the payment of COD bills from February 2014 to May 2015 which was done by CoPT after giving advance notices and after giving ample time to resolve the crisis. The amount withheld was released to CISF after finalisation of resurvey in June 2015. Hence, CoPT has never accepted the penal interest charged by CISF since the delay occurred mainly due to lapse on the part of CISF.*

*Further, COD payment of CISF deployment at ICTT, Vallarpadam since the year 2011 was not being paid by M/s IGTPL. The deployment of CISF at ICTT was discontinued after December 2015. The share of COD bill attributable to ICTT amounts to Rs.13.41 crores which has also been withheld by the Port as its financial position is not favourable to meet this payment out of its internal resources. It was communicated to CISF that the matter was under arbitration with IGTPL and will be settled based on the outcome of arbitration. The arbitration award in respect of IGTPL dues has been challenged by the Port before the District Court. Despite the above facts, CISF has been charging Penal interest on the same which has not been accepted by the Port.*

*Apart from the above two instances, CISF has been charging penal interest on certain amounts like excess security deposit recovered by the Port, amount withheld and paid by*

*the port as per direction of Service Tax Department etc which itself is not payable by the Port .*

*Since CoPT has never accepted the liability of penal interest charged by CISF, provision has not been created in the books of accounts. Even in the case of penal interest accrued on Government of India loan, the Port had not created any provision in the books of accounts as the Port was pursuing the matter with the Ministry for its waiver. Finally, provision was created only for that component of the penal interest which was mandatorily required to be paid by the Port as per direction of the Ministry.*

*Similarly, in the case of CISF penal interest also, the port is still pursuing the matter with the Ministry. The Ministry of Shipping has recently vide its letter dated 09.07.2020 sought certain details from the Port on outstanding payments to CISF so as to take up the matter of waiver of penal interest with the Ministry of Home Affairs. Hence necessary provision will be created if required in future based on the direction from the Ministry.*

#### **D. General:**

The Port has neither carried out Actuarial Valuation nor provided liability towards Earned Leave Encashment of its employees in the accounts.

**D.1** The comment was also included in Separate Audit Report for the years 2016-17, 2017-18 and 2018-19. However, no corrective action has been taken by the Port.

- *We are in receipt of the above said Audit Enquiry and hereby state that Annual Accounts of Port Trust are prepared based on the recommendations given in the Billimoria Report which neither specifies the need for Actuarial Valuation of EL Encashment nor providing liability towards the same. Hence, Port does not follow the practice of taking Actuarial Valuation of EL Encashment of employees.*

#### **E. Grants in Aid**

Opening Balance of Grant as on 01 April 2019 was Rs.25.85 crore. Grant in aid received by the Port during 2019-20 was Rs.13.13 crore (including interest accrued Rs.1.02 crore) of which a sum of Rs.0.54 crore was received during March 2020. A sum of Rs.24.19 crore was expended during the year 2019-20 of which Rs.2.07 crore was spent out of Port's own fund. A sum of Rs.16.86 crore remained towards unutilized grant as on 31 March 2020.

- *Factual*

## ANNEXURE I

### Internal Audit & Internal Control:

#### **1) Adequacy of Internal Audit:**

The Internal Audit of the Port was entrusted to Chartered Accountants. Internal Audit for the year 2019-20 was completed.

- *Factual*

#### **2) Adequacy of Internal Control System:**

Internal Control system provides a reasonable assurance on the achievement of the objectives of an organisation regarding efficiency and effectiveness of operations, compliance with rules and regulations and the adequacy of financial reporting system. No major discrepancies were noticed in the Internal Control System.

- *Factual*

#### **3) Physical verification of Fixed Assets**

The physical verification of Fixed Assets was carried out during 2019-20.

- *Factual*

#### **4) System of Physical Verification of Inventories**

No discrepancies were noticed in the system of verification of Inventories.

- *Factual*

#### **5) Regularity in payment of Statutory dues**

The Port is paying Statutory dues such as Provident Fund, ESI, Income Tax, GST, etc. on due dates.

- *Factual*

**ANNEXURE II**

**REVIEW OF ACCOUNTS OF COCHIN PORT TRUST FOR THE YEAR ENDED  
31 MARCH 2020 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 summarizes the financial position of the Port Trust at the end of each of the three years ending 31 March 2018, 2019 and 2020

(Rs. in crore)

PARTICULARS		2017-18	2018-19	2019-20	
<b>A</b>	<b>LIABILITIES</b>				
(i)	Capital Reserves	84.84	84.84	84.84	
(ii)	Other reserves	22.97	43.21	34.26	
(iii)	Borrowings - Capital debts, Loan from Govt.	258.14	232.33	206.51	
	Other loans	0.66	0.30	0.30	
(iv)	Current liabilities and Provisions	975.08	955.25	868.39	
(v)	Other liabilities	61.03	64.95	68.35	
	<b>Total</b>	<b>1402.72</b>	<b>1380.88</b>	<b>1262.65</b>	
<b>B</b>	<b>ASSETS</b>				
(i)	Fixed Assets	685.02	688.71	676.60	
(ii)	<u>Less: Depreciation</u>	(283.75)	(302.34)	(306.00)	
(iii)	Net fixed assets	401.27	386.37	370.60	
(iv)	Capital work in progress	24.59	20.54	28.23	
(v)	Investments	0.15	0.15	1.15	
(vi)	Current assets, Loans & advances	443.79	460.08	370.23	
(vii)	Accumulated deficit	532.92	513.74	492.44	
	<b>Total</b>	<b>1402.72</b>	<b>1380.88</b>	<b>1262.65</b>	
C	Working Capital <sup>1</sup>	(-)531.29	(-)495.17	(-)498.16	
D	Net worth <sup>2</sup>	(-)425.11	(-)385.69	(-)373.34	
E	Capital employed <sup>3</sup>	(-)130.02	(-)108.80	(-)127.55	
F	Return on capital employed <sup>4</sup> (in %)	(+)10.42	(+)17.63	(+)16.70	
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.				

Factual

## 2. Working Results:

The working results of the Port Trust for the three years ending 31 March 2020 are summarized below:

(Rs. in crore)

	PARTICULARS	2017-18	2018-19	2019-20	
<b>A</b>	<b>Revenue</b>				Factual
(i)	Operating income	526.79	585.51	649.03	
(ii)	Non-operating income	51.15	46.61	43.20	
	<b>Total</b>	<b>577.94</b>	<b>632.12</b>	<b>692.23</b>	
<b>B</b>	<b>Expenditure</b>				
(i)	Operating Expenditure	367.22	374.67	355.88	
(ii)	Non-operating expenditure	197.18	238.27	315.05	
	<b>Total</b>	<b>564.40</b>	<b>612.94</b>	<b>670.93</b>	
C	Net surplus/deficit before appropriation	(+)13.54	(+)19.18	(+) 21.30	
D	Less: Appropriations / add: transfers (net)	0	0	0	
E	Surplus/deficit transferred to revenue Reserve	(+)13.54	(+)19.18	(+) 21.30	
<b>F</b>	<b>Percentage of net surplus/ deficit to:</b>				
(i)	Operating income	(+)2.57	(+)3.28	(+)3.28	
(ii)	Net fixed assets	(+)3.37	(+)4.96	(+)5.75	
(iii)	Net worth	(+)3.18	(+)4.97	(+)5.70	

## 3. Ratio Analysis:

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

<ul style="list-style-type: none"><li>Percentage of Current assets to Current liabilities was 45.51, 48.17 and 42.63 during 2017-18, 2018-19 and 2019-20 respectively.</li></ul>	Factual
<ul style="list-style-type: none"><li>Percentage of Quick assets to Current liabilities was 37.18, 39.53 and 33.89 during 2017-18, 2018-19 and 2019-20 respectively.</li></ul>	
<ul style="list-style-type: none"><li>Percentage of Sundry debtors to Operating income was 27.97, 23.59 and 9.57 during 2017-18, 2018-19 and 2019-20 respectively.</li></ul>	
<ul style="list-style-type: none"><li>Capital debt to Capital reserves &amp; General reserves Ratio was 2.53, 2.28 and 2.02 during the years 2017-18, 2018-19 and 2019-20 respectively.</li></ul>	

Sd/-  
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CHIEF ACCOUNTS OFFICER