



15th ANNUAL REPORT

2014-2015



ODISHA STATE BEVERAGES CORPORATION LIMITED

(A GOVERNMENT OF ODISHA UNDERTAKING)
9TH FLOOR, IDCO TOWERS, SAHIDNAGAR,
BHUBANESWAR-751022 (ODISHA), www.osbc.gov.in
CIN: U51228OR2000SGC006372



CONTENTS

	Pages
Board of Directors	01
Directors' Report	02-15
Replies of the Management on the Comments of the Statutory Auditors.	16-30
Replies of the Management on the Comments of the Comptroller and Auditor General of India.	31
Extract of Annual Return	32-35
CSR Report	36-40
Independent Auditors' Report	41-64
Balance Sheet	65
Statement of Profit & Loss	66
Cash Flow Statement	67-68
Notes	69-88



**BOARD OF DIRECTORS AS ON 31.03.2015**

1.	Shri S.P.Thakur, IAS.	Chairman
2	Shri Manoj Ahuja, IAS.	Director
3.	Shri Prasanta Kumar Senapati, IAS	Director
4.	Shri Aswini Kumar Mishra, IA& AS	Director
5.	Shri Akshaya Kumar Parida, OAS (SAG)	Director
6.	CA. Arun Kumar Sabat, FCA.	Independent Director.
7.	Shri Dwijaraj Kar,OAS (SAG)	Managing Director

BOARD OF DIRECTORS AS ON 30.09.2015

1.	Shri Manoj Ahuja,I.A.S.	Chairman
2.	Shri Niten Chandra, IAS.	Director
3.	Shri Prasanta Kumar Senapati, I.A.S.	Director
4.	Shri Aswini Kumar Mishra,I.A. &A.S	Director
5.	Shri A.K.Parida , OAS(SAG)	Director
6.	CA A.K.Sabat, FCA	Independent Director
7.	Shri Dwijaraj Kar, OAS (SAG).	Managing Director

STATUTORY AUDITORS:

M/s. GRC & Associates.

Chartered Accountants

N-6/432, 1st Floor, IRC Village, Nayapalli,
Bhubaneswar, Odisha-751015.

BANKERS:

Union Bank of India

State Bank of India.

IDBI Bank Limited

REGISTERED OFFICE:

9th Floor, IDCO Tower,

Janpath, Bhubaneswar-751022, Odisha.

CIN: U51228OR2000SGC006372



DIRECTORS' REPORT

Dear Shareholders,

On behalf of the Board of Directors, the Company conveys its immense pleasure in presenting the 15th Annual Report together with the Audited Statement of Accounts of M/s. Odisha State Beverages Corporation Limited for the year ended 31st March 2015.

1. FINANCIAL HIGHLIGHTS:

The financial results of the Company for the year ended 31st March 2015 vis-a-vis 31st March 2014 are

PARTICULARS	For the Financial Year ended on 31.03.2015 (Rupees in lacs)	For the Financial Year ended on 31.03.2014 (Rupees in lacs)
Total Revenue	297,365.75	260,500.25
Total Expenses	292,409.71	252,243.03
Profit Before tax	4,956.04	8,257.22
Tax Expenses		
Current Tax	1,997.57	2,826.11
Deferred Tax Liability/ (Assets)	662.16	-196.81
Earlier Year Tax/ (Refund)	-	-
Profit after Tax	2,296.31	5,627.92
Appropriation:		
General Reserve	229.63	562.79
Dividend	1,001.70	1,688.37
Dividend Tax	200.28	337.57

2. SUMMARY OF OPERATIONS:

The Odisha State Beverages Corporation Limited was incorporated and got its legal status under the Companies Act, 1956 on 6th November, 2000 from the Registrar of Companies, Odisha, Cuttack.

Your Corporation, from the date of its legal recognition, has been vested with the exclusive right and privilege of importing, exporting and carrying on the wholesale trade and distribution of foreign liquors, beverages of different kind and brands in the State on behalf of the State Government for the whole of the state of Odisha.



During the year of operation, the Audited Financial results reveals that the total revenue was Rs.2,97,365.75 lakh and the total expenses was Rs.2,92,409.71 lakh with the net profit after tax for the financial year at Rs.2,296.31 lakh.

The Corporation has altogether 9 (nine) depots which are at Angul, Balasore, Berhampur, Bolangir, Chandikhol, Khurda, Nirgundi (Cuttack), Rayagada and Sambalpur to keep stock of IMFL/ Beer manufactured by various manufacturing units.

3. DIVIDEND AND APPROPRIATIONS:

During the year the Board of Directors paid Interim Dividend of 43 % of the net profit amounting to Rs.1,001.70 lakh, subject to the approval of the shareholders of the Corporation at the ensuing Annual General Meeting which will result an outflow of Rs.1, 001.70 lakh in addition to the dividend distribution tax amounting to Rs.200.28 lakh as per Income Tax Act.

4. RESERVES:

Like previous year the Board of Directors of your Corporation proposes to transfer Rs. 229.63 lakh to reserve.

5. AWARDS AND RECOGNITION

Your Company has not received any awards during the period.

6. Business Review/ State of the Company's affairs:

Your Corporation by extending a warm welcome to all the stakeholders honored to step forward to place, once again full of positive achievements of your Company before you. Your Directors on behalf of the Corporation were interested not only to increase the earnings of the company but also to provide qualitative services to its customers and society and continue their effort on achieving both the objectives of protecting the interest of the shareholders as well as its customers & society as a whole.

i. Changes in the nature of the Business:

During the year under review, there were no changes in nature of business of the company.



ii. Material changes and Commitments affecting the Financial Position of the Company:

There are no material changes and commitments affecting the financial position of the Company, from the date of the Balance Sheet till the date of the Board's Report.

7. COMPUTERIZATION INITIATIVE OF OSBC

OSBC computerization Project was started in early 2014 in order to automate the work flow related to goods procurement & distribution at the depot level. The project is planned in three phases as below:

- a. Phase 1: Automate all activities related to in-bound process, i.e. movement of goods from bottling unit to depot.
- b. Phase 2: Automate all activities related to out-bound process, i.e. movement of goods from depot to retailers.
- c. Phase 3: Payment integration & management reporting

Phase 1 has been launched successfully on 6th July 2015. Following has been completed as part of Phase – 1

- Launch of website osbc.gov.in. This website gives all the necessary information related to the corporation along with a login page for stakeholders
- Indent application to permit generation process is made online.
- Dispatch note creation, Gate entry registry & Daily receipt note generation is also made online.
- Tracking of goods from bottling unit to depot on real-time basis.
- Payment of Excise Duty, import fee & pass fee through e-wallet system.

Below are the critical re-engineered areas in the inbound process

1. Movement of Indents is done manually from Supplier -> OSBC -> Excise Spdt. The process usually takes 2-3 days. With the current system developed, it is just a matter of few hours (2-3) till Indent approval process is completed. Moreover, it includes Godown Manger's point of view. The Permit Process as a whole which took about 4-5 days is now a one day affair.



2. Introduction of wallet system has minimized movement of multiple Demand Drafts across the stakeholders (Supplier, OSBC & Excise). Generally the realization of amount for each DD used to take 4-5 working days. Now with the wallet system a single DD when realized would manage cash flow among stakeholders for a very long period. As a result, the process time of payments (towards excise duty) is reduced from 4-5 days to few hours.
3. Calculation of Excise Duty, Taxes, Other fee etc. is taken care by the system. Moreover the majority fields in the Permit Pass are populated by system, thereby minimizing human effort & error.
4. The dispatch records, which are kept in hard copies currently, would again be captured in the system (filled by supplier) & can be tracked as & when required.
5. Permits at the Depot gate need not be manually verified in order to know the validity. Expired Permits are automatically filtered by the system for revalidation. Revalidation process, which usually takes 5-10 days, is now a matter of couple of days.

8. EXTERNAL RISK FACTORS TO THE CORPORATION:

Liquor industry is a high risk industry, primarily on account of high taxes & innumerable regulations governing it. Taxation of alcoholic beverages should be viewed in the context of establishing a balance between economic, ethical, political and social considerations. Consumption of alcoholic beverages has considerable adverse effects on health, affecting the long term productivity of the consuming individuals as well as the society. Complete prohibition can be seen as a step to curb these evil effects of liquor. But “complete prohibition” would also mean the purpose for which OSBC was created, would no longer exist.

Moreover, increasing raw material cost & exponential rise in excise duty has resulted in steep increase of MRP. As a result, the growth rate of liquor consumption has slowed down, with recent financial years showing negative growth.



The decision of exclusion of Liquor from GST regime is going to hit the industry in a big way. Inputs for the alcohol and beverages industry will be subject to GST. The output will be subject to state excise duty and sales tax. As a result, the manufacturers would be bound to quote a higher price for their products. This would further increase the MRP of liquor products.

If the enforcement related activities of State Excise is not up to the mark, there are high chances of non-duty paid items to make their way to the market. This would heavily impact the volume of sales through OSBC.

OSBC is committed to work along with the State Excise to create a win-win business environment for all stakeholders in an effort to minimize the above risks.

9. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE.

No significant and material orders have been passed during the year under review by the regulators or courts or tribunals impacting the going concern status and Company's operation in future.

10. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS.

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. The scope and authority of the Internal Audit (IA) function is defined in the Internal Audit Charter. To maintain its objectivity and independence, the Internal Audit function reports to the Chairman of the Audit Committee of the Board. The Audit Committee monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies of the Company. Based on the report of internal audit function, process corrective action are undertaken in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to the Audit Committee of the Board.



11. MANAGEMENT DISCUSSION AND ANALYSIS.

Management Discussion and Analysis comprising an overview of the financial results, operations/performance and the future prospects of the Company form part of this Annual Report.

12. INDUSTRIES SCENARIO:

The Odisha State Beverages Corporation Ltd. was incorporated under the Companies Act 1956 on 6th November 2000, with the Register of Companies, Odisha Cuttack, after the changeover of under bond system of distribution and sale of IMFL and Beer throughout the state of Odisha. This system was introduced by legislation Under Section 20.A of Bihar and Orissa Excise Act giving exclusive right and privilege of importing/Exporting and carrying out the wholesale trade and distribution of Foreign Liquor and Country Liquor in the State on behalf of State Government for the whole State of Odisha. Accordingly no other person shall be entitled to any privilege or License for this in the whole or any part of the State. So the business operation of Corporation will depend upon the Government of Odisha, Excise Policy.

13. BUSINESS OUTLOOK:

In IMFL, FMFL & BEER ,the demand in India is on a rising trend due to rising urbanization, favorable demographics of the Country and change in social outlook and lingering demand towards consumption of liquor.

OSBCL's efforts are driven by calculated business expansion programme, with specific weightage on the demographic profile of public in large. This, coupled with past business experiences and analytical approaches which has till now enabled your Company in achieving positive results in the past and now expect to have a continuity of the same in future, with strong belief to be in an iconic and lucrative presence in this historic State of Odisha.

14. STATUTORY AUDITORS:

M/s.GRC & Associates, Chartered Accountants, Bhubaneswar has been appointed Statutory Auditors of the Company for the Financial Year 2014-2015 by Comptroller and Auditor General of India vide Letter No.1511 dtd.27.08.2014. Further the same Chartered Accountant Firm has been also appointed as Statutory Auditor of OSBCL for the F.Y.2015-16 vide C&AG Letter No.1297 dated 5th August, 2015.



15. EXPLANATIONS OR COMMENTS BY THE BOARD ON EVERY QUALIFICATION, RESERVATION MADE BY THE AUDITORS.

The comments of Management on the observations of Statutory Auditor and C&AG of India, on annual accounts of OSBCL for the FY 2014-15 as per the provisions of section 134(3) of the companies Act, 2013 are enclosed at Annexure 1 & 2 respectively.

16. FIXED DEPOSITS

Your Company has not accepted any deposits from the public in terms of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

17. SHARE CAPITAL

During the year, no allotment of shares has been made by the Corporation.

As on 31st March, 2015 the Authorised Share Capital of your Corporation remains at Rs. 5,00,00,000/- (Rupees Five Crore Only) comprising 50,00,000 (Fifty Lakh) Equity Share of Rs. 10/- each and the issued, subscribed and paid up capital of your Company stood at Rs. 1,00,00,000/- (Rupees one crore Only), comprising 10,00,000 (Ten Lakh) Equity Share of Rs. 10/- each. Government of Odisha and its nominees hold the entire equity share capital of the Corporation.

18. EXTRACT OF THE ANNUAL RETURN

The Extract of Annual Return in Form MGT-9 pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12 of the Companies (Management and Administration) Rules, 2014 is attached as Annexure- 3 to this Report.

19. CORPORATE SOCIAL RESPONSIBILITY (CSR)

Your Corporation has been taking initiatives under Corporate Social Responsibility (CSR) for society at large, well before it has been prescribed through the Companies Act, 2013. The Corporation has a well defined Policy on CSR as per the requirement of Section 135 of the Companies Act, 2013 which cover the activities as prescribed under Schedule VII of the Companies Act, 2013. The Company has in -house department which is exclusively working towards that objective.

During the year under review, your Company has carried out activities primarily related to promoting Environment Sustainability, Social Development & Skill Building, Protection of National Heritage & Arts, Creating awareness regarding de-addiction, Promoting health care including preventive health care and Swach Bharat scheme.



The Corporation has spent a sum of Rs. 115.20 lakh as CSR expenditure during the year 2014-15 against the total CSR obligation of Rs.195.15 lakhs. CSR report, pursuant to clause (o) of sub-section (3) of Section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules 2014 forms part of the Boards Report as Annexure-4.

20. MEASURES TAKEN FOR CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO:

Conservation of Energy:

- a) Company ensures that the operations are conducted in the manner whereby optimum utilization and maximum possible savings of energy is achieved.
- b) No specific investment has been made in reduction in energy consumption.
- c) As the impact of measures taken for conservation and optimum utilization of energy are not quantitative, its impact on cost cannot be stated accurately.
- d) Since the Company does not fall under the list of industries, which should furnish this information in prescribed form, the question of furnishing the same does not arise.

Technology Absorption:

Keeping in view of the tremendous growth and enormous work load in day to day business, operational, administrative and promotional activities, your corporation has judiciously adopted with the unanimous approval of the Board of Directors, a software to streamline the work system developed by NIC for its exclusive right to use including its investment in close circuit cameras that are installed and utilized in all the Depots of the corporation for day to day video footage.

Foreign Exchange Earnings & Outgo:

During the period under review there was no foreign exchange earnings or out flow

21. BOARD'S COMPOSITION, CATEGORY OF DIRECTORS AND THEIR MEETINGS:

The Board is collectively responsible for the sustainable success of the company under the leadership of Chairman. The Company's Board has an optimum combination of Executive, Non-Executive and Independent Directors and reflects diversity in terms of disciplines, professions, social groups, and stakeholder interest.



The strength of the Board as on March 31, 2015 is Seven (7) directors. They are as follows:

- | | |
|-------------------------------------------------------------------------------------------|----------------------|
| 1. Sri S.P.Thakur, IAS
Principal Secretary to Govt,
Excise Department. | Chairman |
| 2. Sri Manoj Ahuja, IAS,
Commissioner Commercial Taxes,
Odisha. | Director |
| 3. Sri P.K.Senapati, IAS
Excise Commissioner,
Odisha, Cuttack. | Director |
| 4. Sri Aswini Kumar Mishra, IA&AS
Special Secretary to
Govt. in Finance Department. | Director |
| 5. Sri A.K.Parida, OAS (SAG)
Additional Secretary to
Govt.P.E Department, Odisha | Director |
| 6. CA A.K.Sabat, FCA, | Independent Director |
| 7. Sri Dwijaraj Kar, OAS (SAG), | Managing Director |

Shri P.K.Senapati, IAS, Excise Commissioner Odisha, was appointed as Director on 30th September, 2014 in place of Shri A.K.Tarenia, IAS, Ex-Excise Commissioner, Odisha and CA. Arun Kumar Sabat, FCA, appointed as Independent Director of the Company with effect from 6th June, 2014 as per order of Government in Excise Department.

The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

Number of meetings of the Board of Directors

During the year, Five (5) number of Board meetings were held, details of which are given below:

Date of meetings	Serial No. of Meeting	No. of Directors attended the meeting
31.05.2014	58 th	5
05.09.2014	59 th	4
29.12.2014	60 th	6
13.01.2015	61 st	5
25.03.2015	62 nd	4



Name of Director	Meetings Attended	Meetings Remained Absent
Sri S.P.Thakur	All	Nil
Sri Manoj Ahuja	Nil	All
Shri Ashok Kumar Tarenia*	58 th	59 th
Sri P.K.Senapati*	60 th & 61 st	62 nd
Sri Aswini Kumar Mishra	All	Nil
Sri A.K.Parida	58 th & 60 th	59 th , 61 st and 62 nd
CA A.K.Sabat*	59 th , 60 th , 61 st & 62 nd	Nil
Sri Dwijaraj Kar	All	Nil

*Sri A.K.Tarenia, IAS ceased to be director on 30.09.2014 and in his place Shri P.K.Senapati, IAS was appointed as director. CA. A.K.Sabat, FCA was appointed on 06.06.2014 i.e. after the 58th meeting.

22. COMMITTEES OF THE BOARD

The details of composition of the Committees of the Board of Directors are as under:-

Audit Committee:-

The Company has constituted an Audit Committee in compliance to the provisions of Corporate Governance Manual of P.E. Department, Government of Odisha and also follows the provisions of the Companies Act, 2013, following Directors are members of the Audit Committee:

1. Sri Aswani Kumar Mishra, IA& AS, Special Secretary to Government, Finance Depart and Director OSBC Ltd, Chairman of the Committee.
2. Sri Prasanta Kumar Senapati, IAS, Excise Commissioner, Odisha and Director OSBC Ltd,
3. CA Arun Kumar Sabat, FCA, Independent Director, OSBC Ltd.
4. Sri Dwijaraj Kar, OAS (SAG), Managing Director, OSBC Ltd.

Date of meetings	Sl No. of Meeting	No. of Members attended the meeting
16 th August, 2014	9 th	4
29 th December, 2014	10 th	4
11 th March, 2015	11 th	3

H R Committee:-

The Company has constituted H R Committee in compliance to the provisions of Corporate Governance Manual of P.E. Department, Government of Odisha and following Directors are member of the Committee:



1. Sri Dwijaraj Kar, OAS (SAG), Managing Director, OSBC Ltd, Chairman of the Committee.
2. Sri Prasanta Kumar Senapati, IAS, Excise Commissioner, Odisha and Director OSBC Ltd,
3. Sri A.K.Parida, OAS (SAG), Additional Secretary to Government, PE Department and Director OSBC Ltd.

No HR Committee Meeting held during the year.

CSR Committee:-

The Company has constituted a CSR Committee under section 135(1) of the Companies Act, 2013, consisting of the following Directors as member of the Committee.

1. CA Arun Kumar Sabat, FCA, Independent Director, OSBC Ltd, Chairman of the Committee.
2. Sri Prasanta Kumar Senapati, IAS, Excise Commissioner, Odisha and Director OSBC Ltd.
3. Sri Dwijaraj Kar, OAS (SAG), Managing Director, OSBC Ltd.

Date of meetings	Sl No. of Meeting	No. of Members attended the meeting
7 th February, 2015	1 st	2
21 st March, 2015	2 nd	2

23. DECLARATION BY AN INDEPENDENT DIRECTOR.

In terms with section 149(7) of the Companies Act, 2013, the Independent Director of the Company has submitted a declaration that he meets the criteria of Independence.

24. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES.

As per provisions of Section 177(9) of the Companies Act, 2013 and rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, establishment of vigil mechanism for directors and employees are not compulsory for OSBC Ltd.

25. PARTICULARS OF EMPLOYEES

Furnishing of particulars of employees as required in terms of the provisions of Section 197 of the Companies Act, 2013, read with the rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 was not applicable to OSBC Ltd.

**26. CORPORATE GOVERNANCE**

The Company will continue to uphold the true spirit of Corporate Governance and implement the best governance practices. It lays emphasis on transparency, accountability, ethical operating practices and professional management.

27. SUBSIDIARY COMPANIES, JOINT VENTURE OR ASSOCIATE COMPANIES.

During the year under review, there was no company which had become/ ceased to become a Subsidiary/ Joint Venture/ Associate Company of OSBC Ltd.

28. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186.

During the year under review, your Corporation has not given any loan or guarantee which is covered under the provisions of section 186 of the Companies Act, 2013.

29. NOMINATION, REMUNERATION & STAKEHOLDERS RELATIONSHIP COMMITTEE.

The Company was not required to constitute a Nomination and Remuneration Committee under Section 178(1) of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Stakeholder Particulars of employees as required in terms of the provisions of Section 197 of the Companies Act, 2013, read with the rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 has not been applicable to the company.

30. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, your Directors confirm that:

- (a) In the preparation of annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departure;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the company for that period;



- (c) the directors had taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- (d) the directors had prepared the annual accounts on a going concern basis and
- (e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

31. Cost Audit

As per the provision of Section 148 and all other applicable provisions of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rule, 2014, Cost Audit was not applicable to the Company during the F.Y. 2014-2015.

32. Secretarial Audit Report

The Company was not required to obtain Secretarial Audit Report under Section 204(3) of the Companies Act, 2013.

33. Particulars or Contracts with Related Party Transactions

During the year there was no Contracts or Arrangements with Related parties referred to in Section 188(1) of the Companies Act, 2013.

34. Signing of MOU with Administrative Department.

OSBC Ltd had signed the Memorandum of Understanding with Government in Excise Department for the FY 2014-15 on 31st March, 2014 as per Corporate Governance Manual of P.E Department, Government of Odisha.



Acknowledgements

The Board of Directors place on record their appreciation of full co-operation and continuing support received by the Corporation from various departments of the State Government, Accountant General, Odisha and various nationalized banks. The Board expresses its sincere appreciation of the services rendered by the officers, staff and consultants of the Corporation during the year. The Board expresses its sincere thanks to all the suppliers, who have rendered all possible co-operation for growth of turnover and profitability of the Corporation.

For and on behalf of the Board of Directors

**Sd/-
Shri Manoj Ahuja, IAS
CHAIRMAN**

**Place: Bhubaneswar
Date: 30.09.2015**

**ANNEXTURE-I**

Replies of the Management on Observation of the Statutory Auditor on the Annual Accounts of Odisha State Beverages Corporation Limited for the financial year 2014-15.

Sl .No	Observations of Statutory Auditors	Replies of the Management
Basis for Qualified Opinion		
1	Short Term Provision is understated & Accumulated Profit is overstated to the extent of non provision of liabilities on account of pension fund & leave encashment fund (figures not ascertained) relating to deputed employees from ORITCO and OIL ORISSA , which is not in compliance to the Accounting Standard 15 issued ICAI relating to accounting of Retirement Benefit to the Employees	The corporation has no claim/ demand from Govt. regarding payment of retirement benefit of deputed staff from ORITCO and OIL ORISSA. Hence, no provisions against such employees have been provided.
.2	Provision for income tax is understated & the reserve & surpluses is overstated to the tune of Rs.8198.85lakhs on account of short provision of income tax liabilities computed without considering the provisions of section 40(a) (iib) of the Income Tax Act 1961 (Amended by Finance Act 2013) on account of license fees paid to the Govt. of Odisha for the year 2013-14 & 2014-15 amounting to Rs.10080.00 lakhs & Rs.15190.00 lakhs respectively.	As per provision of section 40(a) (iib) of the Income Tax Act 1961 (Amended by Finance Act 2013) the License fee paid by OSBCL is not exclusively levied by Govt. of Odisha on OSBCL. Hence the section is not applicable to OSBCL.
3	Fixed Assets includes Lease hold land amounting to Rs 61.40 lakhs for which the lease deed has not been executed. The lease premium (in the absence of period of lease) has not been ascertained/amortised during the year which is not in compliance to the Accounting Standard 6 issued ICAI relating to accounting of Depreciation. The profit of the year is overstated to that extent.	Although the lease deed for IDCO land has not been executed in name of the company, it has been capitalized as the said land has been allotted in favor of the company. As the lease deed has not been executed the term of lease period is not ascertainable for amortization.



4.	CSR Expenses overstated, profit understated, current assets understated to the tune of Rs110.20 lakhs, the amount of advance made not utilised during the year.	The said amounts were disbursed to different district collectors but despite several requests the concerned district authorities have not furnished the UC till date.
5.	Company has incurred revenue loss to the tune of Rs 47.68 lakhs, the amount of expense incurred towards insurance charges for insurance of stock not owned by the company.	<p>The Corporation is created for wholesale exclusive trading of liquor in the state which implies it to purchase and sell liquor. When the sellers/suppliers supply the liquor by raising invoice on OSBC and they show the same as sales in their books of account duly audited at their level, there remains no scope of any doubt that the goods after supplied becomes the property of the corporation. Goods purchased and stored in the depot of the corporation necessarily have to be insured to avert the possible losses on account of several contingencies. The property in the depots of OSBC belongs to OSBC and not of the suppliers. The OSBC sales the liquor to the retailers in Odisha as the owner of it but not the suppliers. {He can pass on the property to somebody else who has the ownership of the goods and nobody else has a better title than the owner (<i>Nemodati quod non-habet</i>)}. It is different that the purchase value is paid to the suppliers after sale of the same by OSBC to the licensed retailers.</p> <p>Hence, it is the duty of the OSBC to insure the stocks stored in the depot and this cannot be treated as an avoidable expenditure on the ground that the goods does not belong to OSBC.</p>
6.	The Profit of the year is overstated to the tune of Rs 37.33 lakhs, due to	The judgment of the CESTAT Bangalore in the case of



	non-provision of service tax liabilities on stock handling charges billed to suppliers.	<p>Karnataka State Beverages Corporation Ltd has already been supplied to the audit where in it has been categorically held that the stock holding charge collected by the KSBC for the period more than 90 days (similar as that of the OSBC where the period is more than 120 days) is not against any service rendered by the corporation. Hence no service tax can be levied on the said amount. The said judgment squarely applies to the practices followed by the OSBC. OSBC's case is <i>sub-judice</i> before the Kolkata CESTAT where in this matter is also referred to and under challenge by the OSBC against the orders of the Revenue.</p> <p>Hence there is no necessity to make a provision for the same.</p>								
7.	The profit of the Company is overstated to the tune of Rs 74.96 lakhs due to write back of liabilities amounting to Rs 20.78 lakhs and write back of provisions amounting to Rs 54.18 lakhs.	As per the decision of BOD Liabilities & Provisions which were more than 5 years old were written back and considered as other income.								
8.	<p>The impact on the account due to changes in accounting policy ref- note no- 11 as below.</p> <table><tr><td colspan="2">Rs in Lakhs</td></tr><tr><td>Revenue</td><td>109.38</td></tr><tr><td>Expenditure</td><td>10.57</td></tr><tr><td>Net</td><td>98.81</td></tr></table> <p>The profit of the year is overstated to the tune of Rs 98.81 lakhs due to charging of Income and expenditure of earlier years to the current year account.</p>	Rs in Lakhs		Revenue	109.38	Expenditure	10.57	Net	98.81	Revenue and expenditure crystallized during the year, so it was taken.
Rs in Lakhs										
Revenue	109.38									
Expenditure	10.57									
Net	98.81									

**QUALIFIED OPINION**

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

i) in the case of the Balance sheet, of the state of affairs of the company as at March 31, 2015;

ii) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and

iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

EMPHASIS OF MATTER

We draw attention to:

a)	Other Current Liabilities includes of Rs1485.73 Lakhs unmoved since long & also subject to reconciliations & confirmations and the impact of which arising out of such reconciliation has not been ascertained.	Reconciliation is in process
b)	Long term advances to the tune of Rs.1592.51 Lakhs is unmoved since long & also subject to reconciliations & confirmations and the impact of which arising out of such reconciliation has not been ascertained.	Reconciliation is in process



c)	Ref- point no -9 of note-17, the Company has not followed Prudent accounting policy in conformity to the generally accepted in India applicable to the organization engaged in Trading activity for accounting of Purchase/Stock. The sales invoices raised by the suppliers are not accounted as purchase by the Company at the raising of Goods Receipt Note. Moreover, the Company recognizes purchase at the time of sale of products as per approved pricing policy without supporting sale bills of the suppliers. The Company has not reconciled the purchases accounted for vis-à-vis sales invoice raised by the suppliers.	Purchase has been accounted for based on the approved pricing policy of the Corporation, on transfer of significant risks and reward from the suppliers after the final inspection of goods takes place.												
d)	Other liability includes Rs13.31 lakhs, the amount recovered from Retailers towards excess amount collected from customers on account of TCS is subject to reconciliation and the impact of which arising out of such reconciliation has not been ascertained.	The corporation has maintained a retailer wise detailed list from whom the amount is collected.												
e)	<p>Un reconciled balances detailed as below are subject to reconciliation and the impact of which arising out of such reconciliation has not been ascertained.</p> <table border="1"> <thead> <tr> <th>PARTICULARS</th><th>AMOUNT (Rs. IN LACS)</th><th>REMARKS</th></tr> </thead> <tbody> <tr> <td colspan="3">Current Liability</td></tr> <tr> <td>Pass Fee A/c</td><td>10.59</td><td>Pass fee account contains an amount of Rs.10.59 lacs which relates to pass fee payable account, which needs to be reconciled.</td></tr> <tr> <td>VAT Payable</td><td>1.34</td><td>Vat payable ledger</td></tr> </tbody> </table>	PARTICULARS	AMOUNT (Rs. IN LACS)	REMARKS	Current Liability			Pass Fee A/c	10.59	Pass fee account contains an amount of Rs.10.59 lacs which relates to pass fee payable account, which needs to be reconciled.	VAT Payable	1.34	Vat payable ledger	Reconciliation in process.
PARTICULARS	AMOUNT (Rs. IN LACS)	REMARKS												
Current Liability														
Pass Fee A/c	10.59	Pass fee account contains an amount of Rs.10.59 lacs which relates to pass fee payable account, which needs to be reconciled.												
VAT Payable	1.34	Vat payable ledger												



			contains an amount of Rs. 1.34 lacs, which relates to earlier years which need to be reconciled.
EPF	0.93		EPF ledger contains an amount of Rs. 0.93 lacs, which relates to earlier years which need to be reconciled.
Suptd. Of Excise (Debit Balance)	29.30		Brought forward from earlier years, which needs to be reconciled.
Other Liability (PF & GSLI)	0.41		
Current Assets			
Receivable from Govt. & Others	0.26		Balance brought forward from earlier years, which needs to be reconciled.
General Advance	1.43		
Depot Bank Balance Khurda	0.21		Rs.20023.94/- mentioned in Bank Reconciliation Statement of Depot as unreconciled figure. Also there is a difference in Balance as per Depot Records and Balance as per system amounts to Rs.1010/-.
Our opinion is not qualified / modified in respect of these matters above.			



Report on Other Legal and Regulatory Requirements

1.	<p>As required by the Companies (Auditor's Report) Order, 2015("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we</p> <p>give in the Annexure-i, a statement on the matters Specified in paragraphs 3 and 4 of the Order, to the extent applicable.</p>	
2.	<p>As required by section 143(3) of the Act, we report that:</p> <p>a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;</p> <p>b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;</p> <p>c. The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;</p> <p>d. In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014 except our basis for qualified opinion in point no 1 & 2.</p>	



e. The Company has accounted for Purchases on the basis of pricing policy fixed by the Price Fixation Committee Constituted by Government of Odisha. The sales invoices raised by the suppliers are not accounted as purchase by the Company at the raising Goods Receipt Note. Moreover, the Company recognizes purchase at the time of sale of products as per approved pricing policy without supporting sale bills. The Company has not reconciled the purchases accounted for vis-à-vis sales invoice raised by the suppliers.

No Comments

f. On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of sub section (2) of section 164 of the Companies Act, 2013.

No Comments

g. With respect to the other matters included in the auditor's report and to best of our information and according to the explanation given to us.

- i) The company has disclosed the impact of pending litigation on its financial position in its financial statement as referred to in point no 18 of note no 17(B) to the financial statements.
- ii) The company has made provision, as required under the applicable law or Accounting Standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
- iii) The company has no amount required to be transferred to the Investor Education and Protection Fund as on 31.03.2015.



3.	<p>As per the direction under Section 143(5), we report that:</p> <p>(i) As per the information & explanation given to us, the company has not been selected for disinvestment.</p> <p>(ii) As per the information & explanation given to us , the company has no case of waiver/write off of debits/loans/interest during the financial year 2014-15.</p> <p>(iii) As per the information & explanation given to us , the company has no inventories with parties and also not received as gift from Government or other Authorities.</p> <p>(iv) As reported to us , the report on age wise analysis of pending legal/arbitration cases is annexed herewith as per annexure-II.</p> <p>As per information & explained to us, the reasons of pendency of the legal cases are concerned, in most of the cases, the SLPs/ writ/ counter & plaint/ written statement have been filed before the Hon'ble Supreme Court of India / High Court of Orissa and different lower Courts respectively. The said matter being listed / will be listed in due course of time fixed / to be fixed by the Hon'ble Supreme Court of India / High Court of Orissa/ Different Lower Courts in which OSBC has no control.</p> <p>As per information & explained to us, the existence / effectiveness of monitoring mechanism for expenditure in all legal cases are concerned, the company used to assign the Court cases to its empanelled Advocate(s) / Sr.Advocate(s) for which the Advocates / Sr.Advocates are being paid by company as per duly approved fee structure.</p>	<p>No Comments</p> <p>No Comments</p> <p>No Comments</p> <p>No Comments</p> <p>No Comments</p>
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	<p>3. The effectiveness of the system followed in recovery of dues in respect of sale activities may be examined and reported.</p>	<p>As mentioned above at point no.1, the company sales the products only after receiving full consideration in advance except in case of interstate sale of beer. However, the company follows an effective system of recovery of the dues in respect of sales activities in case of interstate sale of beer.</p>	<p>No Comments</p>
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Annexure-i to the Independent Auditors' Report

<p>1.</p>	<p>a.) The Company has not maintained proper records to show full particulars including quantitative details and situations of fixed assets.</p> <p>b) As per the information and explanations given to us, the fixed assets of the Company have been physically verified by the management during the year except in case of Head Office and Khurda Depot. However, no major differences have been noticed on physical verification of Fixed Assets.</p>	<p>Preparation of Fixed Asset Register is in progress</p> <p>The Physical verification of Fixed asset of Khurda Depot. has been done & available with the management. Incase of Physical verification & reconciliation of Fixed asset of head office is in process,</p>
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2	As per the information and explanations given to us, the Company has no inventories and hence the question of physical verification does not arise.	No Comments
3.	According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii(a) and iii(b) of the order are not applicable to the Company.	No Comments
4.	In our opinion and according to the information and explanations given to us, the internal control procedures need improvement to commensurate with the size of the Company and the nature of its business.	The company is planning to include the depots under internal audit coverage.
5.	In our opinion, and according to the information and explanation given to us, the company has not accepted any deposits; hence, clause (v) is not applicable to the company. Accordingly, directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under are not applicable.	No Comments
6.	The Company is not required to maintain cost records pursuant to the Rules made by the Central Government for maintenance of cost records under sub-section (1) of section 148 of the Act.	No Comments
7.	(a) According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Duty of Custom, Duty of Excise, Value added tax, cess to the extent applicable and any other statutory dues have generally been	



regularly deposited with the appropriate authorities.

According to information and explanations given to us, the undisputed arrears of statutory dues were outstanding as at March 31, 2015, for a period of more than six months from the date they became payable are as below.

(Rs in Lakhs)

1. Excise Duty 1200.69

(b) According to the records of the Company, these are the dues outstanding in respect of income tax, VAT, customs duty, wealth-tax, service tax, excise-duty, cess, etc, on account of dispute.

Name of the statute	Nature of dues	Amount (Rs in Lakhs)	Period to which the amount relates	Forum where dispute is pending
Income Tax	Assessed Demand	1119.20	2008-09, 2010-11 & 2011-12	CIT(A), Bhubaneswar
	TDS/TCS	458.23	2009-10 & 2010-11	CIT(A), Bhubaneswar
	TDS/TCS	32.90	2009-10 to 2013-14	ACIT(TDS), Bhubaneswar
Service Tax	Assessed Demand	7354.72	2002-03 to 2010-11	CESTAT, Kolkata
Sales Tax	Assessed Demand	709.29	2001-02, 2002-03	Odisha Sales

Paid on 21/07/2015

No Comments



	nd		and 2008- 09 to 2013- 14	Tax Tribu nal, C uttac k
Entry Tax	Asses sed Dema nd	3640. 51	2007- 2014	Depu ty Com missi oner of Sales Tax, Circle 2, Bhub anes war

(c) Company does not have any amount required to be transferred to investoreducation and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under.

8.	The Company does not have any accumulated loss at the end of the financial year and has not incurred cash losses in the financial year and in the financial year immediately preceding such financial year.	No Comments
9.	In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.	No Comments



10.	According to the information and explanations given to us, the Company has not given any guarantee for loans taken by other from bank or financial institutions.	No Comments
11.	According to the information and explanations given to us, the Company has not raised any term loans during the year.	No Comments
12.	According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.	No Comments



Annexure-2

Replies of the Management on Comments of the Comptroller and Auditor General of India on the Financial Statement of Odisha State Beverages Corporation Limited for the financial year 2014-15.

Sl No	Observation	Replies of the Management
1	<p>(A)Comments on Financial Position Balance Sheet Other Current Liabilities (Note-4) Statutory dues Rs. 38.70 crore</p> <p>The above is understated by Rs. 9.47 crore due to non-provision of liability payable to State Government towards penalty for non-compliance of provisions of LSP under Rule-39 (A) (7) of BEER, 1965 for destruction of 87388.07 cases of beer stored beyond six months which were unfit for human consumption due to sedimentation. This has also resulted in understatement of Other Expenses (Note - 16) and overstatement of Profit by Rs.9.47 crores each.</p>	<p>OSBCL has moved Govt. in its letter no. 2727 Dtd. 04/07/2015 requesting for an order waving out the deposit of five time excise duty on the stocks already destroyed. Govt. in Excise Dept. vide their letter no.4195 dtd. 20/07/2015 have asked the excise commissioner, Odisha to offer his views in the matter. Since the issue of depositing five times excise duty for the destruction already made prior to the amendment is under consideration of Govt., OSBCL is awaiting the final order of Govt.</p>
2	<p>(B)Comment on Disclosure Notes to the Financial Statements Contingent Liabilities with status Sl. No. 18 (vi) Godown Rent.</p> <p>It is disclosed that Godown Rent of Rs. 39,90,527.00 of Sambalpur Depot(IMFL), KalyaniNayak for the period from February 2011 to September 2014 @ Rs. 5.97 per Sq.feet for 15915 Sq.feet per month was not provided in accounts due to being contingent in nature. However the fact is that Godown rent of Rs. 47,50,628.00 from February 2011 to March 2015 is not provided in the accounts. The disclosure is deficient to Rs.7.60 Lakh (Rs.47.51 - Rs.39.91Lakh)</p>	<p>Noted and disclosure will be made for the remaining contingent liabilities during the F.Y 15-16.</p>



ANNEXURE- 3

Form No. MGT-9

EXTRACTS OF ANNUAL RETURN

As on the financial year ended on 31/03/2015

OF

ODISHA STATE BEVERAGES CORPORATION LIMITED

[Pursuant to Section 92(1) of the Companies Act, 2013

And

Rule 11(1) of the Companies (Mgt. and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- i) CIN: U51228OR2000SGC006372
- ii) Registration Date & Year : 6TH NOVEMBER, 2000
- iii) Name of the Company : ODISHA STATE BEVERAGES CORPORATION LIMITED
- iv) Category / Sub-Category of the Company : COMMERCIAL & INDUSTRIAL (C&I)
- v) Address of the Registered office : IDCO TOWER 9TH FLR. JANPATH,
Bhubaneswar, Odisha-751022
- vi) Contact details: Tel No. 0674-2542972, Fax-0674-2542963,
Email Id- osbc ltd@gmail.com,
Website- www.osbc.gov.in
Police Station: Kharavela Nagar

vi) Whether listed company : NO

vii) Name, Address and Contact details of Registrar & Share Transfer Agent: NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

SN	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the
1	Beverages	15	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES [No. of Companies for which information is being filled]:- NIL



IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2014]				No. of Shares held at the end of the year[As on 31-March-2015]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A.Promoter s									
(1) Indian									
a) Individual/ HUF	0	0	0	0	0	0	0	0	0
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt(s)	0	999,993	999,993	100	0	999,993	999,993	100	0
d) Bodies Corp.	0	0	0	0	0	0	0	0	0
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any other	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A)	0	999,993	999,993	100	0	999,993	999,993	100	0
B. Public Shareholding	0	0	0	0	0	0	0	0	0
Sub-total (B)(1):-	0	0	0	0	0	0	0	0	0
2. Non-Institutions	0	0	0	0	0	0	0	0	0
Sub-total (B)(2):-	0	0	0	0	0	0	0	0	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	999,993	999,993	100	0	999,993	999,993	100	0



ii) Shareholding of Promoters-

SN	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	State Govt(s)	999,993	100	0	999,993	100	0	0

iii) Change in Promoters' Shareholding (please specify, if there is no change):- **NIL**iv) Shareholding Pattern of top ten Shareholders: **NIL**

v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	7	0	0	0
	Changes during the Year	Nil	Nil	Nil	Nil
	At the end of the year	7	0	0	0

V) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment:- **NIL**

VI). REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		Sri Dwijaraj Kar	----	----	---
1	Gross salary	Rs.12.97 Lakhs			Rs. 12.97 Lakhs
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				



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

B. Remuneration to other directors

SN.	Particulars of Remuneration	Name of Directors	Total Amount
1	Independent Directors	CA A.K.Sabat	
	Fee for attending board committee meetings	Rs.5000/- For each meeting	Rs.5000/- For each meeting
	Commission		
	Others, please specify		
	Total (1)		
2	Other Non-Executive Directors		
	Fee for attending board committee meetings		
	Commission		
	Others, please specify		
	Total (2)		
	Total (B)=(1+2)		
	Total Managerial Remuneration		
	Overall Ceiling as per the Act		

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD / MANAGER/ WTD :**N.A****VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:****N.A**

**ANNEXURE-4****“Corporate Social Responsibility (CSR) Report. [Pursuant to clause (o) of sub-section (3) of section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]”**

1. A brief outline of the Company's CSR policy, including overview of projects or programs undertaken and a reference to the web-link to the CSR policy and projects or programs are given below:-

CORPORATE SOCIAL RESPONSIBILITY

Your Corporation, OSBCL got its legal recognition on November, 2000 as a legal entity by incorporating itself in the State of erstwhile Orissa now Odisha under the Companies Act, 1956 with the Registrar of Companies, Odisha, Cuttack and simultancously authorization of wholesale trade of liquor of different brands of different companies such as IMFL, FMFL, Beer and Country Spirit which are now available in its website .Though it got authorization of wholesale trade of liquor, still it acts as a socially responsible corporate by adopting the CSR Policy (Policy) w.e.f 7th February, 2015 which is available on the Company's website as its main responsibility, because it knows that Corporate Social Responsibility (CSR) is not just a legal requirement or a public relation exercise. Conducting business in a way that provides social, environmental and economic benefits to the communities, in which we operate, has been a part of our policy from the date of incorporation. OSBCL conducts its business ethically and in a responsible manner with inclusive focus on the development of communities and the Nation.

Being trustworthy and transparent increases the confidence and sustainability in our business and also increases value for our customers and other stakeholders. Conducting business ethically brings a competitive advantage for us as the consumers are willing to trust the ethical behaviour of a company which increases loyalty.

OSBCL believes that the communities where we operate are an integral part of our business and therefore, it is our responsibility to give support in achieving



larger societal goals in the interest of public at large and the communities in which we operate.

Your Company is not only committed towards profitable growth, but also towards social initiatives, protection of environment and renewal of resources where possible.

Social Initiative and CSR

For its Corporate Social Responsibility your Company has developed social initiatives in areas, primarily **Environment Sustainability, Social Development & Skill Building, Protection of National Heritage & Arts, Creating awareness regarding de-addiction, Promoting health care including preventive health care and Swach Bharat**. Our CSR policy lays down clear guidelines for undertaking comprehensive social development programs under these identified categories in identified areas where we operate. Our existing activities will be further extended and aligned suitably to cover areas as recommended by the new Companies Act, 2013.

Projects or activities Undertaken for the financial year 2014-15 are as follows.

- A) Payment to eight District Collectors for destruction of Hemp Cultivation under clause (iv) of Schedule VII of the Act under Environmental Sustainability.
- B) Payment to "SWABHIMAN" for Regional and State Leadership Training and Empowerment Programme for Youth with Disabilities (YLTEP) and Anjali Road Carnival under clause (ii) of Schedule VII of the Act under Social Development & Skill Building
- C) Payment to "JD Centre of Art", Bhubaneswar for the 9th National Film Festival on Art & Artists from 16-18 January 2015 under clause (v) of Schedule VII of the Act under Protection of National Heritage, Art and Culture.
- D) Payment to OSMCL for purchase of two ALS Ambulance has been made for use during Nabakalebar Festival.
- E) Under "Swachh Bharat" provisions has been made for providing financial assistance of Rs.30,000/- each to different Government Aided Girls' High Schools of the District, where OSBCL Depots are located.



A reference to the web-link to the CSR policy and projects or programs kindly visit www.osbc.gov.in

2. The Composition of the CSR Committee is as follows

- | | |
|--------------------------------------|---------------------------------|
| 1. CA Arun Kumar Sabat, FCA | Independent Director (Chairman) |
| 2. Shri Prasanta Kumar Senapati, IAS | Director (Member) |
| 3. Shri Dwijaraj Kar, OAS (SAG) | Managing Director (Member) |

3. Average net profit of the company for last three financial years.

Financial year	Net Profit (Rs in Lakhs)
2011-12	9,781.37
2012-13	11,235.26
2013-14	8,257.22
Average Net Profit	9757.95

4. Prescribed CSR Expenditure (two per cent of the amount as in item 3 above) Rs.195.15 Lakh
5. Details of CSR spent during the financial year.

- (a) Total amount to be spent for the financial year; Rs.65.20 lakh
- (b) Amount unspent, if any; Rs.129.95 Lakh
- (c) Manner in which the amount spent during the financial year is detailed below.

CSR project or activity identified	1) Destruction of Hemp cultivation 2) Anjali Road Carnival for "Regional & State leadership Training and Empowerment" program for youth & disability 3) J D Centre of Arts for the 9 th National Film Festival on Art & Artists. 4) Two ALS Ambulances for Nabakalebar Festival. 5) De-addiction centers 6) Toilet facilities at Government aided Girls High School.
Sector in which the Project is covered	1) Environmental sustainability 2) Social development & Skill Building 3) Protection of National heritage, art and culture 4) Promoting Health care including preventive health care. 5) Creation of awareness regarding de-addiction.



	6) Swach Bharat														
Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs were undertaken	In The State of Odisha covering districts 1.Angul,2.Deogarh,3.Sambalpur 4.Rayagada,5.Kandhamal,6.Malkangiri 7. Gajpati and 8.Boudh for destruction of hemp cultivation and for others where OSBCL Depots are located.														
Amount outlay (budget) project or programs wise Rs. In Lakh	<p>A) Fund allocation destruction of hemp cultivation as follows</p> <table border="1"> <thead> <tr> <th>Districts/Area</th><th>Rs.in Lakh</th></tr> </thead> <tbody> <tr> <td>1)Angul</td><td>6.50</td></tr> <tr> <td>2.Deogarh,3.Sambalpur 4.Rayagada,5.Kandhamal</td><td>6.00 each</td></tr> <tr> <td>6.Malkangiri 7.Gajpati and 8.Boudh</td><td>4.00 each</td></tr> </tbody> </table> <p>B) Fund allocation to Swabhimani</p> <table border="1"> <tbody> <tr> <td>For Anjali road Carnival and Regional & State leadership Training and Empowerment program for youth & disability, Bhubaneswar, Khurda</td><td>15.70</td></tr> </tbody> </table> <p>C) Fund allocation to J D Center of Arts</p> <table border="1"> <tbody> <tr> <td>For J D Centre of Arts</td><td>7.00</td></tr> </tbody> </table> <p>D) Fund allocation towards Odisha State Medical Corporation Limited (OSMCL)</p> <table border="1"> <tbody> <tr> <td>For two ALS Ambulances</td><td>50.00</td></tr> </tbody> </table> <p>Total : (A+B+C+d): Rs.115.20 lakhs</p>	Districts/Area	Rs.in Lakh	1)Angul	6.50	2.Deogarh,3.Sambalpur 4.Rayagada,5.Kandhamal	6.00 each	6.Malkangiri 7.Gajpati and 8.Boudh	4.00 each	For Anjali road Carnival and Regional & State leadership Training and Empowerment program for youth & disability, Bhubaneswar, Khurda	15.70	For J D Centre of Arts	7.00	For two ALS Ambulances	50.00
Districts/Area	Rs.in Lakh														
1)Angul	6.50														
2.Deogarh,3.Sambalpur 4.Rayagada,5.Kandhamal	6.00 each														
6.Malkangiri 7.Gajpati and 8.Boudh	4.00 each														
For Anjali road Carnival and Regional & State leadership Training and Empowerment program for youth & disability, Bhubaneswar, Khurda	15.70														
For J D Centre of Arts	7.00														
For two ALS Ambulances	50.00														
Amount spent : Direct or through implementing agency*	<p>Funds are spent through the following agencies and District Collectors:</p> <ol style="list-style-type: none"> 1) For destruction of hemp cultivation, through the District Collectors 2) For Anjali Road Carnival and Regional State leadership Training and Empowerment program for youth & disability , through Swabhimani, an NGO. 3) For J D Centre of Arts. 4) For two ALS Ambulance payments made to Odisha State Medical Corporation Limited, a Government of Odisha Undertaking. 														



6. As the company could not spent the provisioned amount, the reason for not spending the same shall be discussed and finalized:----

This is the 1st year of applicability of the CSR Provisions under the Companies Act, 2013. The rules have been notified later on and after which the CSR Committee has been formed and approval of policy was taken up. The final audited annual accounts for the F.Y. 12-13 and 13-14 were approved by the shareholders on dated 5th January, 2015 and 17th April, 2015 respectively. The CSR Committee carried out the detailed computation for the expenses to be incurred under CSR Provisions. Accordingly the expenses have been incurred/committed under various heads as provided under the Act. The unspent amount has been transferred to separate Bank Account.

7. The CSR Committee confirms that the implementation and monitoring of the CSR Policy, is in compliance with the CSR objectives and Policy of the Company:

Sd/-
Chairman, CSR Committee

Sd/-
Managing Director

Sd/-
General Manager (Admin)



INDEPENDENT AUDITORS' REPORT

To
The Members,
Odisha State Beverages Corporation Limited,
Bhubaneswar.

G R C & ASSOCIATES

Chartered Accountants
N-6/432, 1st Floor, IRC Village
Nayapalli, Bhubaneswar-15
Tel : 916742362263, Fax : 916742362265
Email : grc.bbsr@gmail.com

Report on the Financial Statements

We have audited the accompanying financial statements of Odisha State Beverages Corporation Limited ('the Company'), which comprise the Balance Sheet as at March 31, 2015, The Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134 (5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Principles Generally Accepted in India, including the accounting standards specified under section 133 of the act, read with rule 7 of the companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding the assets of the company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgment and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors Responsibility

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's



judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by company's directors, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

1. Short Term Provision is understated & Accumulated Profit is overstated to the extent of non provision of liabilities on account of pension fund & leave encashment fund (figures not ascertained) relating to deputed employees from ORITCO and OIL ORISSA , which is not in compliance to the Accounting Standard 15 issued ICAI relating to accounting of Retirement Benefit to the Employees.
2. Provision for income tax is understated & the reserve & surpluses is overstated to the tune of Rs.8198.85lakhs on account of short provision of income tax liabilities computed without considering the provisions of section 40(a)(iib) of the Income Tax Act 1961 (Amended by Finance Act 2013) on account of license fees paid to the Govt. of Odisha for the year 2013-14 & 2014-15 amounting to Rs.10080.00 lakhs & Rs.15190.00 lakhs respectively .
3. Fixed Assets includes Lease hold land amounting to Rs 61.40 lakhs for which the lease deed has not been executed. The lease premium (in the absence of period of lease) has not been ascertained/amortised during the year which is not in compliance to the Accounting Standard 6 issued ICAI relating to accounting of Depreciation. The profit of the year is overstated to that extent.
4. CSR Expenses overstated, profit understated, current assets understated to the tune of Rs110.20 lakhs, the amount of advance made not utilised during the year.
5. Company has incurred revenue loss to the tune of Rs 47.68 lakhs, the amount of expense incurred towards insurance charges for insurance of stock not owned by the company.
6. The Profit of the year is overstated to the tune of Rs 37.33 lakhs , due to non provision of service tax liabilities on stock handling charges billed to suppliers.
7. The profit of the Company is overstated to the tune of Rs 74.96 lakhs due to write back of liabilities amounting to Rs 20.78 lakhs and write back of provisions amounting to Rs 54.18 lakhs .
8. The impact on the account due to changes in accounting policy ref- note no- 11 as below.

	Rs in Lakhs
Revenue	109.38
Expenditure	10.57
Net	98.81

The profit of the year is overstated to the tune of Rs 98.81 lakhs due to charging of Income and expenditure of earlier years to the current year account.



QUALIFIED OPINION

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

- (i) in the case of the Balance sheet, of the state of affairs of the company as at March 31, 2015;
- (ii) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

EMPHASIS OF MATTER

We draw attention to:

- a) Other Current Liabilities includes of Rs. 1485.73 Lakhs unmoved since long & also subject to reconciliations & confirmations and the impact of which arising out of such reconciliation has not been ascertained.
- b) Long term advances to the tune of Rs.1592.51 Lakhs is unmoved since long & also subject to reconciliations & confirmations and the impact of which arising out of such reconciliation has not been ascertained.
- c) Ref- point no -9 of note-17, the Company has not followed Prudent accounting policy in conformity to the generally accepted in India applicable to the organization engaged in Trading activity for accounting of Purchase/Stock. The sales invoices raised by the suppliers are not accounted as purchase by the Company at the raising of Goods Receipt Note. Moreover, the Company recognizes purchase at the time of sale of products as per approved pricing policy without supporting sale bills of the suppliers. The Company has not reconciled the purchases accounted for vis-à-vis sales invoice raised by the suppliers.
- d) Other liability includes Rs. 13.31 lakhs, the amount recovered from Retailers towards excess amount collected from customers on account of TCS is subject to reconciliation and the impact of which arising out of such reconciliation has not been ascertained.
- e) Un reconciled balances detailed as below are subject to reconciliation and the impact of which arising out of such reconciliation has not been ascertained.



PARTICULARS	AMOUNT (Rs. In Lacs)	REMARKS
Current Liability		
Pass Fee A/c	10.59	Pass fee account contains an amount of Rs.10.59 lacs which relates to pass fee payable account, which needs to be reconciled.
VAT Payable	1.34	Vat payable ledger contains an amount of Rs. 1.34 lacs, which relates to earlier years which need to be reconciled.
EPF	0.93	EPF ledger contains an amount of Rs. 0.93 lacs, which relates to earlier years which need to be reconciled.
Suptd. Of Excise (Debit Balance)	29.30	Brought forward from earlier years, which needs to be reconciled.
Other Liability (PF & GSLI)	0.41	
Current Assets		
Receivable from Govt. & Others	0.26	Balance brought forward from earlier years, which needs to be reconciled.
General Advance	1.43	
Depot Bank Balance Khurda	0.21	Rs.20023.94/- mentioned in Bank Reconciliation Statement of Depot as unreconciled figure. Also there is a difference in Balance as per Depot Records and Balance as per system amounts to Rs.1010/-.

Our opinion is not qualified / modified in respect of these matters above.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure-i, a statement on the matters Specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c. The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;



- d. In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014 except our basis for qualified opinion in point no 1 & 2 .
- e. The Company has accounted for Purchases on the basis of pricing policy fixed by the Price Fixation Committee Constituted by Government of Odisha. The sales invoices raised by the suppliers are not accounted as purchase by the Company at the raising Goods Receipt Note. Moreover, the Company recognizes purchase at the time of sale of products as per approved pricing policy without supporting sale bills. The Company has not reconciled the purchases accounted for vis-à-vis sales invoice raised by the suppliers.
- f. On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of sub section (2) of section 164 of the Companies Act, 2013.
- g. With respect to the other matters included in the auditor's report and to best of our information and according to the explanation given to us.
- i) The company has disclosed the impact of pending litigation on its financial position in its financial statement as referred to in point no 18 of note no 17(B) to the financial statements.
 - ii) The company has made provision, as required under the applicable law or Accounting Standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
 - iii) The company has no amount required to be transferred to the Investor Education and Protection Fund as on 31.03.2015.
3. As per the direction under Section 143(5), we report that:
- (i) As per the information & explanation given to us, the company has not been selected for disinvestment.
 - (ii) As per the information & explanation given to us, the company has no case of waiver/write off of debits/loans/interest during the financial year 2014-15.
 - (iii) As per the information & explanation given to us , the company has no inventories with parties and also not received as gift from Government or other Authorities.



- (iv) As reported to us, the report on age wise analysis of pending legal/arbitration cases is annexed herewith as per annexure-II.

As per information & explained to us, the reasons of pendency of the legal cases are concerned, in most of the cases, the SLPs/ writ/ counter & plaint/ written statement have been filed before the Hon'ble Supreme Court of India / High Court of Orissa and different lower Courts respectively. The said matter being listed / will be listed in due course of time fixed / to be fixed by the Hon'ble Supreme Court of India / High Court of Orissa/ Different Lower Courts in which OSBC has no control.

As per information & explained to us, the existence / effectiveness of monitoring mechanism for expenditure in all legal cases are concerned, the company used to assign the Court cases to its empanelled Advocate(s) / Sr.Advocate(s) for which the Advocates / Sr.Advocates are being paid by company as per duly approved fee structure.

4. As per the sector specific direction under Section 143(5) of the Companies Act 2013, we report that:

Trading Sector

Sl No	Particulars	Our Comments
1	Whether the Company has an effective system for recovery of dues in respect of its sales activities and the dues outstanding and recoveries there against have been properly recorded in the books of accounts?	As explained to us the company follows the policy to sale its products to the customers only after receiving payment from them in advance except in case of interstate sale of beer. More over the company has effective system for recovery of dues in respect of sales activities and recording of these transactions in the books of accounts.
2	Whether the company has effective system for physical verification, Valuation of stock, Treatment of non-moving items and accounting the effect of shortage/excess noticed during physical verification.	As explained to us the company accounts for purchase at the time of Sale of goods and holds no stock of its own. The question of shortage/excess stock on physical verification does not arise.
3	The effectiveness of the system followed in recovery of dues in respect of sale activities may be examined and reported.	As mentioned above at point no.1, the company sales the products only after receiving full consideration in advance except in case of interstate sale of beer. However, the company follows an effective system of recovery of the dues in respect of sales activities in case of interstate sale of beer.

For G R C & Associates.
Chartered Accountants
FRN: 002437S

Sd/-

[CA A Mohapatra]
Partner

Membership number: 055285

Bhubaneswar
The 12th day of August 2015



Annexure-i to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2015, we report that:

1.
 - a) The Company has not maintained proper records to show full particulars including quantitative details and situations of fixed assets.
 - b) As per the information and explanations given to us, the fixed assets of the Company have been physically verified by the management during the year except in case of Head Office and Khurda Depot. However, no major differences have been noticed on physical verification of Fixed Assets.
2. As per the information and explanations given to us, the Company has no inventories and hence the question of physical verification does not arise.
3. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii(a) and iii(b) of the order are not applicable to the Company.
4. In our opinion and according to the information and explanations given to us, the internal control procedures need improvement to commensurate with the size of the Company and the nature of its business.
5. In our opinion, and according to the information and explanation given to us, the company has not accepted any deposits; hence, clause (v) is not applicable to the company. Accordingly, directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under are not applicable.
6. The Company is not required to maintain cost records pursuant to the Rules made by the Central Government for maintenance of cost records under sub-section (1) of section 148 of the Act.
7. (a) According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Duty of Custom, Duty of Excise, Value added tax, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities.

According to information and explanations given to us, the undisputed arrears of statutory dues were outstanding as at March 31, 2015, for a period of more than six months from the date they became payable are as below.

(Rs in Lakhs)

1.	Excise Duty	1200.69
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(b) According to the records of the Company, these are the dues outstanding in respect of income tax, VAT, customs duty, wealth-tax, service tax, excise-duty, cess, etc, on account of dispute.

Name of the statute	Nature of dues	Amount (Rs in Lakhs)	Period to which the amount relates	Forum where dispute is pending
Income Tax	Assessed Demand	1119.20	2008-09, 2010-11 & 2011-12	CIT(A), Bhubaneswar
	TDS/TCS	458.23	2009-10 & 2010-11	CIT(A), Bhubaneswar
	TDS/TCS	32.90	2009-10 to 2013-14	ACIT(TDS), Bhubaneswar
Service Tax	Assessed Demand	7354.72	2002-03 to 2010-11	CESTAT, Kolkata
Sales Tax	Assessed Demand	709.29	2001-02, 2002-03 and 2008-09 to 2013-14	Odisha Sales Tax Tribunal, Cuttack
Entry Tax	Assessed Demand	3640.51	2007-2014	Deputy Commissioner of sales Tax, Circle-2 Bhubaneswar

(c) Company does not have any amount required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under.

8. The Company does not have any accumulated loss at the end of the financial year and has not incurred cash losses in the financial year and in the financial year immediately preceding such financial year.
9. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
10. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by other from bank or financial institutions.



11. According to the information and explanations given to us, the Company has not raised any term loans during the year.
12. According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For G R C & Associates.
Chartered Accountants
FRN: 002437S

Sd/-

[CA A Mohapatra]
Partner
Membership number: 055285

Bhubaneswar
The 12th day of August 2015

**STATEMENT OF AGE WISE ANALYSIS OF PENDING LEGAL/ARBITRATION CASES AS ON 31.03.2015.**

Age	Number of Cases
1 to 5 years	50
6 to 10 years	8
11 to 15 years	0
More than 16 years	0
Total	58



Sl No	Case No	Age of the case as on 31.03.2015	Type of Case	Parties to the case	Subject / Brief History	Court	Present Status
1.	W.P. (C) NO: 13843 of 2011 Misc. Case No. 7688/2011	4	Misc. Case	Tapan Kumar Acharya & Others.	To abolish the system of Service Providers U/S 10(2) of the Contract Labour (Regulation & Abolition) Act.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date of hearing is 28-07-2015.
2.	W.P. (C) NO: 15395 OF 2011 Misc. Case No. 8447/2011	4	Misc. Case	K.S. Sekhar & Others.	To direct the OP No.2 (Corporation) not to disengage the petitioners from their respective post and further allow them to discharge their duty in their respective post at H.O. & depots	Honbl.High Court, Orissa	Counter Affidavit filed. Next date of hearing is 28-07-2015.
3.	W.P. (C) NO: 17482 of 2011 Misc. Case No. 9795 of 2011	4	Misc. Case	Guru Charan Mohanty & Others.	To direct the Opposite Party not to disengage the petitioners from their service and to pay them regular salary till the final disposal of writ petition.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date of hearing is 28-07-2015.



1.	W.P.(C) No. 3330/03	3	Misc. Case	Shantosh Kumar Mohanty & Others.	To issue Rule 121 calling upon the OPP to show cause and on behalf of cause between the said Rule absolute and be further please to.	High Court, Orissa	Computer Affidavit in state of hearing to 2.10.5-70-85
2.	W.P.(C) No. 1449 of 2015 Misc. Case – 1505/2015	3	Misc. Case	Prasant Tripathy & Others.	To issue Rule 121 calling upon the OPP to show cause and on behalf of cause between the said Rule absolute and be further please to.	High Court, Orissa	Computer Affidavit in state of hearing to 2.10.5-70-85
3.	W.P.(C) No. 1449 of 2015 Misc. Case – 1505/2015	3	Misc. Case	Ratikanta Das & Others.	To issue Rule 121 calling upon the OPP to show cause and on behalf of cause between the said Rule absolute and be further please to.	High Court, Orissa	Computer Affidavit in state of hearing to 2.10.5-70-85
4.	W.P.(C) No. 3000 of 2011 Misc. Case No. 1174/2011	4	Misc. Case	Munisingh Chandra Ojha & Others.	To direct the Opposite Party not to disengage from petitioners from bus service and to pay regular salary till the final order of the court.	High Court, Orissa	Computer Affidavit in state of hearing to 2.10.5-70-85



8.	W.P. (C) NO: 3631 of 2013 Misc. Case No. 3502/2013	2	Misc. Case	Sunanda Sahoo & Others.	1. To issue Rule NISI calling upon the OPP to show cause and on perusal of cause shown make the said Rule absolute and be further please to. 2. To abolish the system of Contract Labour/ Service Providers u/s 10(2) of the Contract Labour (Regulation & Abolition) Act. 1970.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date of hearing is 28-07-2015.
9.	W.P. (C) NO: 4269 of 2013 Misc. Case No. 4158/2013	2	Misc. Case	Ajaya Ku. Nayak & Others.	To issue Rule NISI calling upon the OPP to show cause and on perusal of cause shown make the said Rule absolute and be further please to.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date of hearing is 28-07-2015.
10.	W.P. (C) NO: 4270 of 2013 Misc. Case No. 4160/2013	2	Misc. Case	Anil Ku. Das & Others.	1. To issue Rule NISI calling upon the OPP to show cause and on perusal of cause shown make the said Rule absolute and be further please to.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date of hearing is 28-07-2015.



11.	W.P. (C) NO: 11290 of 2013 Misc. Case No. 10636/2013	2	Misc. Case	Susanta Kumar Bandha & Others.	2. To abolish the system of Contract Labour/Service Providers u/s 10(2) of the Contract Labour (Regulation & Abolition) Act, 1970. 3. To treat the petitioners as regular employee of the Corporation by paying them regular salary. 1. To issue Rule NISI calling upon the OPP to show cause and on perusal of cause shown make the said Rule absolute and be further please to.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date of hearing is 28-07-2015.
12.	W.P. (C) NO: 13973 of 2013 Misc. Case No.13066/2013	2	Misc. Case	Brahmananda Mishra & Others.	To issue Rule NISI calling upon the OPP to show cause and on perusal of cause shown make the said Rule absolute and be further please to.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date of hearing is 28-07-2015.



13.	W.P. (C) NO: 17798/2013 Misc. Case No.16510/2013	2	Misc. Case	Preetisagar Sahoo & Others.	1. To abolish the system of Contract Labour/Service Providers u/s 10(2) of the Contract Labour (Regulation & Abolition) Act. 1970. 2. To observe the petitioner in the regular vacancy as a regular employee w.e.f. his date of appointment.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date of hearing is 28-07-2015.
14.	W.P. (C) NO: 25512/2013 Misc. Case No.22889/2013	2	Misc. Case	Kishan Narendra Ray & Others.	1. To abolish the system of Contract Labour/Service Providers u/s 10(2) of the Contract Labour (Regulation & Abolition) Act. 1970.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date of hearing is 28-07-2015.
15.	W.P. (C) NO: 11446/2014 Misc. Case No.10257/2014	1	Misc. Case	1. Sankarsan Dalei & Others.	1. To abolish the system of Contract Labour/Service Providers u/s 10(2) of the Contract Labour (Regulation & Abolition) Act. 1970.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date of hearing is 28-07-2015.



Sl No	Case No	Age of the case as on 31.03.2015	Type of Case	Parties to the case	Subject / Brief History	Court	Present Status
16	W.P. (C) No.11697 of 2014 Misc. Case No.10461 of 2014	1	Misc. Case	Sujit Kumar Mohanty & another Vs. State of Orissa & others.	To quash Work Order dt.31-05-2014.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
17	W.P. (C) No.11225 of 2014 Misc. Case No.10032 of 2014	1	Misc. Case	Anil Kumar Das & others Vs. State of Orissa & others.	Prayer to modify/quash Work Order dated 31-05-2014 and to grant minimum wages for 30 days.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
18	W.P. (C) No.11227 of 2014 Misc. Case No.10037 of 2014	1	Misc. Case	Ajay Kumar Nayak & others Vs. State of Orissa & others.	Prayer to modify/quash Work Order dated 31-05-2014 and to grant minimum wages for 30 days.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
19	W.P. (C) No.11228 of 2014 Misc. Case No.10038 of 2014	1	Misc. Case	Tapan Kumar Acharya & others Vs. State of Orissa & others.	Prayer to quash the Work Order dated 31-05-2014 and to pay salary for complete month of 30 days directly by the OSBC. from June, 2014 onwards.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.



20	W.P. (C) No.1638 of 2015 Misc. Case No.1777 of 2015	1	Misc. Case	Ratikanta Das & others Vs. State of Orissa & others.	Prayer to quash the Work Order dated 31-05-2014 and to pay salary for complete month of 30 days directly by the OSBC. from June, 2014 onwards.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
21	W.P. (C) No.1639 of 2015 Misc. Case No.1778 of 2015	1	Misc. Case	Basanta Kumar Sahoo & others Vs. State of Orissa & others.	Prayer to quash the Work Order dated 31-05-2014 and to pay salary for complete month of 30 days directly by the OSBC. from June, 2014 onwards.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
22	W.P. (C) No.1640 of 2015 Misc. Case No.1779 of 2015	1	Misc. Case	Brahmananda Mishra & others Vs. State of Orissa & others.	Prayer to quash the Work Order dated 31-05-2014 and to pay salary for complete month of 30 days directly by the OSBC. from June, 2014 onwards.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
23	W.P. (C) No.1641 of 2015 Misc. Case No.1780 of 2015	1	Misc. Case	Anil Kumar Das & others Vs. State of Orissa & others.	Prayer to quash the Work Order dated 31-05-2014 and to pay salary for complete month of 30 days directly by the OSBC. from June, 2014 onwards.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.



24	W.P. (C) No.1642 of 2015 Misc. Case No.1782 of 2015	1	Misc. Case	Bighnesh Kumar Mohanty & others Vs. State of Orissa & others.	Prayer to quash the Work Order dated 31-05-2014 and to pay salary for complete month of 30 days directly by the OSBC. from June, 2014 onwards.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
25	W.P. (C) No.1643 of 2015 Misc. Case No.1783 of 2015	1	Misc. Case	Umakanta Mohanty & others Vs. State of Orissa & others.	Prayer to quash the Work Order dated 31-05-2014 and to pay salary for complete month of 30 days directly by the OSBC. from June, 2014 onwards.	Honbl.High Court, Orissa	Connected to W.P.(C) No.11446 of 2014 for regularization in W.P.(C) No.17482 of 2011.
26	W.P. (C) No.1644 of 2015 Misc. Case No.1784 of 2015	1	Misc. Case	Ajay Kumar Nayak & others Vs. State of Orissa & others.	Prayer to quash the Work Order dated 31-05-2014 and to pay salary for complete month of 30 days directly by the OSBC. from June, 2014 onwards.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
27	W.P. (C) No.12527 of 2014 Misc. Case No.11256 of 2014	1	Misc. Case	Itishree Pattanaik & others Vs. State of Orissa & others.	Prayer to quash the Work Order dated 31-05-2014 and issue direction for regularization of service of the Petitioners.	Honbl.High Court, Orissa	Counter Affidavit filed earlier in court. Writ Petition has been filed. Petitioners have filed a Rejoinder Affidavit.



28	W.P. (C) No.13801 of 2014 Misc. Case No.12377 of 2014	1	Misc. Case	Prasanta Kumar Tripathy & others Vs. State of Orissa & others.	Prayer to quash the Work Order dated 31-05-2014 and for regularization of services.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
29	W.P. (C) No.12075 of 2014 Misc. Case No.10825 of 2014	1	Misc. Case	Sukanta Kumar Bhuyan & others Vs. State of Orissa & others.	Prayer to abolish the system of Contract Labour/Service Providers U/s.10 (2) of the CLRA Act, 1970 and to treat the Petitioners as regular employees and pay them consolidated salary on contractual basis.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
30	W.P. (C) No.12076 of 2014 Misc. Case No.10826 of 2014	1	Misc. Case	Manoranjan Patnaik & others Vs. State of Orissa & others.	Prayer to abolish the system of Contract Labour/Service Providers U/s.10 (2) of the CLRA Act, 1970.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
31	W.P. (C) No.16940 of 2014 Misc. Case No.14965 of 2014	1	Misc. Case	Parsuram Das & others Vs. State of Orissa & others.	Prayer to abolish the system of Contract Labour/Service Providers U/s.10 (2) of the CLRA Act, 1970 and to treat the Petitioners as regular employees.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
32	W.P. (C) No.18167 of 2014	1	Misc. Case	Ratikanta Das & others Vs. State of Orissa & others.	Prayer for a direction to Opp. Party No.1 & 2 for direct payment of salary to the Petitioners as they are not included in the Work Order dated 31-05-2014.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.



33	W.P. (C) No.18192 of 2014	1	Misc. Case	Itishree Pattanaik & others Vs. State of Orissa & others.	Prayer for disbursement of monthly salary/ remuneration from June, 2014 onwards within a stipulated time.	Honbl.High Court, Orissa	Counter Affidavit filed. Next date hearing is 28-07-2015.
34	Civil Judge (Jr.) Division, BBSR 2008	7	Civil Suit	Manoj Ku. Routray Vs. OSBC	Loading & Unloading	Civil Judge (Jr.) Division, BBSR	Next Date of Hearing 10-08-2015
35	Civil Judge (Sr.) Division, BBSR 2011	4	Civil Suit	Manoj Ku. Routray Vs. OSBC	Loading & Unloading	Civil Judge (Sr.) Division, BBSR	No Date Fixed for hearing till now
36	Addl. Dist. Judge, BBSR	6	Civil Suit	Panther Security Vs. OSBC	Service Provider	Addl. Dist. Judge, BBSR	Counter Affidavit filed, Date not fixed
37	State Consumer Forum	6	Consumer Case	OSBC Vs. Cholamandalam Insurance.	Godown Insurance	State Consumer Forum	Case Filed
38	Dist. Consumer Redressal Forum, Dhenkanal	7	Consumer Case	Raghunath Dalai Vs. United Beverages Sahil Beg Vs. United Beverages (OSBC is one of the Party)	Excise Matter	Dist. Consumer Redressal Forum, Dhenkanal	Last Hearing was 27.05.20008 Last Hearing was on 27.04.2011
39	Slaes Tax Tribunal, CTC	7	Sales Tax	OSBC Vs. Commercial tax Odisha	Sales Tax	Slaes Tax Tribunal, CTC	Hearing in progress
40	Administrative Tribunal, CTC	1	Official	P.C. Dharuka Vs. State of Odisha (OSBC one of the Party)	Service Matter	Administrative Tribunal, CTC	Hearing on Final Stage



41	Supreme Court of India	3	SLP	Sushila Devi Vs. State Govt. (OSBC 5 th Party)	Excise Matter	Honbl. Supreme Court of India	Matter handled by Advocate General of State Govt.
42	City Civil Court, Hyderabad	5	Civil Case	Khoday India Vs. Baga Melenium	Excise Matter	City Civil Court, Hyderabad	
43	Honble. High Court Of Odisha	2	Civil Case	Kalyan Nayak Vs. Osbc	Godown Rent	Honble. High Court Of Odisha	Case Pending at Civil Judge Sr. Division, Sambalpur.
44	Deputy Commissioner of Sales Tax Circle – II BBSR	3	Entry Tax Appeal		Entry Tax	Deputy Commissioner of Sales Tax Circle – II BBSR	Assessment order has been received. Appeal is to be filed within stipulated time.
45	Deputy Commissioner of Sales Tax Circle – II BBSR	3	Entry Tax Appeal		Entry Tax	Deputy Commissioner of Sales Tax Circle – II BBSR	Demand made by DCST BBSR II Circle.
46	Odisha Sales Tax Tribunal, Cuttack	7	Sales Tax Appeal		Sales Tax	Odisha Sales Tax Tribunal, Cuttack	The demand by STO as per report of AG(O) Audit, has been confirmed in 1 st appeal, Second appeal has been filed before Tribunal.



47	Odisha Sales Tax Tribunal, Cuttack	7	Sales Tax Appeal	Sales Tax	Odisha Sales Tax Tribunal, Cuttack	The demand by STO as per report of AG(O) Audit, has been confirmed in 1 st appeal, Second appeal has been filed before the Tribunal.
48	Odisha Sales Tax Tribunal, Cuttack	4	Sales Tax	Sales Tax	Odisha Sales Tax Tribunal, Cuttack	Demand made by DCCT BBSR II Circle,
49	CESTAT, Kolkata	6	Appeal Case	Service Tax	CESTAT, Kolkata	OSBC preferred appeal & filed stay petition for the period up to 2006-07 before CESTAT, Kolkata against the order of Commissioner of Central Excise, Customs & Service Tax BBSR, and stay has been granted by CESTAT. Appeal is still pending.



50	CESTAT, Kolkata	4	Appeal Case		Service Tax	CESTAT, Kolkata	Stay has been granted and the appeal is pending. Against the demand of Commissioner of Service Tax appeal & stay has been filed in CESTAT, Kolkata. Stay has been granted and the appeal is pending.
51	CESTAT, Kolkata	4	Appeal Case		Service Tax	CESTAT, Kolkata	Against the demand order of the Commissioner Central Excise, Customs & Service Tax, appeal & stay petition have been filed before CESTAT. Stay has been granted and the appeal is pending.
52	CESTAT, Kolkata	4	Appeal Case		Service Tax	CESTAT, Kolkata	Appeal pending before Commissioner of Income Tax (Appeal).
53	CIT(A)	4	Appeal Case		Income Tax	CIT(A)	



54	CIT(A)	4	Appeal Case		Income Tax	CIT(A)	Appeal is pending before the Commissioner of Income Tax (Appeal) against the order of the ACIT(TDS) awaiting disposal.
55	CIT(A)	3	Appeal Case		Income Tax	CIT(A)	Appeal pending before Commissioner of Income Tax (Appeal) which has been disposed of.
56	CIT(A)	3	Appeal Case		Income Tax	CIT(A)	Appeal is pending before the Commissioner of Income Tax (Appeal) against the order of the ACIT (TDS) awaiting disposal.
57	CIT(A)	2	Appeal Case		Income Tax	CIT(A)	Appeal is filed before CIT (A). Rectification order u/s 154 is awaited from DCIT.
58	Civil Judge Division, Sambalpur	2	Civil Case	Kalyan Nayak Vs. Osbc	Godown Rent	Civil Judge Division, Sambalpur	Pending for hearing



ODISHA STATE BEVERAGES CORPORATION LTD.

(9TH FLOOR, IDCO TOWER, BHUBANESWAR)
BALANCE SHEET AS AT 31ST MARCH'2015

(Rs. in Lakhs)

Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I. EQUITY & LIABILITIES :			
(1) Shareholder's Funds			
(a) Share Capital	1	100.00	100.00
(b) Reserves and Surplus	2	23,764.76	22,678.70
(2) Non-Current Liabilities			-
(a) Deferred Tax Liabilities (Net)		28.43	(633.73)
(3) Current Liabilities			
(a) Trade payables	3	26,607.00	18,870.55
(b) Other current liabilities	4	6,370.86	4,888.05
(c) Short-term provisions	5	2,025.95	7,074.99
TOTAL :		58,897.00	52,978.56
II. ASSETS :			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	6	128.82	119.32
(ii) Intangible Assets under development		38.69	0.31
(b) Other Non-Current Assets	7	370.95	106.43
(2) Current Assets			
(a) Trade Receivable	8	1,661.41	586.40
(b) Cash and cash equivalents	9	36,906.99	30,061.15
(c) Short-Term Loans and Advances	10	15,119.83	19,208.82
(d) Other Current Assets	11	4,670.31	2,896.13
TOTAL :		58,897.00	52,978.56

Significant Accounting Policies and Notes forming part of these Financial Statements.

17

As per our report of even date attached.

For GRC & Associates
Chartered Accountants
FRN : 002437S
Sd/-
(CA. A. MOHAPATRA)
Partner
M. No. - 055285

For & on behalf of the Board of Directors

Sd/-
CM(Finance)

Sd/-
(Director)

Sd/-
(Managing Director)

Place: Bhubaneswar
Date: 12.08.2015



ODISHA STATE BEVERAGES CORPORATION LTD.

(9TH FLOOR, IDCO TOWER, BHUBANESWAR)

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH'2015

(Rs. in Lakhs)

Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
(I) Revenue from operations	12	2,90,505.02	2,55,464.10
(II) Other Income	13	6,860.73	5,036.15
(III) Total Revenue (I + II)		2,97,365.75	2,60,500.25
(IV) Expenses :			
(a) Purchase of Stock-in-Trade	14	2,72,256.09	2,39,301.58
(b) Employee benefits expense	15	184.42	125.72
(c) Depreciation and Amortization Expenses	6	24.60	6.35
(d) Other expenses	16	19,944.60	12,809.38
Total Expenses		2,92,409.71	2,52,243.03
(V) Profit Before Exceptional & Extraordinary Items & Tax (III-IV)		4,956.04	8,257.22
(VI) Exceptional items		-	-
(VII) Profit before Extraordinary Items & Tax (V - VI)		4,956.04	8,257.22
(VIII) Extra-ordinary Items		-	-
(IX) Profit Before Tax (VII-VIII)		4,956.04	8,257.22
(X) Tax expenses :			
(1) Current tax		1,997.57	2,826.11
(2) Deferred tax		662.16	(196.81)
(XI) Profit/(Loss) for the period (after tax) (IX-X)		2,296.31	5,627.92
(XII) Earnings per equity share:			
Average Number of equity shares (Face value Rupees 10/- each)		10,00,000	10,00,000
(1) Basic		0.01	0.01
(2) Diluted		0.01	0.01

Significant Accounting Policies and Notes forming part of these Financial Statements.

17

As per our report of even date attached.

For GRC & Associates
Chartered Accountants
FRN : 002437S

For & on behalf of the Board of Directors

Sd/-
(CA. A. MOHAPATRA)
Partner
M. No. - 055285

Sd/-
CM(Finance)

Sd/-
(Director)

Sd/-
(Managing Director)

Place: Bhubaneswar
Date: 12.08.2015



ODISHA STATE BEVERAGES CORPORATION LTD.
Cash Flow Statement for the year ended March 31, 2015

(Rs. in Lakhs)

Particulars	For the year 2014-15		For the year 2013-14	
	Rs.	Rs.	Rs.	Rs.
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		4,956.03		8,257.22
<u>Adjustments for:</u>				
Current year depreciation and amortisation	24.60		6.35	
Interest income from deposits	(2,434.99)		(2,756.14)	
Depreciation on Grant Vehicle	(2.21)		-	
Total of adjustments		(2,412.60)		(2,749.79)
Operating profit / (loss) before working capital changes		2,543.43		5,507.43
<u>Changes in working capital:</u>				
<i>Adjustments for (increase) / decrease in operating assets:</i>				
Trade Receivables	(1,075.01)		301.25	
Short-term loans and advances	4,088.98		(7,802.16)	
Other current assets	(1,542.47)		(343.30)	
Other non-current assets	(264.52)		(33.10)	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Trade payables	7,736.46		(5,740.39)	
Other current liabilities	1,482.81		(139.59)	
Short-term provisions	-		2,264.42	
Total of working capital changes		10,426.25		(11,492.87)
Operating profit / (loss) after working capital changes		12,969.68		(5,985.44)
Cash flow from extraordinary items		-		-
Cash generated from operations		12,969.68		(5,985.44)
Net income tax (paid) / refunds		(1,997.57)		(3,047.07)
Net cash flow from / (used in) operating activities (A)		10,972.11		(9,032.51)
B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances		(78.54)		(35.59)
Bank balances not considered as Cash and cash equivalents i.e. term deposits with maturity of more than 3 months				
- Placed	(24,950.59)		(15,609.25)	
- Matured during the year	21,061.52		20,260.67	
Net inflow from term deposits		(3,889.07)		4,651.42



Interest income from deposits		2,434.99		2,756.14
Cash generated from investing activities		(1,532.62)		7,371.97
Deduction of TDS from income		(231.71)		(292.93)
Net cash flow from / (used in) investing activities (B)		(1,764.33)		7,079.04
C. Cash flow from financing activities				
Dividend paid		(5,271.67)		(1,431.88)
DDT Paid		(979.35)		(243.35)
Net cash flow from / (used in) financing activities (C)		(6,251.02)		(1,675.23)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		2,956.76		(3,628.70)
Cash and cash equivalents at the beginning of the year		14,451.90		18,080.60
Cash and cash equivalents at the end of the year *		17,408.66		14,451.90
* Comprises:				
(a) Cash on hand	0.18		0.12	
(b) Cheques, drafts on hand	4,008.72		2,184.89	
(c) Balances with banks				
(i) In current accounts (including flexi balance)	13,399.76		12,266.89	
(ii) In deposit accounts with original maturity of 3 months or less	-		-	
		17,408.66		14,451.90

Notes:

Accompanying notes forming part of the financial statements.

As per our report of even date attached.

For GRC & Associates
Chartered Accountants
FRN : 002437S

For and on behalf of the Board of Directors

Sd/-
(CA. A. MOHAPATRA)
Partner
M. No. - 055285

Sd/-
(Director)

Sd/-
CM(Finance)

Sd/-
(Managing Director)

Place: Bhubaneswar

Date : 12.08.2015



ODISHA STATE BEVERAGES CORPORATION LTD.				
(9TH FLOOR, IDCO TOWER, BHUBANESWAR)				
(Rs. in Lakhs)				
PARTICULARS	Figures as at the end of current reporting period		Figures as at the end of previous reporting period	
NOTE - 1 SHARE CAPITAL				
AUTHORISED CAPITAL				
50,00,000 Equity Shares of Rs. 10/ each with equal voting rights	500.00		500.00	
ISSUED, SUBSCRIBED AND PAID UP CAPITAL				
10,00,000 Equity Shares @ Rs. 10/ each with equal voting rights fully paid up.	100.00		100.00	
TOTAL :	100.00		100.00	
RECONCILIATION OF NO. OF SHARES OUTSTANDING				
Equity Shares outstanding at the beginning of the year	10,00,000		10,00,000	
Add: Shares Issued during the year	-		-	
Less: Shares bought back during the year	-		-	
Equity Shares outstanding at the end of the year	10,00,000		10,00,000	
<i>(The company has neither issued bonus share nor has bought back any shares during the last five years)</i>				
DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% SHARES				
NAME OF SHAREHOLDER	NOS.	%	NOS.	%
1) Governor of Odisha	1000000	100	1000000	100
	1000000	100	1000000	100
NOTE - 2 RESERVES & SURPLUS				
(a) GENERAL RESERVES				
Opening balance	2,463.41		1,900.61	
(+) Current Year Transfer	229.63		562.79	
Closing Balance(a)	2,693.04		2,463.40	
(b) SURPLUS				
Opening balance	20,208.21		17,255.42	
(+) Net Profit/(Net Loss) For the current year	2,296.31		5,627.92	
(-) Provision for IT of earlier years	-		-	
(-) Proposed Dividends	-		(1,688.38)	
(-) Interim Dividends	(1,001.70)		-	
(-) Dividend Distribution Tax	(200.28)		(337.57)	
(-) Provision for shortfall of DDT (2012-13)	-		(86.38)	
(-) Transitional Depreciation on Fixed Assets	(6.06)		-	
(-) Transfer to Reserves	(229.63)		(562.79)	
Closing Balance(b)	21,066.85		20,208.22	
(c) Grant & Subsidy				
Grant for Vehicle (c)	7.17		7.17	
Less : Accumulated Dep. on Grant vehicle	(2.30)	4.87	(0.09)	
TOTAL (a+b+c) :	23,764.76		22,678.70	



(Rs. in Lakhs)		
PARTICULARS	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
NOTE - 3 TRADE PAYABLES		
Sundry Creditors	26,607.00	18,870.55
TOTAL :	26,607.00	18,870.55
NOTE - 4 OTHER CURRENT LIABILITIES		
Employee benefits payable	64.07	11.18
Statutory dues	3,870.39	1,825.07
Advance from Customers	1,797.28	2,453.67
Security Deposits	320.86	322.57
Godown Rent payable	41.74	53.40
Security services charges payable	129.36	27.12
Payable to IDCO for Land	-	61.09
CSR Expenses payable	50.00	45.00
Other Liabilities	97.16	88.95
TOTAL :	6,370.86	4,888.05
NOTE - 5 SHORT-TERM PROVISIONS		
Proposed Dividend	1,688.38	5,958.34
Provision for Dividend Tax	337.57	1,116.65
TOTAL :	2,025.95	7,074.99
NOTE - 7 OTHER NON-CURRENT ASSETS		
(a) <i>Unsecured, Considered Good</i>		
PF Paid under Protest	43.80	43.80
Sales Tax Demand/Deposits	50.00	50.00
Service Tax deposit	268.66	-
Security Deposit	8.49	8.19
(b) <i>Unsecured, Considered Doubtful</i>		
(i) Receivable from Suppliers	58.71	28.33
Less : Provision	(58.71)	(24.70)
(ii) Payroll Deduction	-	5.24
Less : Provision for payroll deduction	-	(4.43)
TOTAL :	370.95	106.43
NOTE - 8 TRADE RECEIVABLES		
<i>Unsecured considered good</i>		
(a) Receivable exceeding six months	476.76	0.93
(b) Others	1,184.65	585.47
TOTAL :	1,661.41	586.40



(Rs. in Lakhs)		
PARTICULARS	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
NOTE - 9 CASH & CASH EQUIVALENTS		
(a) Balance with Banks		
Current Account (including flexi balance and	13,399.76	12,266.89
(b) DD/Cheque on Hand	4,008.72	2,184.89
(c) Cash on Hand	0.18	0.12
(d) Term Deposit with maturity more than 12 months	19,498.33	15,609.25
TOTAL :	36,906.99	30,061.15
NOTE - 10 SHORT-TERM LOAN & ADVANCES (Unsecured, Considered Good)		
Advance for Land	72.64	72.64
Advance to Suppliers	100.00	-
Advance to excise Department	41.78	64.55
Prepaid License fee	275.00	15,000.00
Advance Excise duty	14,312.00	3,785.97
Prepaid Insurance of Stock	55.22	47.30
Advance Import Fee	214.47	138.63
Others Advances	48.72	99.73
TOTAL :	15,119.83	19,208.82
NOTE - 11 OTHER CURRENT ASSETS (Unsecured, Considered Good)		
Receivable from Govt. & Others	0.26	0.26
Bidding Amount receivable	3.87	2.76
Registration Fee Receivable-Supplier	0.50	-
Entry Tax Deposit	14.27	-
Receivable from Suppliers	67.86	43.71
Income Tax Refund Receivable	4,583.55	2,849.40
TOTAL :	4,670.31	2,896.13



ODISHA STATE BEVERAGES CORPORATION LTD.
(9TH FLOOR, IDCO TOWER, BHUBANESWAR)

(Rs. in Lakhs)

PARTICULARS	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
<u>NOTE - 12 REVENUE FROM OPERATIONS</u>		
Sales of Products		
IMFL	2,00,974.47	1,75,508.95
Beer	76,933.19	69,343.08
Country Sprit	12,597.36	10,612.07
(Sales includes Excise Duty of Rs. 129,705.04 lakhs & Rs. 109686.86 lakhs for 2013-14)		
TOTAL:	2,90,505.02	2,55,464.10
<u>NOTE - 13 OTHER INCOME</u>		
Interest on Deposits	2,435.00	2,756.14
Cash discount	3,899.95	2,116.29
Non-operating incomes	450.84	171.50
Prior Period Income	54.17	(7.78)
Liabilities written back	20.77	-
TOTAL:	6,860.73	5,036.15
<u>NOTE - 14 PURCHASE OF STOCK IN TRADE</u>		
Purchase of Stock		
IMFL	1,88,186.28	1,67,015.35
Beer	71,952.04	62,093.86
Country Sprit	12,117.77	10,192.37
(Purchases includes Excise Duty of Rs. 128,461.16 lakhs & Rs. 109356.71 lakhs for 2013-14)		
TOTAL:	2,72,256.09	2,39,301.58
<u>NOTE - 15 EMPLOYEE BENEFITS EXP.</u>		
Salary & Wages	184.42	125.72
TOTAL:	184.42	125.72
<u>NOTE - 16 OTHER EXPENSES</u>		
License Fee	15,190.00	10,080.00
Donation to CMRF	2,500.00	1,500.00
Differential Excise duty	1,243.90	330.15
Godown Rent & Insurance	335.54	222.01
CSR Expenses	115.20	229.90
Entry Tax	157.20	175.05
Security Service Charges	180.40	170.80
Professional & Legal Charges	62.89	27.34
Office Rent of HO	35.36	25.89
Electricity Charges	10.83	11.08
Repair & Maintenance	5.44	4.46
Audit Fees	1.43	1.40
Audit Expenses	0.04	-
Other Administrative & Sundry Expenses	72.36	26.22
Provision for Non-operating Creditors	34.01	-
Service Tax	-	0.56
Prior Period Expenses	-	4.52
TOTAL:	19,944.60	12,809.38



ODISHA STATE BEVERAGES CORPORATION LTD.
(9TH FLOOR, IDCO TOWER, BHUBANESWAR)

NOTE-6 : FIXED ASSETS

AS PER WDV METHOD
(Rs. In Lakhs)

FIXED ASSETS AS PER COMPANIES ACT-1962 FOR THE FINANCIAL YEAR 2014-15											
	LAND (Leasehold)	AIR CONDITIONER	COMPUTER	FURNITURE & FIXTURES	ELECTRICAL FITTINGS	OFFICE EQUIPMENTS	VEHICLES	AQUA WATER PURIFIER	AUDIO VISUAL	TOTAL	
(A) GROSS BLOCK:											
Opening Balance (Previous Year)	61.09	8.96	79.43	41.82	8.25	39.88	40.59	0.32	7.93	288.27	
Addition (Previous Year)	-	1.31	63.56	40.85	8.20	39.84	21.92	0.32	7.93	191.58	
Deletion (Previous Year)	-	-	31.70	4.33	2.12	0.70	-	-	-	40.16	
	61.09	-	15.86	0.98	0.04	0.04	18.67	-	-	96.68	
Deletion (Previous Year)	-	-	-	-	-	-	-	-	-	-	
Net Block (Previous Year)	61.09	8.96	11.13	46.15	10.37	40.58	40.59	0.32	7.93	328.43	
(B) DEPRECIATION:											
Opening Balance (Previous Year)	-	7.59	61.64	25.60	6.02	28.42	21.91	0.17	6.60	168.95	
Dep. for the Year (Previous Year)	-	7.37	59.89	35.33	6.77	6.57	21.02	0.14	6.39	162.60	
Adjustments to Dep (Previous Year)	-	0.34	13.38	1.50	0.34	3.33	5.67	0.05	-	24.61	
	-	0.22	1.75	1.19	0.21	1.85	0.89	0.02	0.21	6.35	
Depreciation (CB) (Previous Year)	-	0.92	0.79	2.69	0.78	1.65	-	-	0.93	6.11	
(C) NET BLOCK	61.09	1.42	35.32	7.97	2.32	7.18	13.01	0.10	-	128.82	
	-	1.37	17.79	6.13	1.32	11.46	18.68	0.16	1.33	119.32	

Note : Leasehold land includes land amounting to Rs.61.09 lakhs in respect of which lease deeds are yet to be executed.

**Note – 17****(A) SIGNIFICANT ACCOUNTING POLICIES****1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements are prepared under historical cost convention on accrual basis of accounting, in accordance with the Generally Accepted Accounting Principles in India, relevant provisions of the Companies Act, 2013 and Accounting Standards notified there under.

2. USE OF ESTIMATES

In the preparation of financial statements in conformity with Indian GAAP requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known / materilised.

3. FIXED ASSETS**(a) Tangible**

Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Subsequent expenditure relating to fixed assets is capitalized only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

(b) Intangible

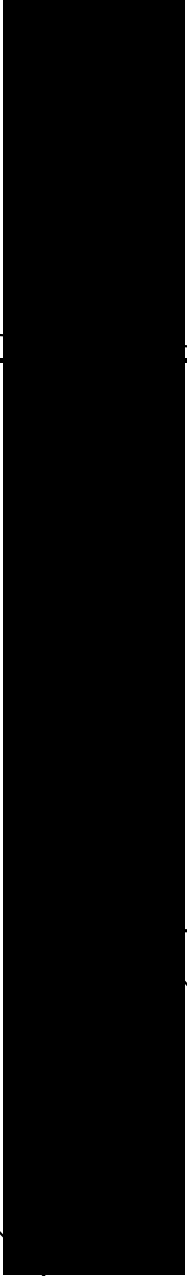
Software, intangible assets are stated at cost of requisible recoverable taxes, less accumulated amortisation/depletion and impairment loss, if any. The cost comprises purchase price, and any cost directly attributable to bringing the asset to its working condition for the intended use.

4. DEPRECIATION AND AMORTIZATION

Depreciation has been provided on the written down value method as per the rates prescribed in Schedule II to the Companies Act, 2013 with a residual value up to 5%. Intangible assets are amortized over a period of 5 years or their estimated useful life, whichever is less.

5. IMPAIRMENT

An asset (CGU) is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the profit and loss statement in the year in which an asset is classified as impaired. The impairment loss recognised in the prior accounting period is reversed if there has been change in the estimate of recoverable amount.



Cash and cash equivalents comprise cash/DD on hand, balance of current accounts and deposits. Cash flows are reported using the indirect method, whereby profit/ (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Corporation are segregated based on the available information.

13. *Cash and cash equivalents.*

14. *Cash flow statement:*

**(B) NOTES TO THE FINANCIAL STATEMENTS****1. CORPORATION INFORMATION:**

Odisha State Beverages Corporation Limited (hereinafter referred as “the Corporation”) is a Government Corporation incorporated under the Companies Act, 1956. The Government of Odisha by Act No.9 of 2000 published in the Orissa Gazette on 04.10.2000, and Notification No.- 514 dt.30.01.2001 published in the Odisha Gazette on 31.01.2001, conferred exclusive privilege on the Corporation to carry on wholesale trade in beverages throughout Odisha.

2. The amount due to Micro and Small Enterprises as defined in the ‘The Micro, Small and Medium Enterprises Development Act, 2006’, has been determined to the extent such parties have been identified on the basis of information available with the Corporation. The outstanding amount payable to Micro and Small Enterprises as at 31st March 2015 is Nil.
3. Owing to accounting of depreciation as per schedule-II of the Companies Act 2013, depreciation for the year has been increased by Rs. 18.26 lakh and impact of transitional depreciation on retained earnings is Rs. 6.06 lakh.
4. Balances of Advance from Customers shown under “Other Current Liabilities” & Trade Payables include balances subject to confirmation/reconciliation and consequential adjustment, if any. Reconciliations in respect of the above are in progress. Provisions, wherever considered necessary, have been made.
5. The debit balances under Sundry creditors operating amounting to ₹ 67.86 lacs have been shown under the head “Receivable from Suppliers” in Other Current Assets (Note-11)” and the credit balance under Sundry debtors amounting to ₹ 1797.27 lakhs have been shown under the head “Advance from Customers” in Other Current liabilities (Note-4)”.
6. “Other Income (Note-13)” of Rs. 6860.73 lakhs includes Liabilities written back which are more than 5 years amounting to Rs. 20.77 (Previous year Rs. Nil).



7. "Godown Rent & Insurance Expenses (Note-16)" of Rs. 335.54 lakhs includes Godown Insurance for the year amounting to Rs. 47.68 lakhs. (Previous year Rs. Nil).
8. Prior Period Expenses/Incomes (not exceeding Rs. 5.00 lakhs in each case) amounting to Rs. 3.07 lakhs (Cr. balance) has been accounted to following the expenditures/incomes head as per the accounting policy.

Account Head	Debit Amount (Rs.)	Credit Amount(Rs.)	Net Amount(Rs)
Godown Rent	-	544,480.00	(544,480.00)
Interest on Term Deposits	485,359.85	-	485,359.85
Legal Fees & Expenses	6,632.00	-	6,632.00
Misc. Expenses	825.50	-	825.50
Misc. Receipts	-	270,284.34	(270,284.34)
Office Rent	38,585.00	-	38,585.00
Printing & Stationary	1,351.00	-	1,351.00
Prof. Charges	-	12,920.00	(12,920.00)
Salary & Allowance	81,146.95	92,982.00	(11,835.05)
Total	1,057,399.31	1,364,165.35	(306,766.04)

9. As per Accounting Standard - 18 - 'Related Party Disclosures' issued by the ICAI, the details of names of the related parties and transactions with them, excluding Government controlled enterprises, are given below:

Sl. No.	Name of the Person	Designation	Nature of Transaction	Amount (In Lacs)	Period
1.	Sri Dwijaraj Kar	Managing Director	Remuneration	12.97	April 2014 to March 2015
2.	Sri Barun Ku. Palit	Chief Manager (Finance)	Remuneration	7.60	April 2014 to January 2015
3.	Smt. S.S. Kanungo	Chief Manager (Finance)	Remuneration	1.35	January 2015 to March 2015



10. Audit Fees & Expenses for the F.Y.2014-15 includes as follows:

Payment to Auditor	Purpose of audit	Amount (` In Lacs) Current Year	Amount (` In Lacs) Previous Year
Statutory Auditor	For Statutory Audit	1.42	1.40
	TOTAL	1.42	1.40

11. There is un-reconciled bank balance (asset) amounting to ₹ 1592.51 Lacs in respect of SBI IDCO tower Branch, is appearing in the books of accounts of the Corporation which is under reconciliation. Similarly, there is un-reconciled liability amounting to ₹ 1485.73 Lacs in respect of Advance from Retailers (excess balance in the books of accounts of the Corporation as per the party wise ledgers maintained in depot software) which is under reconciliation. The effect thereof (if any) will be dealt in accounts on such reconciliation.
12. Fixed assets include 5 vehicles purchased by the Corporation and handed over to Excise Department for smooth collection of Excise Duty payable to the Government.
13. The Regional Provident Fund Commissioner, BBSR recovered (28th Sept., 2011) ₹ 43.80 Lacs from the company by way of attachment of its bank a/c maintained with SBI, IDCO Tower branch towards arrear PF dues for the period January' 2007 to December' 2010 against the employees employed by the company through M/s Panther Security Services. The Company disputed the amount and filed (February' 2012) a writ petition (No-3164/ 2012) before Orissa High Court which is still pending for disposal.
14. **Earnings Per Share (EPS) Details**

a. Basis of Computation

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for





Deferred Tax Liability in respect of earlier years (C)		-
Depreciation (3.77)		
U/s 40(a) (229.54)		
U/s 43B (108.72)	(342.03)	
Deferred Tax Asset/(Liability) (Appearing in Balance Sheet) (Net) (A-B+C)	(28.43)	633.73
Less : OB of Deferred Tax Asset (As per BS-2013-14)	633.73	436.92
Deferred Tax Asset/(Liability) for 2014-15 (SPL)	(662.16)	196.81

17. Segment reporting:

The Corporation being engaged in trading of beverages does not have more than one business segment. Further, the Corporation is carrying its business in one geographical segment, i.e. India.

18. CONTINGENT LIABILITIES WITH STATUS:

(i) Income Tax:

Sl. No.	Financial Year	Forum Pending	Amount of Contingent Liability (In Lacs)	Status
1.	2008-09	CIT(A)	152.05	Appeal pending before Commissioner of Income Tax (Appeal).
2.	2009-10	Do	447.56	Appeal is pending before the commissioner of Income Tax (Appeal) against the order of the ACIT(TDS) awaiting disposal.
3.	2010-11	Do	858.81	Appeal pending before Commissioner of Income Tax (Appeal) which has been disposed of.
4.	2010-11	Do	10.67	Appeal is pending before the commissioner of Income Tax (Appeal) against the order of the ACIT (TDS) awaiting disposal.
5.	2011-12	Do	108.34	Appeal is filed before CIT (A). Rectification order u/s 154 is awaited from DCIT.
6	2012-13	Do	3.17	Appeal pending before Commissioner of Income Tax (Appeal).

Note: For TDS/TCS demand for the F.Y. 2009-10, 10-11 & 12-13 the Corporation has deposited ₹ 92.28 lakh under protest which is 20 % of the demand amount.

**(ii) TDS & TCS Return filling:**

Apart from the above the Income Tax Department (TDS) has made various demands for wrong PAN quoted in the return, short deductions made, interest on short payments made and for late filing of the returns. The demand and as on date status of the various cases is outlined as below:

Sl. No.	Financial Year	Amount of Demand (`)
1	2009-10	21,010.00
2	2010-11	2,75,528.00
3	2011-12	4,88,561.00
4	2012-13	8,33,207.00
5	2013-14	16,71,487.00
Total :		32,89,793.00

iii) Service Tax

Period	Demand Amount (` In Lacs)	Amount Paid (` In Lacs)	Amount Due (` In Lacs)	Forum Pending With Status
2002-03 to 2006-07	1191.74 1191.74 0.01 <u>TOTAL = 2383.49</u>	930.16	1453.33	OSBC preferred appeal & filed stay petition for the period up to 2006-07 before CESTAT, Kolkata against the order of Commissioner of Central Excise, Customs & Service Tax BBSR, and stay has been granted by CESTAT. Appeal is still pending.
2007-08	481.89 481.89 0.01 <u>TOTAL=963.80</u>	435.68	528.12	Stay has been granted and the appeal is pending.
2008-09 & 2009-10	1580.98 1580.98 0.05 <u>TOTAL=3162.01</u>	0.00	1580.98 1580.98 0.05 <u>3162.01</u>	Against the demand of Commissioner of Service Tax appeal & stay has been filed in CESTAT, Kolkata. Stay has been granted and the appeal is pending.



2010-11	1105.61 1105.61 0.05 <u>TOTAL=2211.26</u>	0.00	1105.61 1105.61 0.05 <u>2211.26</u>	Against the demand order of the Commissioner Central Excise, Customs & Service Tax, appeal & stay petition have been filed before CESTAT. Stay has been granted and the appeal is pending.
2011-12	174.36	0.00	174.36	Demand raised by Commissioner CBEC &S
TOTAL	8894.92	1365.84	7529.08	

CESTAT by its order on 19th August 2014 has passed the order to deposit 10% of the Service Tax determined while staying the appeals which refers to the F.Y. 2008-09, 2009-10, 2010-11. As per the order OSBC has deposited 10% of the net demand amounting to ₹ 2.68 crore. All the appeals will be heard for the final disposal.

(iv) Sales Tax:

Year	Forum Pending	Amount Involved (in Lacs.)	Status
2001-02	Odisha Sales Tax Tribunal, Cuttack	250.33	The demand by STO as per report of AG(O) Audit, has been confirmed in 1 st appeal , Second appeal has been filed before Tribunal.
2002-03	Odisha Sales Tax Tribunal, Cuttack	322.04	The demand by STO as per report of AG(O) Audit, has been confirmed in 1 st appeal , Second appeal has been filed before the Tribunal.
2009-14	Odisha Sales Tax Tribunal, Cuttack	136.92	Demand made by DCCT BBSR II Circle.
	<u>TOTAL</u>	709.29	

(v) Entry Tax:

Year	Forum Pending	Amount Involved (in Lacs.)	Status
2007-09	Deputy Commissioner of Sales Tax Circle –II BBSR	214.12	Assessment order has been received. Appeal is to be filed within stipulated time.
2009-14	Deputy Commissioner of Sales Tax Circle –II BBSR	3426.39	Demand made by DCST BBSR II Circle.
	<u>TOTAL</u>	3640.51	



8.	W.P. (C) NO: 3631/2013	Sananda Sahu & Others VS. State of Odisha & Others	Counter filed
9.	W.P. (C) NO: 11290 of 2013 Misc. Case No. 10636/2013	Susanta Kumar Bandha & Other VS. State of Odisha & Others	Counter filed
10.	W.P. (C) NO: 13973 of 2013 Misc. Case No.13066/2013	Brahmananda Mishra & Others VS. State of Odisha & Others	Counter filed
11.	W.P. (C) NO: 20600 of 2011	Nrusingh Charan Ojha VS. State of Odisha & Others	Counter filed
12.	W.P. (C) NO: 13843 of 2011	Tapan Kumar Acharya & Others VS. State of Odisha & Others	Counter filed
13.	W.P. (C) NO: 15395 of 2011 Misc. Case No. 10512 of 2014	K.S. Sekhar & Others VS. State of Odisha & Others	Counter filed
14.	W.P. (C) NO: 3630/2013	Santosh Kumar Mohanty & Others VS. State of Odisha & Others	Counter filed
15.	W.P. (C) NO: 11697/2014 Misc. Case No. 10461 of 2014	Sujit Kumar Mohanty & Others VS. State of Odisha & Others	Counter filed
16.	W.P. (C) NO: 11446/2014	Sankarshan Dalei VS. State of Odisha & Others	Counter filed.
17.	W.P. (C) NO: 12076 of 2014 Misc. Case No. 10826 of 2014	Manoranjan Pattanaik & Others VS. State of Odisha & Others	Counter filed



18.	W.P. (C) NO: 12075 of 2014 Misc. Case No. 10825 of 2014	Sukanta Kumar Bhuyan & Others VS. State of Odisha & Others	Counter filed
19.	W.P. (C) NO: 11227 of 2014 Misc. Case No. 10037 of 2014	Ajay Kumar Nayak & Others VS. State of Odisha & Others	Counter filed
20.	W.P. (C) NO: 12527 of 2014 Misc. Case No. 11256 of 2014	Itishree Pattanaik & Others VS. State of Odisha & Others	Counter filed
21.	W.P. (C) NO: 11225 of 2014 Misc. Case No. 10032 of 2014	Anil Kumar Das & Others VS. State of Odisha & Others	Counter filed
22.	W.P. (C) NO: 13801 of 2014 Misc. Case No. 12377 of 2014	Prasant Kumar Tripathy & Others VS. State of Odisha & Others	Counter filed
23.	W.P. (C) NO: 11228 of 2014 Misc. Case No. 10038 of 2014	Tapan Ku. Acharya & Others VS. State of Odisha & Others	Counter filed
24.	W.P. (C) NO: 16940 of 2014 Misc. Case No. 14965 of 2014	Parsuram Das & Others VS. State of Odisha & Others	Counter filed
25.	W.P. (C) NO: 18192 of 2014	Itishree Pattanaik & Others VS. State of Odisha & Others	Counter filed
26.	W.P. (C) NO: 18167 of 2014	Ratikanta Das & Others VS. State of Odisha	Counter filed
27	Civil Judge (Jr.) Division, BBSR	Loading & Unloading	2 Nos. of Cases
28	Civil Judge (Sr.) Division, BBSR	Loading & Unloading	1 Nos. of Cases



29	Civil Judge (Jr.) Division, BBSR	Excise Matter	1 No. of Cases
30	Addl. Dist. Judge, BBSR	Service Provider	2 Nos. of Cases
31	State Consumer Forum	Godown Insurance	1 No. of Cases
32	Dist. Consumer Redressal Forum, Dhenkanal	Excise Matter	2 Nos. of Cases
33	Slaes Tax Tribunal, CTC	Sales Tax	3 Nos. of Cases
34	Administrative Tribunal, CTC	Service Matter	1 No. of Cases
35	Supreme Court of India	Excise Matter	1 No. of Cases
36	City Civil Court, Hyderabad	Excise Matter	1 No. of Cases
37	CESTAT, Kolkata	Service Tax Matter	4 Nos. of Cases
38	Hon.ble High court of Orissa	Godown Rent	1 No of Case
39	W.P. (C) NO: 1638 of 2015	Ratikanta Das & Others VS. State of Odisha	Counter filed
40	W.P. (C) NO: 1639 of 2015	Basant ku. Sahoo & Others VS. State of Odisha	Counter filed
41	W.P. (C) NO: 1640 of 2015	Brahmananda Mishra & Others VS. State of Odisha & Others	Counter filed
42	W.P. (C) NO: 1641 of 2015	Anil Kumar Das & Others VS. State of Odisha & Others	Counter filed
43	W.P. (C) NO: 1642 of 2015	Bignesh ku. Mohanty & Others VS. State of Odisha & Others	Counter filed



44	W.P. (C) NO: 1643 of 2015	Umakanta Mohanty & Others VS. State of Odisha & Others	Counter filed
45	W.P. (C) NO: 1644 of 2015	Ajaya Kumar Nayak & Others VS. State of Odisha & Others	Counter filed

Note: Since the demand is not quantifiable the quantification has not been done by the Corporation.

19. CSR Expenses

As per provisions of section 135 of the Companies Act, 2013, Schedule -VII and rule made thereunder the CSR obligation of OSBC Ltd. during the F.Y 2014-15 was ₹ 195.15 lacs. However the company has spent ₹ 115.20 lacs during the year and balance amount ₹ 79.95 lacs has been transferred to separate CSR account.

20. Previous year figure:

Figures for the previous year have been re-grouped/re-arranged wherever considered necessary.

21. Rounding Off:

Figures are rounded off to nearest Rupees in lacs.