



# दीनदयाल पोर्ट ट्रस्ट

(पूर्व में कंडला पोर्ट ट्रस्ट)

**DEENDAYAL PORT TRUST**

(Erstwhile Kandla Port Trust)

वर्ष 2017-18 का

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**ANNUAL ACCOUNTS  
FOR THE YEAR 2017-18**

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**DEENDAYAL PORT TRUST**

**SUMMARY OF FINANCIAL REVIEW 2017-18**

The Annual Accounts of the Deendayal Port Trust for the year 2017-18 have been drawn up in the prescribed formats as required under section 102 (1) of the Major Port Trust Act 1963. The Annual Accounts are to be submitted to the Principal Director of Commercial Audit & Ex-Officio Member, Audit Board –I, Mumbai, latest by 31.05.2018 duly approved by Board as per the time Schedule prescribed by the Central Government. Accordingly, the Annual Accounts are prepared and attached herewith. The salient features of the financial performance are as under:

**2 Traffic**

The year 2017-18 recorded increase of 4.42% in traffic. The Port has handled 1100.99 lakh tonnes of cargo during 2017-18 as against 1054.42 lakh tonnes in 2016-17. The traffic at Kandla and Vadinar is tabulated below:

(In lakh tonnes)

SR.	PARTICULARS	R.E. 2017-18	ACTUAL 2017-18	ACTUAL 2016-17
<b>I.</b>	<b>KANDLA</b>			
1	Dry Cargo	373.00	361.20	352.15
	(a) Port	293.43	301.62	276.59
	(b) BOT Operators	79.57	59.58	75.56
2	Liquid Cargo	150.00	144.31	130.50
3	Container (KPT + BOT)	20.00	18.38	1.75
	(TEUs in Lakhs)	(1.45)	(1.18)	(0.10)
4	Transshipment	2.00	5.52	3.69
	<b>Total</b>	<b>545.00</b>	<b>529.41</b>	<b>488.09</b>
<b>II.</b>	<b>VADINAR</b>			
1	Crude Oil	425.00	448.05	441.28
2	POL	125.00	123.53	125.05
	<b>Total</b>	<b>550.00</b>	<b>571.58</b>	<b>566.33</b>
	<b>OVERALL</b>	<b>1095.00</b>	<b>1100.99</b>	<b>1054.42</b>
	<b>GRT in lakhs tonnes</b>	<b>875.42</b>	<b>870.51</b>	<b>822.74</b>
	<b>Number of Vessels</b>	<b>2809</b>	<b>2747</b>	<b>2568</b>
	<b>BOT BREAKUP</b>			
1	13th Cargo Berth	8.05	8.09	16.21
2	15th Cargo Berth	3.52	3.24	6.59
3	Tuna Tekra	58.00	42.08	44.56
4	Barge Jetty	10.00	6.17	8.20
5	Container Terminal	20.00	18.38	0.85
	<b>Total</b>	<b>99.57</b>	<b>77.96</b>	<b>76.41</b>

**3 Financial Result**

The summary of the financial performance of the Port for the year 2017-18 is as under: -

(Rs. in lakhs)

SR. NO.	PARTICULARS	R.E 2017-18	Actual 2017-18	Actual 2016-17
1	Operating Income	150018.31	147534.64	138314.79
2	Operating Expenditure	69227.86	67798.90	65878.50
3	Operating Surplus	80790.45	79735.74	72436.28
4	Non-Operating income	23108.90	26112.23	18869.60
5	Non-Operating exp.	18099.37	51202.76	21920.17
6	Profit before tax	85799.98	54645.21	69385.71
7	Provision for Income tax & Deferred tax	31329.27	28201.36	0.00
8	Profit / (-)Loss after tax	54470.71	26443.85	69385.71
9	Less: Income Tax for prior period		37429.00	
10	Net Profit /(-) Loss after tax	54470.71	-10985.15	69385.71



**3.1 Operating Income** - The activity wise details of operating income is as follows:-

(Rs. in lakhs)

SR.	PARTICULARS	RE 2017-18	Actual 2017-18	Actual 2016-17
1	Cargo Handling & Storage	<b>48840.55</b>	<b>50667.17</b>	<b>45099.38</b>
	(a) KPT	35413.71	38292.89	32460.80
	(b) BOT	13426.84	12374.29	12638.57
2	Port & Dock Facility	<b>70845.62</b>	<b>66938.39</b>	<b>62779.53</b>
3	Estate Rentals	<b>28265.09</b>	<b>28113.61</b>	<b>29021.92</b>
	(a) KPT	19808.85	17952.94	23583.75
	(b) BOT	8456.24	10160.66	5438.16
4	Township	<b>1802.05</b>	<b>1559.34</b>	<b>1153.04</b>
5	Railway Earnings	<b>265.00</b>	<b>256.13</b>	<b>260.92</b>
	<b>Total</b>	<b>150018.31</b>	<b>147534.64</b>	<b>138314.79</b>

The operating income go up by Rs. 9220 lakhs (6.67%) compared to last year due to:-

- >> Increase of Rs. 5568 lakhs in cargo handling income due to increase in traffic by 4.42% & impact of upward revision (11-8-16) for full year.
- >> Increase of Rs. 4159 lakhs in Port and Dock charges due to increase in GRT by 48 lakhs tonnes and impact of upward revision for full year.
- >> Increase of Rs. 406 lakhs in Township income due to more mortgage fee (259 lakhs) and transfer fee (148 lakhs) received during current year.
- >> Decrease of Rs. 908 lakhs in Estate Rentals on account of surrender of new allotment of 5 plots for Salt Land (795 lakhs) and 2 plots for Liquid plots (286 lakhs) surrender by party due to litigation, Lease Rent income (113 lakhs) due to expiry of lease period, payment from HPCL and BPCL (344 lakhs) not received due to litigation, one time compensation Income from Salt Land due to P. P. Act Proceeding (2900 lakhs) and lifting of gypsum (1000 lakhs) was received during 2016-17, which is offset by increase in L.F. from BOT operators at Kandla and Vadinar (4723 lakhs) on account of upward revision.

**3.2 Operating Expenditure** - The break up of the operating expenditure is as follows: -

(Rs. In lakhs)

SR.	PARTICULARS	RE 2017-18	Actual 2017-18	Actual 2016-17
1	Salary and wages	26429.37	26019.01	23641.37
2	Stores	1610.54	963.92	1007.31
3	Office & administration expenses	2343.11	1594.17	1730.93
4	Dredging	11500.00	10822.20	13334.25
5	Operation & maintenance expenses	14635.17	14529.07	13866.45
6	CISF & other security	2940.30	2736.84	2874.84
7	Medical	1810.10	1780.07	1688.82
8	Depreciation	7642.33	8700.39	7368.95
9	Other expenditure	316.94	653.24	365.57
	<b>Total</b>	<b>69227.86</b>	<b>67798.90</b>	<b>65878.50</b>

There is an increase in operating expenditure by Rs. 1920 lakhs (2.92%) as compared to the previous year due to provision made at 10% for wage revision due w.e.f. 1/1/2017 in Salary and Wages (2378 lakhs), O&M expenditure (757 lakhs) mainly on hire of craft due to additional tug hired and Depreciation (1331 lakhs) due to addition of assets of Rs. 21233 lakhs, which is offset by decrease in dredging expenditure (2512 lakhs) on account of reduced rate and restriction of quantity.

**3.3 Non Operating Income** - The major sources of non operating income are:

(Rs. in lakhs)

SR.	PARTICULARS	RE 2017-18	Actual 2017-18	Actual 2016-17
1	Interest on investment	18791.09	16503.56	14898.49
2	Interest on advance to staff	190.00	161.07	176.40
3	Dividend	285.00	520.00	286.00
4	Interest on income tax refund	0.00	1147.35	832.62
5	Prior Period Income	1000.00	4405.63	1125.15
6	Overhead Income (Supervision of Pipeline and Capital Works)	353.25	582.09	361.78
7	Other receipts and penalties	2489.56	2792.53	1189.16
	<b>Total</b>	<b>23108.90</b>	<b>26112.23</b>	<b>18869.60</b>

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The F&M income has increased by Rs. 7243 lakhs as compared to the previous year, as more income generated from interest on investment by Rs. 1605 lakhs, dividend by Rs. 234 lakhs and interest on refund from Income Tax by Rs. 315 lakhs, Prior Period Income by Rs. 3280 lakhs, Supervision on Pipeline and Capital Works by Rs. 221 lakhs and Penalties on Dredging Contract by Rs. 2100 lakhs.

3.4 The finance & miscellaneous expenditure comprises the following major items.

(Rs. in lakhs)

SR.	PARTICULARS	RE 2017-18	Actual 2017-18	Actual 2016-17
1	Contribution to Pension	12000.00	43636.00	16980.02
2	Contribution to gratuity	1200.00	1200.00	1200.00
3	Grant-in-aid	2.00	0.00	0.00
4	Welfare expenditure	369.70	318.44	269.91
5	Contribution to CSR	700.00	702.00	260.00
6	Contribution to Leave Encashment	800.00	1343.90	809.55
7	Contribution to NPS	200.00	267.81	185.23
8	Technical Advisory Fees	375.77	344.95	472.84
9	Prior Period & other expenditures	2451.90	3389.65	1742.61
	<b>Total</b>	<b>18099.37</b>	<b>51202.76</b>	<b>21920.17</b>

The F&M expenditure has increased by Rs. 29283 lakhs as compared to the previous year is increase on account of more contribution made for Pension (26656 lakhs) to purchase the backlog annuity for pensioners, Contribution for CSR schemes (442 lakhs), Leave Encashment Fund (534 lakhs) and Arrears Depreciation (1968 lakhs) for assets commissioned during prior period but capitalised during the current year .

The profit before tax for the current year, thus, stands at Rs. 54645.21 lakhs as against Rs. 69385.71 lakhs of previous year.

3.5 The provision for income tax comes around Rs. 28201.36 lakhs and in addition to that the provision for Income Tax for FY 2015-16 and FY 2016-17 to the tune of Rs. 16193 lakhs and Rs. 21236 lakhs made on conservative basis, as the same was not provided due to claiming the exemption under section 11 to 13 of Income Tax Act, as per the opinion of Tax Planner. Hence, there is net profit of Rs. 28201.36 lakhs and loss of Rs. 10985.15 lakhs on account of provision of Income Tax for the year FY 2015-16 and FY 2016-17, which will be recognised in the books when received from the Department of Income Tax for which tax appeal is pending. Provision for Tax for prior periods have been made at the instance of CAG Audit.

3.6 The appropriation of Rs. 14529.27 lakhs made to the following reserves and funds as under :-

(Rs. in lakhs)

1	Capital asset replacement reserves	3943.23
2	Two 3% MPC reserves	10579.56
3	Profit on disposal of Capital Asset	6.48
	<b>Total</b>	<b>14529.27</b>

#### 4 Financial Position :

The financial position of the Port Trust is tabulated below:-

(Rs. in lakhs)

A.	LIABILITIES	Actual 2017-18	Actual 2016-17
a)	Capital Reserve	231712.68	218782.62
b)	Revenue Reserve	236427.97	257336.68
d)	Capital debt	1611.62	9514.80
e)	Current Liability & Provisions	298283.64	179488.87
	<b>Total Liability</b>	<b>768035.92</b>	<b>665122.98</b>
B.	ASSETS		
a)	Fixed asset less depreciation	129828.43	119316.84
b)	Capital work in progress	45647.25	32950.64
c)	Investment	115028.62	196363.66
d)	Current asset	477531.62	316491.83
	<b>Total Asset</b>	<b>768035.92</b>	<b>665122.97</b>
C.	Working capital	179247.98	137002.96
D.	<b>Capital employed</b>	<b>309076.41</b>	<b>256319.80</b>
E.	Net Worth	468140.65	476119.30
F.	<b>ROR on Capital employed</b>	<b>8.56%</b>	<b>27.07%</b>
G.	Operating ratio	45.95%	47.63%

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**5 Capital Expenditure:**

The capital expenditure incurred on plan and non-plan work is shown below: -

(Rs. in lakhs)

SR.	PARTICULARS	RE 2017-18	Actual 2017-18	Actual 2016-17
1	Deepening of Channel / Berth etc.	75.00	0.00	91.00
2	Construction/Strengthening of Berth	8890.00	12576.90	2644.00
3	Procurement of Craft/Equipment	5810.00	4549.00	2290.00
4	Rail & Road connectivity	5344.00	6767.00	810.00
5	Green Energy Project	6200.00	5541.65	3723.00
6	Smart Industrial Port City	2671.00	435.02	405.00
7	Other Works including upto 5 crores	9421.84	4046.55	3335.58
	<b>Total</b>	<b>38411.84</b>	<b>33916.12</b>	<b>13298.58</b>

The capital expenditure has been funded out from the internal resources of the Port.

The Work-in progress, amounting to Rs. 21219.51 lakhs, has been capitalized during the year.

**6 Capital debt**

The initial capital debt of 1611.62 lakhs prior to formation of the Port Trust Board is still exhibited in the financial statement, as no decision for its repayment is finalised by the Ministry.

**7 Welfare Expenses :-**

An amount of Rs. 318.44 lakhs has been spent towards the staff welfare expenses during the current year as against of Rs. 269.91 lakhs spent in the year 2016-17.

The Board is requested to approve the Annual Accounts of Deendayal Port Trust for the year 2017-18 for submission to the Principal Director of, Commercial Audit & Ex-Officio Member, Audit Board –I, Mumbai for statutory audit.

FA & CAO

Deputy Chairman

Chairman

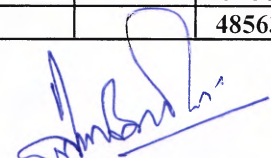


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DEENDAYAL PORT TRUST  
BALANCE SHEET AS AT 31ST MARCH 2018

(Rs. In lakhs)

	Sch. No.	As at 31st March, 2018		As at 31st March, 2017	
<b>SOURCES OF FUNDS</b>					
<b>RESERVES AND SURPLUS</b>					
Capital reserve	1		231712.68		218782.62
Revenue reserves			185626.76		211141.18
Statutory reserves			29373.17		26229.00
Infrastructure reserve			21428.04	<b>468140.66</b>	19966.50
					<b>476119.30</b>
<b>LOAN FUNDS</b>					
Loans	2			<b>1611.62</b>	<b>9514.80</b>
<b>TOTAL</b>				<b>469752.28</b>	<b>485634.10</b>
<b>APPLICATION OF FUNDS</b>					
<b>FIXED CAPITAL ASSETS</b>					
Gross block	3	213487.60		192678.56	
Less Depreciation provision		83659.18	129828.43	73361.72	119316.84
Add: Capital work in progress			45647.25		32950.64
				<b>175475.68</b>	<b>152267.48</b>
<b>INVESTMENTS</b>					
General Fund investment	4			<b>115028.62</b>	<b>196363.66</b>
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>					
<b>Current assets</b>					
i) Accrued interest					
on Provident fund investment		1913.48		2072.36	
on Swap Investment		187.04		0.00	
on General fund investment		10868.64	12969.17	13031.76	15104.12
ii) Inventories			130.45		173.72
iii) Sundry debtors					
-More than six month		28622.40		22998.61	
a) Government		267.90		530.14	
b) Non-Government		28354.51		19891.64	
-Less than six month		16218.93	44841.34	9762.04	32760.65
a) Government		1091.84		144.87	
b) Non-Government		15127.09		9617.17	
iv) Cash and bank balances			179916.65		70657.88
v) Provident fund investments			33023.00		31484.00
			270880.61		150180.37
<b>LOANS, ADVANCES &amp; DEBIT BALANCES</b>					
iv) Advances & debit balance	6	51799.38		37306.94	
vi) Deposits		1766.53		1776.71	
vii) Advance tax, Demand & TDS		153085.10	206651.01	127227.81	166311.46
			477531.62		316491.83
<b>LESS: CURRENT LIABILITIES &amp; PROVISIONS</b>					
	7		298283.64		179488.87
<b>NET CURRENT ASSETS</b>				<b>179247.98</b>	<b>137002.96</b>
<b>TOTAL</b>				<b>469752.28</b>	<b>485634.10</b>

  
CHAIRMAN  
KANDLA PORT TRUST

  
FA & CAO  
KANDLA PORT TRUST

DEENDAYAL PORT TRUST									
SCHEDULE TO BALANCE SHEET			SCHEDULE 1 - RESERVES & SURPLUS						ANNUAL ACCOUNTS 2017-18
(Rs. In lakhs)									
Reserves & Surplus	Capital Reserve	Capital Grant for Combating Oil Pollution	Capital Assets Replacement Reserve	Infra-structure Reserve	General Reserve	Employees Welfare Fund	3% Reserve for Replacement Rehabilitation & Modernisation	3% Reserve for Development Repayment of Loans & Contingencies	
Balance as on 1st April, 2017	218407.62	375.00	2000.00	19966.49	209140.68	0.50	8909.87	17319.13	
Add/Less: Transfer from Revenue Account		0.00	3943.23		-25514.42		5289.78	5289.78	
Transfer from other Funds & Reserves	13298.58					341.04			
Repayment of Loans from Government									
Receipts	6.48			1461.55			652.20	1267.76	
Capital Receipts	0.00								
<b>Total</b>	<b>231712.68</b>	<b>375.00</b>	<b>5943.23</b>	<b>21428.04</b>	<b>183626.26</b>	<b>341.54</b>	<b>14851.85</b>	<b>23876.67</b>	
Less:									
Transfer to other Reserves & Funds									
Capital Reserve			3943.23				4185.31	5170.04	
Other transfers		375				341.04			
<b>Total</b>	<b>0.00</b>	<b>375.00</b>	<b>3943.23</b>	<b>0.00</b>	<b>0.00</b>	<b>341.04</b>	<b>4185.31</b>	<b>5170.04</b>	
<b>Balance as on 31st March, 2018</b>	<b>231712.68</b>	<b>0.00</b>	<b>2000.00</b>	<b>21428.04</b>	<b>183626.26</b>	<b>0.50</b>	<b>10666.54</b>	<b>18706.63</b>	

SCHEDULE 2 - LOAN FUNDS			(Rs. in lakhs)
Particulars	As on 31.3.2018	As on 31.3.2017	
Capital Debts from Govt. of India prior to incorporation	1611.62	1611.62	
Secured Loan against the pledge of F.D.R.	0.00	7903.18	
<b>Total</b>	<b>1611.62</b>	<b>9514.80</b>	
<b>NOTE:</b>			
The Port Trust was formulated under MPT Act, 1963 on 29.2.1964. Under the provisions of the MPT Act an amount of Rs.161162478 was determined as initial capital debt which is exhibited in the balance sheet as capital debt pending final fixation and mode of repayment. An amount of Rs.15 lakhs is being made to Government annually as interest and charged to revenue account till a decision is taken by the Ministry.			



## SCHEDULE TO BALANCE SHEET

## DEENDAYAL PORT TRUST

ANNUAL ACCOUNTS 2017-18

## SCHEDULE 3 - FIXED CAPITAL ASSETS

Particulars	Gross Block				Depreciation			Net Block	
	As on 1st April 2017	Additions	Deletions	As on 31st March, 2018	As on 1st April 2017	Additions	Deletions	As on 1st April 2017	As on 31st March, 2018
Land	3238.55	0.00	0.00	3238.55				3238.55	3238.55
Capital Dredging	40179.56	7152.87	0.00	47332.43	17201.53	3173.03	0.00	22978.03	26957.87
Buildings, Sheds and Other Structures	21960.64	997.50	38.93	22919.21	6750.54	711.54	36.99	15210.11	15494.13
Wharves, Roads & Boundaries	39900.53	7270.33	0.00	47170.86	13762.09	1681.39	0.00	26138.44	31727.39
Floating Crafts	17027.98	1312.50	371.53	17968.95	8988.55	914.76	334.38	8039.42	8400.01
Railway & Rolling Stock	13220.71	114.14	0.00	13334.85	2236.66	562.58	0.00	10984.05	10535.61
Docks, Sea Walls, Piers Navigational Aids	25079.40	2174.75	0.00	27254.15	8800.91	1479.83	0.00	16278.49	16973.41
Cranes & Vehicles	11537.58	13.45	0.00	11551.03	6653.64	665.30	0.00	4883.95	4232.09
Plant & Machinery	7198.77	67.82	0.00	7266.59	1110.19	508.24	0.00	6088.58	5648.15
Installations of Water, Electricity, Telecom, Fire Fighting	12417.55	1505.34	0.00	13922.88	7060.01	827.45	0.00	5357.53	6035.42
Oil Pipeline	917.29	610.80	0.00	1528.09	797.60	144.69	0.00	119.69	585.80
<b>Gross Block</b>	<b>192678.56</b>	<b>21219.51</b>	<b>410.47</b>	<b>213487.60</b>	<b>73361.72</b>	<b>10668.82</b>	<b>371.37</b>	<b>119316.84</b>	<b>129828.43</b>
<b>Capital Works in Progress</b>	<b>32950.64</b>	<b>33916.12</b>	<b>21219.51</b>	<b>45647.25</b>				<b>32950.64</b>	<b>45647.25</b>

Note: 1) The value of the assets is shown at original cost.

2) The total depreciation of Rs.10668.82 lakhs addition during the year includes arrear depreciation of Rs.1968.43 lakhs, which is charged to prior period expense.

**DEENDAYAL PORT TRUST**  
**SCHEDULE TO BALANCE SHEET** **ANNUAL ACCOUNTS 2017-18**  
**SCHEDULE 4 - INVESTMENTS**

(Rs. In lakhs)

Type of Investment	Capital Assets Replacement Reserve	Statutory Reserves	Infrastructure Reserve	General Reserve	Total as on 31/3/2018	Investments as on 1/4/2017
<b>Long Term Investments</b>						
Term Deposits with Banks				106104.00	106104.00	186052.00
Equity Participation with M/s. India Ports Rail Corporation Ltd.				720.00	720.00	720.00
Equity Participation with M/s. KRCL				5200.00	5200.00	5200.00
Equity Participation with Petronet				500.00	500.00	500.00
Joint Venture with India Ports Global Pvt. Ltd.				400.00	400.00	400.00
Bonds in other PSUs/Long term deposits & Shares in SRC	2000.00			104.62	2104.62	3491.66
<b>Total Investments</b>	<b>2000.00</b>	<b>0.00</b>	<b>0.00</b>	<b>113028.62</b>	<b>115028.62</b>	<b>196363.66</b>

**NOTE:**

- 1) Investments are shown at original cost.
- 2) Current investments are investments made for a year or less are shown under Current Assets
- 3) Long term investment are investment made for a period of more than one year.
- 4) Equity participation with KRCL, Petronet V.K. Ltd. , SRC Ltd., IPRCL & IPGPL are un-quoted investments.
- 5) Previous year figures have been re-grouped and re-classified, where ever necessary to confirm to this years classification.
- 6) All investments are non-trade investments.
- 7) Equity investment of Rs. 500 lakhs made with Petronet V. K. Ltd. being eroded due to negative net worth of Petronet V. K. Ltd. and the company has become sick. The provision for diminution in the value of Rs. 500 lakhs in investments has been made as approved by Board vide Resolution No. 152 of 12/2/2016.
- 8) The above investments includes two shares of M/s. SRC Ltd., not listed of Rs. 2000/-
- 9) MPSIDC - The CLB, Mumbai passed an order in favour of DPT to pay the principal amount of Rs. 46 lakhs alongwith interest. Since, the same is not honoured by MPSIDC, petition is filed in High Court of MP in Jabalpur. 40% of principal amount of Rs.18 lakhs received during FY 2015-16.
- 9) UPSCMFL - The Local Court dismissed the claim of DPT and as per opinion of advocate, appeal is filed in Hon'ble High Court of Gujarat, Ahmedabad for re-payment of principal amount of Rs. 77 lakhs with interest and same is admitted by High Court.



<b>DEENDAYAL PORT TRUST</b>				
<b>SCHEDULE TO BALANCE SHEET</b>		<b>ANNUAL ACCOUNTS 2017-18</b>		
<b>SCHEDULE 5 - CURRENT ASSETS</b>				
<b>A. Current Assets</b>		<b>(Rs. In lakhs)</b>		
<b>Particulars</b>	<b>As on 31.3-2018</b>	<b>As on 31.3-2017</b>		
<b>Accrued Interest:</b>				
Accrued interest on General Fund Investments	10868.64	13031.76		
Accrued interest on Swap Investments	187.04	0.00		
Accrued interest on Provident Fund Investments	1913.48	2072.36		
<b>Total</b>	<b>12969.17</b>	<b>15104.12</b>		
<b>Sundry Debtors:</b>				
Sundry Debtors - Traffic Department	3247.59	4406.88		
Sundry Debtors - Marine Department	1722.12	511.68		
Sundry Debtors - Engineering Department	20992.17	12677.41		
Sundry Debtors - Township Department	16391.19	12684.47		
Sundry Debtors - Civil Engineering Department	23.07	26.20		
Sundry Debtors - Miscellaneous	2465.20	2454.01		
<b>Total</b>	<b>44841.34</b>	<b>32760.65</b>		
<b>Cash &amp; Bank Balances:</b>				
<u>Balances with Banks:</u>				
Punjab National Bank, Gandhidham(DB-10,19,26,28 & 33)	750.13	306.31		
Punjab National Bank, Kandla (Current A/c.) (DB-12)	401.89	421.88		
Punjab National Bank, Kandla (Saving A/c.) (DB-13)	1382.26	300.78		
State Bank of India, Gandhidham (DB-2,9,14,24,30 & 35)	2012.81	1407.41		
Indian Overseas Bank, Gandhidham (DB-3)	653.58	5.51		
HDFC Bank (DB-4,16 & 21)	201.16	96.36		
AXIS Bank (DB-5,6 & 20)	906.89	149.08		
State Bank of India, IOB & BOI, Vadinar	1563.65	608.80		
Dena Bank (DB-7)	0.93	0.89		
Corporation Bank (23)	1.30			
State Bank of India (PF) (DB-15)	168.81	6.82		
IDBI, Gandhidham (DB-22)	37.59	111.80		
ICICI Bank(DB-8)	182.59	51.17		
Allahabad Bank (DB-31)	93.68	599.76		
Bank of Baroda (DB-32, 34 & 36)	5268.53	102.98		
Union Bank of India (DB-37)	10.51			
Cheque in Transit	0.18	800.00		
<b>Total</b>	<b>13636.49</b>	<b>4969.56</b>		
<b>Short Term Investment with Bank</b>				
-Statutory Reserve	29373.17	26229.00		
-Infrastructure Reserve	21428.04	19966.49		
-General Reserve	115473.93	19488.01		
<b>Total</b>	<b>166275.14</b>	<b>65683.51</b>		
<b>Cash on hand &amp; in transit</b>				
Cash Section, Gandhidham	0.50	0.70		
Imprest Account with Officers	4.52	4.11		
<b>Total</b>	<b>5.02</b>	<b>4.81</b>		
<b>Provident Fund / NPS Investments</b>				
Investment of Provident Fund	33023.00	31484.00		
<b>Total</b>	<b>33023.00</b>	<b>31484.00</b>		
<b>Inventories:</b>				
<b>Particulars</b>	<b>Main Store</b>	<b>Marine Store</b>	<b>Workshop Store</b>	<b>Total</b>
Opening balance as on 1.4.2017	142.47	25.40	5.85	<b>173.72</b>
Add : Purchases during the year	88.05	319.27	0.24	407.57
Less : Issues during the year	107.30	341.68	1.85	450.83
Closing balance as on 31.3.2018	123.22	2.99	4.24	<b>130.45</b>
<b>Total Current Assets</b>	<b>270880.61</b>			<b>150180.37</b>



<b>DEENDAYAL PORT TRUST</b>				
<b>SCHEDULE TO BALANCE SHEET</b>		<b>ANNUAL ACCOUNTS 2017-18</b>		
<b>SCHEDULE 6 - LOANS, ADVANCES &amp; DEBIT BALANCES</b>				
<b>(Rs. In lakhs)</b>				
<b>Particulars</b>	<b>Opening Balance as on 1.4.2017</b>	<b>Addition</b>	<b>Deletion</b>	<b>Closing Balance as on 31.3.2018</b>
<b>Advances &amp; Debit Balances:</b>				
Marriage Advance	358.57	224.98	291.48	292.06
Conveyance Advance	367.47	145.20	157.34	355.33
House Building Advance	223.93	81.94	72.89	232.99
Festival Advance	705.41	789.49	843.83	651.06
Computer Advance	69.28	10.41	30.23	49.46
Advance to Suppliers, Contractor & Others (Service Tax / GST Recoverable)	35582.28	128830.73	114194.53	50218.48
<b>Total</b>	<b>37306.94</b>	<b>130082.75</b>	<b>115590.31</b>	<b>51799.38</b>
<b>Deposits</b>				
Deposits with other Organisation	1766.53	0.00	0.00	1766.53
Service Tax / GST Receivable	10.19	0.00	10.19	0.00
<b>Total</b>	<b>1776.71</b>	<b>0.00</b>	<b>10.19</b>	<b>1766.53</b>
<b>Income Tax</b>				
Advance tax, TDS, Demand and Refund	127227.81	100180.40	74323.10	153085.10
<b>Total</b>	<b>127227.81</b>	<b>100180.40</b>	<b>74323.10</b>	<b>153085.10</b>
<b>Total Advances &amp; Debit Balances</b>	<b>166311.46</b>	<b>230263.15</b>	<b>189923.60</b>	<b>206651.01</b>
Total Current Assets, Advances & Debit Balance	<b>197795.46</b>			<b>239674.01</b>

<b>DEENDAYAL PORT TRUST</b>		
<b>SCHEDULE TO BALANCE SHEET</b>	<b>ANNUAL ACCOUNTS 2017-18</b>	
<b>SCHEDULE 7 - CURRENT LIABILITIES &amp; PROVISIONS</b>		
<b>(Rs. In lakhs)</b>		
<b>Particulars</b>	<b>As at 31.3.2018</b>	<b>As at 31.3.2017</b>
<b>Current Liabilities</b>		
Salaries & wages payable	4994.04	2757.15
Creditors for Stores	16.67	10.34
Accrued Expenses	26722.86	17789.50
<u>Miscellaneous Creditors &amp; Credit Balances</u>		
Sales Tax Payable	15.57	14.02
Income Tax - TDS from employees	16.91	2.29
Income Tax - TDS from others	268.48	186.87
Society, Associations, Club and Union Recovery	19.51	19.57
Integrated Goods and Services Tax	111.54	0.00
Central Goods and Services Tax	1134.50	0.00
State Goods and Service Tax	1134.50	0.00
Professional Tax	41.67	42.85
Provision for Income Tax	131416.06	65785.70
Provision for Retirement Benefit Fund	32567.36	243.07
Others	443.07	134.96
	<b>167169.16</b>	<b>66429.32</b>
Unadjusted Sales Proceeds of Capital Assets & Unclaimed Goods	904.25	862.36
Deposits from Merchants, Contractors & Others	44574.29	41319.45
KPT Employee Insurance	18.43	24.11
HBA Special Benefit Scheme	142.73	130.85
Leave Encashment	6786.50	5442.60
Provisions for diminution in investments	500.00	500.00
New Pension Scheme	68.68	0.00
Provident fund	34771.88	33308.72
Prime Minister Fund	0.73	0.00
Fund for Corporate Social Responsibility	1823.51	1124.56
Combating Oil Spill at Kandla (Sinking Fund)	0.25	0.25
Provision for Deferred Tax Liability	9789.67	9789.67
<b>Total</b>	<b>298283.64</b>	<b>179488.87</b>

## DEENDAYAL PORT TRUST

## PROFIT &amp; LOSS ACCOUNT FOR 2017-18

(Rs. In lakhs)

Particulars	Schedule No.	Current Year 2017-18	Previous Year 2016-17
<b>Income</b>			
Cargo Handling & Storage Charges	I	50667.17	45099.38
Port & Dock Charges	II	66938.39	62779.53
Railway Earnings	III	256.13	260.92
Estate Rentals	IV	29672.95	30174.96
<b>Total Operating Income</b>		<b>147534.64</b>	<b>138314.79</b>
<b>Expenditure</b>			
Cargo Handling & Storage	V	17657.46	16691.56
Port & Dock Facilities	VI	29980.08	30714.00
Railway Workings	VII	607.93	579.92
Rentable Land & Buildings	VIII	4330.42	4241.07
Management & General Administration	IX	15223.02	13651.95
<b>Total Operating Expenditure</b>		<b>67798.90</b>	<b>65878.50</b>
<b>Operating Surplus / Deficit:</b>		<b>79735.74</b>	<b>72436.28</b>
Add: Finance & Miscellaneous Income	X	26112.23	18869.60
Less: Finance & Miscellaneous Expenditure	XI	51202.76	21920.17
<b>Profit Before Tax</b>		<b>54645.21</b>	<b>69385.71</b>
Provision for Deferred Tax (Note No.B(1) to Notes on Accounts)		0.00	0.00
Income Tax for the year (Note No. B(1) to Notes on Accounts)		28201.36	0.00
<b>Profit after Tax</b>		<b>26443.85</b>	<b>69385.71</b>
<b>Less :-</b>			
Income Tax for the prior period		37429.00	0.00
<b>Amount Available for Appropriation</b>		<b>-10985.15</b>	<b>69385.71</b>
Profit on disposal of Capital Assets	X	6.48	0.00
Contribution to Infrastructure Reserve	1	0.00	0.00
Contribution to Capital Assets Replacement Reserve	1	3943.23	4144.26
Contribution to Reserve for Replacement, Rehabilitation & Modernisation of Assets	1	5289.78	5800.29
Contribution to Reserve for Development, Repayment & Contingencies	1	5289.78	5800.29
Total Appropriations		14529.27	15744.84
<b>Balance transferred to General Reserve</b>		<b>-25514.42</b>	<b>53640.87</b>



CHAIRMAN  
KANDLA PORT TRUST



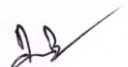
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KANDLA PORT TRUST



**DEENDAYAL PORT TRUST**  
**SCHEDULE TO PROFIT & LOSS ACCOUNT**  
**OPERATING INCOME**

(Rs. In lakhs)

Particulars	Current Year 2017-18	Previous Year 2016-17
<b><u>Schedule - I</u></b>		
<b><u>Cargo Handling &amp; Storage Charges</u></b>		
Handling & Storage Charges	12565.39	11893.11
Warehousing Fees	423.30	219.27
Container Storage	1.57	17.27
POL Handling Charges	16090.29	11666.58
Sundry Handling	104.28	234.05
Demurrage Fees	1419.61	1216.90
Weighment Charges	362.22	367.60
Entry Permit Fees	96.20	36.82
Revenue share for operating Mobile Harbour Crane	1201.29	884.37
Dock Labour Stevedoring Income	6028.73	5924.83
<b><u>Royalty Income from BOT</u></b>	<b><u>12374.29</u></b>	<b><u>12638.57</u></b>
Essar Ltd. Vadinar	6728.22	7079.80
Tuna Port - M/s. Adani Kandla Bulk Terminal	3607.18	3524.63
Container Terminal Kandla - M/s. KICTPL	631.35	25.16
Barge Jetty - M/s. IFFCO Kisan	342.70	20.72
13th Cargo Berth - M/s. RAS Infra	774.52	1488.23
15th Cargo Berth - M/s. JRE Infra	290.32	500.04
<b>Total</b>	<b>50667.17</b>	<b>45099.38</b>
<b><u>Schedule - II</u></b>		
<b><u>Port &amp; Dock Charges</u></b>		
Towage & Mooring Fees	5838.37	6088.84
Berth Hire Charges	11041.37	10217.17
Pilotage Fees	34901.06	32547.48
Port Dues	14950.93	13626.91
Drydocking Charges	200.48	298.04
Launch Hire	4.30	0.78
Other Receipts	1.88	0.31
<b>Total</b>	<b>66938.39</b>	<b>62779.53</b>
<b><u>Schedule - III</u></b>		
Railway Earnings	256.13	260.92
<b>Total</b>	<b>256.13</b>	<b>260.92</b>
<b><u>Schedule - IV</u></b>		
<b><u>Estate Rentals</u></b>		
Township Land Rentals	53.13	53.10
Freehold Conversion Fees	73.17	166.02
Rent from Lands	27015.37	28383.97
Rent from Buildings, Sheds & Godowns	172.29	151.56
Premium on Leased Land	202.41	176.77
Water Charges	22.73	50.49
Electricity Charges	360.60	258.94
Mortgage Charges	586.92	327.54
Transfer Fees	562.07	414.33
Other Miscellaneous Income (Kandla Land)	409.09	43.44
Other Miscellaneous Income (Gandhidham Land)	215.15	148.80
<b>Total</b>	<b>29672.95</b>	<b>30174.96</b>
<b>Total Operating Income</b>	<b>147534.64</b>	<b>138314.79</b>



**DEENDAYAL PORT TRUST**  
**SCHEDULE TO PROFIT & LOSS ACCOUNT**  
**OPERATING EXPENDITURE**

(Rs. In lakh)

Particulars	Current Year 2017-18	Previous Year 2016-17
<b><u>Schedule - V</u></b>		
<b><u>Cargo Handling &amp; Storage</u></b>		
Handling & Storage of General Cargo at Sheds & Wharves	9405.12	6880.64
Warehousing	93.67	312.77
Operation & Maintenance of Cranes	2234.40	2452.07
POL Handling Expenses	218.36	190.35
Expenditure on General Facilities (Jetties, Sanitation, Elect., Road, etc.)	721.40	1481.62
Administration & General Expenses	1522.33	2600.79
Insurance	21.14	0.00
Depreciation	3441.04	2773.32
<b>Total</b>	<b>17657.46</b>	<b>16691.56</b>
<b><u>Schedule - VI</u></b>		
<b><u>Port &amp; Dock Facilities</u></b>		
Berthing & Mooring	2752.60	2384.14
Pilotage & Towing	9491.73	8724.75
Dry Docking Expenses	132.09	221.15
Water Supply to Shipping	11.84	5.75
Fire Fighting	1124.99	1009.16
Dredging & Marine Survey	11315.59	13779.20
Expenditure on 11th & 12th Cargo Berth	250.13	259.00
Operation & Maintenance of Navigational Aids	181.57	144.80
Salvage & Underwater Repairs	41.46	40.53
Maintenance of Docks, Harbour Walls & Marine Structure	18.86	4.90
Administration & General Expenses	1103.63	1162.21
Depreciation	3555.58	2978.41
<b>Total</b>	<b>29980.08</b>	<b>30714.00</b>
<b><u>Schedule - VII</u></b>		
<b><u>RAILWAY WORKINGS</u></b>		
Maintenance of Yards & Sidings	139.93	116.77
Depreciation	468.00	463.15
<b>Total</b>	<b>607.93</b>	<b>579.92</b>
<b><u>Schedule - VIII</u></b>		
<b><u>Rentable Lands &amp; Buildings</u></b>		
Estate Maintenance	3026.94	2972.07
Administration & General Expenses	874.95	878.41
Depreciation	428.53	390.58
<b>Total</b>	<b>4330.42</b>	<b>4241.07</b>
<b><u>Schedule - IX</u></b>		
<b><u>Management &amp; General Administration</u></b>		
Management & Secretarial Expenses	5411.97	4960.23
Accounting & Auditing	1335.07	1071.42
Legal	516.54	349.38
Medical Expenses	2625.81	2411.07
Store Keeping	444.95	390.78
Expenditure on Head Office Bldg. & Telephone	345.15	318.06
Engineering & Workshop Overheads	3665.50	3435.22
Sundry Expenses	237.48	118.63
Depreciation	640.55	597.17
<b>Total</b>	<b>15223.02</b>	<b>13651.95</b>
<b>Total Operating Expenditure</b>	<b>67798.90</b>	<b>65878.50</b>



**DEENDAYAL PORT TRUST**  
**SCHEDULE TO PROFIT & LOSS ACCOUNT**

**(Rs. In lakh)**

Particulars	Current Year 2017-18	Previous Year 2016-17
<b>Schedule - X</b>		
<b>Finance &amp; Miscellaneous Income</b>		
Interest on General & Other Reserve Fund Investments	16503.56	14898.49
Interest on Staff Advances & delayed Payments	161.07	176.40
Dividend Income	520.00	286.00
Sale of Unserviceable Materials	0.00	9.25
Lapsed & Forfeited Deposits	1.00	0.10
Testing Fees	25.26	8.62
Interest on refund of Income Tax	1147.35	832.62
Overhead Income	582.09	361.78
Permit & License	15.31	20.00
Storage Charges	0.04	0.24
Fire Fighting Charges	86.46	50.30
Sale of Documents	6.91	28.39
Vehicle Hire Charges	51.93	0.57
Income from Collection for OPC	0.00	7.64
Medical Charges from Outsiders	1.63	2.08
Other Receipts	2442.36	1061.94
Prior Period Income	4405.63	1125.15
<b>Total F&amp;M Income</b>	<b>26112.23</b>	<b>18869.60</b>
<b>Total Income</b>	<b>173646.87</b>	<b>157184.39</b>
<b>Schedule - XI</b>		
<b>Finance &amp; Miscellaneous Expenditure</b>		
Bank & Commission Charges	0.43	0.62
Interest on delayed/disputed payment of Service Tax	91.32	11.48
Interest on delayed/disputed payment of Income Tax	-0.01	0.00
Interest on Govt. Loan and Secured Loan	26.55	18.18
Contribution to Gratuity Fund	1200.00	1200.00
Contribution to Pension Fund	43636.00	16980.02
Exgratia on Special V.R.S. Scheme	0.00	0.00
Retirement Travelling Allowance	10.64	8.78
Contribution to New Pension Scheme	267.81	185.23
Contribution to Leave Encashment Fund	1343.90	809.55
Provisions for General Investment	0.00	0.00
Misc. Expenditure	344.95	472.84
Board Contribution to PF	0.00	0.00
Welfare Expense	318.44	269.91
Contribution to Corporate Social Responsibility	702.00	260.00
Wage Revision Dues	731.55	1.01
Prior Period Expenditure	2527.24	1702.54
<b>Total F &amp; M Expenditure</b>	<b>51202.76</b>	<b>21920.17</b>
<b>Total Expenditure</b>	<b>119001.66</b>	<b>87798.68</b>
<b>Surplus before Tax</b>	<b>54645.21</b>	<b>69385.70</b>
Provision for Deferred Tax (See Note No.B (1) of Notes on Accounts)	0.00	0.00
Income Tax (See Note No.B (1) of Notes on Accounts)	28201.36	0.00
Revenue Clearing Account	0.00	0.00
<b>Net Surplus after Tax</b>	<b>26443.85</b>	<b>69385.70</b>
Income Tax for the prior period	37429.00	0.00
<b>Amount Available for Appropriation</b>	<b>-10985.15</b>	<b>69385.70</b>





<b>DEENDAYAL PORT TRUST</b>		
<b>SCHEDULE TO PROFIT &amp; LOSS ACCOUNT</b>		
<b>(Rs. In lakh)</b>		
<b>Particulars</b>	<b>Current Year 2017-18</b>	<b>Previous Year 2016-17</b>
<b><u>Schedule - XII</u></b>		
<b><u>A) Salaries &amp; Wages</u></b>		
Salaries & Wages	22116.74	19927.79
Overtime	3238.28	3162.28
Stipend to Trainees	212.79	104.73
Productivity Linked Reward	402.38	414.76
Leave Travel Concession	48.82	31.82
<b>Salaries &amp; Wages Total</b>	<b>26019.01</b>	<b>23641.37</b>
<b><u>B) Stores</u></b>		
Stores (Uniform)	63.09	22.31
Stores (Operation)	19.19	13.05
Stores (Repairs & Maintenance)	881.65	971.96
<b>Stores Total</b>	<b>963.92</b>	<b>1007.31</b>
<b><u>C) Office &amp; Administrative Expenses</u></b>		
Communication	68.21	44.91
Travelling Expenses	135.61	142.48
Furniture, Office Equipment, Etc.	15.75	59.60
Books & Periodicals	0.59	0.40
Stationery	15.90	13.66
New Minor Works	0.00	0.00
Advertisement & Publicity	305.08	846.82
Legal, Arbitration & Professional Fees	633.14	463.41
Rent, Rates & Taxes	14.00	17.82
Audit Fees and Accounting Expenses	6.49	7.22
Tax Audit Fees	45.82	49.91
Contribution & Subscription	336.30	63.65
Trustees Fees	6.63	5.52
Office Equipment Maintenance	1.04	0.45
Entertainment	9.59	15.09
<b>Office &amp; Administrative Expenses Total</b>	<b>1594.17</b>	<b>1730.93</b>
<b><u>D) Operation &amp; Maintenance Expenses</u></b>		
Power	1715.43	1932.12
Fuel	4002.37	3299.90
Maintenance Dredging	10822.20	13334.25
R&M of Equipment, Craft, Infrastructure Facilities	2860.53	3468.68
Hire Charges of Vehicles	393.97	316.44
Hire of Crafts	5282.63	4518.23
Water Charges	274.14	331.08
<b>Operation &amp; Maintenance Expenses Total</b>	<b>25351.27</b>	<b>27200.70</b>
<b><u>E) Security Expenses</u></b>		
Expenditure on CISF	2694.04	2801.27
Police & Other Security Agencies	42.80	73.57
<b>Security Expenses Total</b>	<b>2736.84</b>	<b>2874.84</b>
<b><u>F) Medical Expenses</u></b>		
Fees to Outside Professionals	34.40	37.83
Stores (Medical)	33.42	43.98
Reimbursement of Medicines to Staff	584.46	498.59
Charges Paid to Outside Hospitals	485.16	482.62
Retired Medical Scheme	619.52	598.33
Other Medical Expenses	23.11	27.47
<b>Medical Expenses Total</b>	<b>1780.07</b>	<b>1688.82</b>
<b><u>G) Depreciation</u></b>		
AMC for EDP	29.92	36.54
Printing & Publishing	29.94	45.84
Insurance	38.89	12.16
Training, Sports, Contingencies, Departmental Charges, etc.	554.49	271.03
<b>Other Expenses Total</b>	<b>653.24</b>	<b>365.57</b>
<b>Total Operating Expenses</b>	<b>67798.90</b>	<b>65878.49</b>

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DEENDAYAL PORT TRUST		
SCHEDULE TO BALANCE SHEET	ANNUAL ACCOUNTS 2017-18	
CASH FLOW		
(Rs. In lakhs)		
Particulars	As at 31.3.2018	As at 31.3.2017
<b><u>A. CASH FLOW OPERATING ACTIVITIES</u></b>		
Net Surplus / Loss	26443.85	69385.71
<b><u>ADJUSTMENT FOR</u></b>		
Extra Ordinary Item		
Depreciation	8700.39	7368.95
Profit / Loss on Sale of Asses (Net)	4.54	4.54
Deferred Income		
Interest on Investment	-16503.56	-14898.49
Interest on loan	26.55	18.18
<b>Operating Profit / Loss before Working Capital changes</b>	<b>18671.76</b>	<b>61878.89</b>
<b><u>WORKING CAPITAL ADJUSTMENTS</u></b>		
Inventories	43.27	-8.62
Sundry Debtors	-12080.68	-9758.42
Accrued interest / Advances & Debit Balances	-12357.49	-4007.16
Current Liabilities & Provisions	118794.77	21646.72
<b>Total Working Capital Adjustments</b>	<b>94399.86</b>	<b>7872.52</b>
<b>Net Cash Flow from Operating Activities</b>	<b>113071.62</b>	<b>69751.41</b>
<b><u>B. CASH FLOW FROM INVESTING ACTIVITIES</u></b>		
Sale of Fixed Assets	51.50	558.32
Plan & Non-Plan Expenditure (Excl. Interest Capitalised to WIP)	-33916.12	-13298.58
Insurance/Welfare/Escrow/Encashment/CSR Funds		
Investments	81335.04	-180246.00
Cash and Bank Balance	-109258.78	120783.74
<b>Total Cash Flow from investing Activities</b>	<b>-61788.35</b>	<b>-72202.52</b>
<b><u>C. CASH FLOW FROM FINANCING ACTIVITIES</u></b>		
Grants Received		
Loans Availed / Repaid		
Interest on Loans (Incl. Interest Capitalised to WIP)		
<b>Total Cash Flow from Financing Activities</b>	<b>0.00</b>	<b>0.00</b>
<b>D. CASH / INVESTMENT (A+B+C)</b>	<b>51283.27</b>	<b>-2451.11</b>
<b>OPENING BALANCE OF CASH</b>	<b>70657.88</b>	<b>191441.62</b>
<b>CLOSING BALANCE OF CASH</b>	<b>179916.65</b>	<b>70657.88</b>
<b>INCREASE / (DECREASE)</b>	<b>109258.78</b>	<b>-120783.74</b>

**ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS 2017-18**

**A. SIGNIFICANT ACCOUNTING POLICIES: -**

- 1) The annual accounts have been prepared based on the revised accounting policy as set out in the Billimoria Report and implemented from the year 2003-04. The figures shown in the accounts are in lakhs and figures of the previous year have been regrouped / reclassified wherever necessary to conform to this year classification.
- 2) Accrual Basis of Accounting is followed in preparation of accounting statements. The Fundamental Accounting Assumptions of Going Concern and Consistency is followed.
- 3) Revenue is recognized on completed service method.
- 4) Fixed assets are stated at Original Cost of acquisition plus other incidental expensed of the same.
- 5) The depreciation is calculated based on Straight-line Method considering the useful life and scrap value for accounting purpose and is applied consistently so far. The depreciation on assets put to use for less than 30 days were provided with no depreciation and assets put to use for less than 180 days were provided with half the depreciation and assets in use for more than 180 days provided full depreciation.
- 6) Investments are valued at Original Face Value. The investments consist of PSU Bonds, Equity participation and Term deposits with Banks. All investments are non-trade investments. Interest on investments and deposits is recognized on time basis. The income accrue on investment, which are earmarked against specific funds are credited to respective Fund Accounts.
- 7) The separate Trusts for Pension and Gratuity have been created for managing the Pension and Gratuity Funds. The contributions and provisions to the Trusts Liabilities are made as per Actuarial Valuation.
- 8) Capital Reserve represents the investment in Fixed Assets by Port's own funds and other capital receipts.
- 9) Capital employed has been taken as "Net Fixed Assets plus Net Current Assets". 3% of the capital employed has been appropriated to each of the two 3% Statutory Reserves.
- 10) Furniture is charged under the Revenue heads.
- 11) New Minor Works i.e. works costing less than Rs. One lakh are charged under Revenue heads.
- 12) Ministry of Shipping vide letter No. PG-F-15/76 dated 22/09/1976 directed the creation of the following reserves:-
  - (i) 3 percent of Capital Employed to Replacement, Rehabilitation & Modernisation.
  - (ii) 3 percent of Capital Employed towards Development, Repayment and Contingencies.

These reserves are being operative accordingly since then and in addition to that another reserve i.e. "Capital Assets Replacement Reserve" created for the purpose of meeting the gap between historical and replacement cost of assets vide Ministry's letter No. PGF/53/78 dated 29/06/1979 with a ceiling of Rs. 2000 lakhs.





- 13) Dredging expenditure relating to Maintenance of existing levels of depth and width are charged to Revenue, while those of additional depth achieved are treated as Capital in nature.

**B. NOTES ON ACCOUNTS: -**

- 1) DPT has claimed exemption of its income under section 11 of the Income Tax Act, 1961 for the FY 2015-16 and FY 2016-17 and accordingly provided no liability for income tax for these years. Later namely during the FY 2017-18, DPT has decided to provide for income tax liability in the books of accounts on a conservative basis and accordingly, a sum of Rs. 16193.00 lakhs for FY 2015-16 and Rs. 21236.00 lakhs for FY 2016-17 are provided towards income tax and accordingly, the profit after tax for the year is reduced to the extent of Rs. 37429.00 lakhs. The income tax refunds for these years will be reckoned as income in the year of receipt as per the out come of pending litigation in this regard before the ITAT. The income tax for current year is provided for Rs. 28202.88 lakhs.
- 2) All Sundry Debtors are considered good and hence no provision is made for bad debts as per Government letter No. PR-20021/2/98-PG dated 6/11/2002. The matter is being taken up with CAG to formulate a uniform policy in this regard by Ministry of Shipping vide letter No. PD-21015/1/2017-PD-IV/327607 dated 04/05/2018.
- 3) The pension and gratuity payments of the year have been made from the respective Trust accounts.
- 4) A provision of Rs. 402.38 lakhs has been made for PLR for the year 2017-18 considering the same amount as disbursed for the year 2016-17.
- 5) The interest earned on the investment of the Statutory Reserves & Infrastructure Reserve has been credited directly to the respective reserves.
- 6) The Capital Reserve of Rs. 218782.62 lakhs shown in the Balance Sheet, does not include Capital Work In Progress incurred during the year amounting to Rs. 13298.58 lakhs.
- 7) In accordance with the concept of prudence and conservatism, the following amounts are not recognised in the accounts:-
- (i) **Royalty income from BOT projects**
- a) 13th Cargo Berth - DPT has terminated the license granted to the BOT operator on 29/09/2017 and made a claim of Rs. 244044.75 lakhs before the Arbitral Tribunal formed as per the terms of the License Agreement. The BOT Operator made a counter claim of Rs. 185687.11 lakhs on DPT. Pending disposal of this arbitration, DPT has neither recognized its claim of Rs. 244044.75 lakhs not the counter claim of Rs. 185687.11 lakhs made by Operator and same is reported as a contingent liability in the Notes of Accounts. Though, DPT has taken control and physical possession of the assets of this Berth to DPT is not complete and accordingly, no entry is made in the books of accounts of DPT to take over the assets of this Berth.
- b) 15th Cargo Berth - DPT has terminated the license granted to the BOT operator on 29/09/2017 and made a claim of Rs. 246602.14 lakhs before the Arbitral Tribunal formed as per the terms of the License Agreement. The BOT Operator made a counter claim of Rs. 169740.00 lakhs on DPT. Pending disposal of this arbitration, DPT has neither recognized its claim of Rs. 246602.14 lakhs not the counter claim of Rs. 169740.00 lakhs made by Operator and same is reported as a contingent liability in the Notes of Accounts. Though, DPT has taken control and physical possession of the assets of this Berth to DPT is not complete and accordingly, no entry is made in the books of accounts of DPT to take over the assets of this Berth. DPT has deposited a sum of Rs. 9282.33 in the Escrow Account with a nationalised bank as per the directions of the Arbitral Tribunal and pending disposal of this arbitration, this amount is grouped as advances in the balance sheet under code 1850.
- c) Verification of revenues due from BOT Operators - DPT has appointed M/s. Ashok Chajjed, CA Firms, Ahmedabad, empanelled with the Office of C&AG, as Special Auditors to verify the revenues due to DPT from the BOT projects of (1) Adani Tuna Tekra, (2) Kandla International Container Terminal and (3) Iffco Kishan Bazar Logistic Limited during the FY 2017-18.

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(ii) **Land revenue**

As parties filed, SCA in the High Court of Gujarat, challenging the Land Policy Guidelines as well as rate structure as approved by TAMP vide Notification No. 106 of 11/05/2011 and 350 of 4/12/2014:-

a) Lease Rent(GSWC,IOC,United Storage, HPCL & Lanxess)	-	6637.08 lakhs
b) Compensation bill (IOC, BPC, HPCL Iffco & Others Cos.)	-	5445.07 lakhs
<b>Total</b>		<b>12082.15 lakhs</b>

- 8) A Refund claim for Rs. 84.11 lakhs paid by KPT towards sales tax and penalty was in appeal and was pending with Dy. Commissioner, Sales Tax, Rajkot.
- 9) The equity investment of Rs. 500 lakhs, made in Petronet V. K. Ltd. is being eroded due to negative net worth of Petronet V K Ltd. and the company has become sick. The provision for diminution in the value has been made as approved by the Board vide Resolution No. 152 of 12/2/2016.
- 10) The contingent liabilities in respect of following suits are pending:-

Sr.	Name of Party	Amount in Lakhs	Remarks
a	M/s. ABGCTL (Now, Kandla	32035.00	The KPT has filed a counter suit against such claims
b	M/s. Jaisu Shipping Co.Pvt. Ltd.	11911.00	- do -
c	M/s. Doongursee Salt Works	8086.40	- do -
d	M/s. Bhumi Kwang	17509.00	- do -
e	M/s. J.R.E. Infra.	185687.11	- do -
d	M/s. RAS Infra.	169740.00	- do -

- 11) The details of the existing staff strength and cost there as is as under :-

Sr.	Particulars	2017-18	2016-17
a	Class – I	81	87
b	Class – II	59	59
c	Class – III	1037	1086
d	Class – IV	688	764
e	Shore workers	205	215
f	Dock Labour	516	558
	<b>Total</b>	<b>2586</b>	<b>2769</b>
	<b>Employees cost (Rs. In Lakhs)</b>	<b>26019.01</b>	<b>23641.37</b>

- 12) An amount of Rs. 1558 lakhs was paid by KPT to National Highway Division, Road and Building, Govt. of Gujarat being financial assistance during 1998-99 for widening of National Highway road from Kandla Special Economic Zone to West Gate No.2, which was to repay from the toll tax recoverable from the road. But, since no toll tax can be recovered within the limit of 80 KM as per the relevant Act and as opposed by the public, NH Authority is unable to recover the toll tax. However, they have been asked to repay the amount. A meeting convened by Chief Secretary, Govt. of India on 21/11/2017 and suggested that DPT may hold a meeting with toll paying road users and then toll collection on the said stretch can be initiated either by DPT/R&D.
- 13) The physical verification of inventory and fixed assets have been carried out through C.A. Firms as per the practice involved.
- 14) As per the instruction of the Ministry of Shipping, the internal audit work is entrusted to a C.A. Firms, who carried out the same and action on the reports and compliances are being pursued with the respective Departments of DPT.
- 15) Kandla Port Trust executed a Licence Agreement with M/s. ABGKCTL on 23/06/2006 for the Project of Development, Operation, Management and Maintenance of Berth Nos. 11 & 12 at Kandla Port as Container Terminal on Build, Operate and Transfer (BOT) basis for a period of 30 years. Due to various defaults (technical & financial), KPT issued a Termination Notice to ABGKCTL. M/s. ABGKCTL took the matter to the court, in which, the Hon'ble High Court passed an interim order dated 16/08/2013.



As per the said orders, the berth No. 11 & 12 along with the assets and structures have been taken over by KPT on 27/09/2013 for which, KPT has submitted the FDRs amounting to Rs. 14100 lakhs in the Court. In pursuance to the Oral Order dated 20/12/2013 of the High Court of Gujarat, the Arbitral Tribunal of Sole Arbitrator, Justice Shri C. K. Thakker, Retired Judge of Supreme Court of India has been constituted to adjudicate the disputes and differences between ABGKCTL, KPT & the Lender Banks.

- 16) DPT follows capital approach for accounting grants received by it and accordingly the amounts of grants received for an asset is reduced from the cost of such asset. Accordingly the cost of such asset is reflected in the financial statements after reducing the related grant. Depreciation is provided on such reduced value. During the FY 2015-16, DPT received a grant of Rs.375.00 lakhs from Central Government towards Water Spillage Works costing Rs.985.80 lakhs and the cost of this Works is reflected in the balance sheet at Rs.610.80 lakhs.
- 17) Foreign Currency receipts and payments are accounted for at the rate prevailing at the time of transaction.
- 18) The provision towards leave encashment liability has been made on the basis of actuarial valuation as per AS-15, as done by LIC based on leave of 160 days in individual account. Based on the above valuation. The liability is recognised in accounts pending creation of a specific leave Encashment Fund as per directions of Ministry of Shipping, Govt. of India.
- 19) The details of service tax demand and interest at appropriate rate by Service Tax Department and status thereof is furnished as under:-

Sr.	Period	Amount in Lakhs	Status of Case
a	FY 2007-08 to 2010-11	2159.79	Demand not accepted & stay granted to appeal.
b	FY 2011-12	239.01	Demand not accepted & stay granted to appeal.
c	FY 2012-13	169.47	Demand not accepted & stay granted to appeal.
d	Non payment of S. Tax on deployment charges of CISF	79.15	The part payment of Rs. 4.11 lakhs with interest made and order is awaited. An amount of Rs. 5.93 Lakhs and Service Tax of Rs. 31.96 lakhs paid. Appeal filed with CESTAT.
<b>Total</b>		<b>2647.41</b>	

- 20) An amount of Rs. 1730 lakhs, swapped from Provident Fund Investment to General Fund Investment as per Board's approval, which includes of Rs. 823 lakhs towards principal and Rs. 907 lakhs towards interest due from Investments in three different defunct PSUs. The realization of amounts depends on the outcome of court case filed by KPT. Out of three PSU's compromise/settlement has been made with PICUP as per instruction of Ministry of Shipping and with approval of the Board. In case of MPSIDC, the matter is pending in High Court of Jabalpur and in case of UPCSML petition is filed in the High Court of Gujarat at Ahmedabad against the Order of Gandhidham Court as Local Court has dismissed the claim of KPT. In the case of MPSIDC, the principle amount is Rs. 46 lakhs and in case of UPCSML, the principle amount is Rs. 77 lakhs. 40% of principal amount of MPSIDC received as per Court Order during 2015-16.
- 21) As per Government's guidelines, an amount of Rs. 702 lakhs has been contributed towards Corporate Social Responsibility Fund during the current year and charged to Finance & Miscellaneous Expenditure. Out of total fund of Rs. 2562.00 lakhs, an amount of Rs. 738.49 lakhs incurred so far.
- 22) To comply with the provisions of Income Tax Act, two separate Trusts were created for Gratuity and Pension Funds. The Accounts of Pension Trust and Gratuity Trust are annexed.



- 23) As per provisions of clause 5 (ii)/5(ix) and 10 of the Head Lease executed between the President of India and the SRC Ltd. on 28/11/1955, the income for Transfer fee and mortgage fee of plots allotted by SRC Ltd., is booked under revenue of DPT. However, due to audit contention that the same has to be remitted to Ministry of Shipping, Govt. of India, a clarification sought from Ministry. Pending clarification from the Ministry, the consistent practice to book the said fees as revenue of DPT is followed.
- 24) The wage revision of employees of DPT is due and is under revision w.e.f. 01/01/2017. Pending finalisation of wage settlement, the provision at the rate of 10% of actual payment made during the year has been made in the accounts.
- 26) The details of BOT projects undertaken by the Port upto the reporting period is furnished as under:--

(Rs. In lakhs)

Sr.No.	Name of Party	Period of Lease	MGT	LF/(Royalty)		Status
				2017-18	2016-17	
a	M/s. RAS Infraport Pvt. Ltd.(Cargo Berth No.13)	30 year w.e.f. 15.3.11	0.375 MMTPA	458.54 (774.52)	778.02 (1488.23)	License agreement has been terminated.
b	M/s. JRE Infraport Pvt. Ltd.(Cargo Berth No.15)	30 year w.e.f. 27.9.11	0.375 MMTPA	458.54 (290.32)	778.02 (500.04)	License agreement has been terminated.
c	M/s. Iffco Kisan Bazar & Logistics Ltd.(Barge Jetty)	30 years from 11.8.11	1.00 MMTPA	201.33 (342.70)	177.71 (20.72)	Commercial operation started on 16/11/2013
d	M/s. Adani Bulk Terminal Pvt. Ltd(Bulk Terminal at Tuna Tekra)	30 years from 19.12.12	3.50 MMTPA	5241.22 (3607.18)	3552.41 (3524.63)	Commercial operation started on 10/02/2015
e	M/s. Kandla International Container Terminal	30 years from 12.09.16		1904.82 (631.35)	478.68 (25.16)	Operation started from Feb., 17
F	M/s. Vadinar Liquid Terminal Limited	30 years from 16.04.15		1896.21	1817.39	Operation not yet started.

- 27) The estimated amount of contracts remaining of the major projects to be executed on Capital account is Rs. 74993.37 lakhs.
- 28) The Moving Weighted Average Method is adopted for valuation of inventory and no depreciation policy has been adopted by the Port on the stores items. No depreciation is provided on slow moving / non moving items and the matter is already taken up for suggestion/advise of CAG by Ministry of Shipping vide letter No. PD-21015/1/2017-PD-IV/327607 dated 04/05/2018.
- 29) In view of the uncertainty involved in ultimate realization of interest on delayed payment and disputed claims, the same is accounted for on receipt basis.

**KANDLA PORT SUPERANNUATION SCHEME  
BALANCE SHEET AS ON 31.3.2018**

(Rs. In lakhs)

2016-17	LIABILITY	2017-18	2016-17	ASSET	2017-18
138345.89	Superannuation fund	182768.28		<u>Investment:</u>	
0.25	Temp. advance from Gratuity	16.60	36455.30	Annuity from LIC	84833.96
	Pro-rata pension payable	4.24	-596.81	Less: Annuity written off	-1631.02
			2777.99	Annuity from SBI Life	2700.07
			-77.92	Less: Annuity written off	-87.10
			97357.86	LIC	57950.78
				Contribution receivable from DPT	32491.00
				<u>Income Tax :-</u>	
				F.Y. 2015-16	1831.92
				F.Y. 2014-15	919.36
			162.25	F.Y. 2013-14	692.10
			93.51	F.Y. 2012-13	93.51
			534.81	F.Y. 2011-12	534.81
			378.28	F.Y. 2010-11	378.28
			210.95	F.Y. 2009-10	210.95
			142.27	F.Y. 2008-09	142.27
			65.77	F.Y. 2007-08	65.77
			56.26	F.Y. 2006-07	56.26
			8.61	Cash with Corporation	0.05
			777.01	Cash with SBI	1606.12
138346.14	<b>TOTAL</b>	182789.11	138346.14	<b>TOTAL</b>	182789.11

**KANDLA PORT SUPERANNUATION SCHEME  
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR 2017-18**

(Rs. In lakhs)

2016-17	EXPENDITURE	2017-18	2016-17	INCOME	2017-18
0.07	Bank Charges	0.09	8541.13	Interest earned	6579.69
8942.76	Payment of Pension	9618.98	1444.54	Reimbursement from LIC	4171.10
674.73	Annuity Written Off	1718.11	242.55	Reimbursement from SBI Life	272.72
39.24	Pro-rata Pension Contribution	11.83	13.23	Pension Received Back	13.35
0.11	Payment to DPT - recovery		48.04	Pro-rata pension received	
17618.45	Surplus Carried Over to Superannuation Fund A/c	44422.39	16980.02	Contribution from DPT	11141.10
				Annuity Payment from LIC	1102.45
				Contribution recble. from DPT	32491.00
			5.84	Unclaimed pension reversed	
27275.36	<b>TOTAL</b>	55771.41	27275.36	<b>TOTAL</b>	55771.41

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**KANDLA PORT SUPERANNUATION SCHEME  
RECEIPT AND PAYMENT ACCOUNT FOR THE YEAR 2017-18**

(Rs. In lakhs)

2016-17	RECEIPT	2017-18	2016-17	PAYMENT	2017-18
	<b>Opening balance:</b>		0.07	Bank charges	0.09
905.22	Cash in bank	785.61	8942.76	Payment of pension	9618.98
			162.25	TDS deposited KPTSS	3281.14
103181.18	Investment in LIC	97357.86		Income Tax Payment Adj. by LIC	
8541.13	Interest earned	6579.69	39.24	Pro-rata Contribution	7.60
1444.54	Reimb from LIC	4171.10	700.00	Loan paid to KPTEGF	0.25
242.55	Reimb from SBI Life	272.72	0.11	Outstanding paid to KPT	
	Refund of Annuity (ROC)	1102.45		Commutation to Pensioners	1791.61
	Commutation recd. From LIC	1791.61			
19.07	Pension recd. Back	13.35	24072.88	Purchase of Annuity	48975.47
48.04	Pro-rata Pension recd		97357.86	Investment in LIC	57950.78
700.25	Loan received from KPTEGF	16.60	2.00	Total mistake of 2012-13	
16980.02	Contribution from KPT	11141.10	4.60	Amount paid behalf of KPTEGF adjusted	
4.60	Transfer from KPTEGF			<b>Closing balance:</b>	
0.79	Difference in Op.Balance adjusted		8.61	Cash with Corporation	0.05
			777.01	Cash with SBI	1606.12
<b>132067.39</b>		<b>123232.10</b>	<b>132067.39</b>		<b>123232.10</b>

**NOTE:**

1. Cash basis of accounting is followed in the preparation of financial statements of superannuation fund except the Contribution as per actuarial valuation.
2. Payment of gratuity paid from superannuation is treated as loan which has already been recouped.
3. The figures have been regrouped and reclassified, where ever necessary for comparison purpose.





**KANDLA PORT EMPLOYEES GRATUITY FUND  
BALANCE SHEET AS AT 31.3.2018**

(Rs. In lakhs)

2016-17	LIABILITY	2017-18	2016-17	ASSET	2017-18
17193.42	Gratuity fund	17917.84	14602.10	<u>Investment:</u> LIC	13040.05
112.98	New Policy Purchase Creditors - DPT	44.15 13.88	0.25 2704.05	Temp. advance to KPTSS Cash in bank	16.60 4919.23
<b>17306.40</b>	<b>TOTAL</b>	<b>17975.88</b>	<b>17306.40</b>	<b>TOTAL</b>	<b>17975.88</b>

**KANDLA PORT EMPLOYEES GRATUITY FUND  
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR 2017-18**

(Rs. In lakhs)

2016-17	EXPENDITURE	2017-18	2016-17	INCOME	2017-18
1527.49	To Payment of Gratuity	1686.13	1200.00	By Contribution from DPT	1200.00
41.39	To Premium	31.15	2.67	Gratuity Received back	
11.42	To Pro-rata payment	2.86	1303.81	By Interest earned	1222.05
0.00	To Bank Charges	0.01	20.39	By Pro-rata receipt	
4.60	To New Policies Purchase	44.15	75.76	By LIC premium adujsted	66.67
1017.73	To Trf. Gratuity to KPTSS Account	724.42			
<b>2602.62</b>	<b>TOTAL</b>	<b>2488.72</b>	<b>2602.62</b>	<b>TOTAL</b>	<b>2488.72</b>

**KANDLA PORT EMPLOYEES GRATUITY FUND  
RECEIPT & PAYMENT STATEMENT FOR THE YEAR 2017-18**

(Rs. In lakhs)

2016-17	RECEIPT	2017-18	2016-17	PAYMENT	2017-18
	Opening balance:		1527.49	Gratuity payment	1686.13
1029.16	Cash in bank	2704.05	0.00	Bank charges	0.01
15253.61	Investment with LIC	14602.10	41.39	Annual Premium	31.15
1303.81	Interest earned	1222.05			
1929.51	Reimburse from LIC	2638.76	1929.51	Cont. Fund to LIC	2638.76
75.76	LC premium from LIC	66.67	51.71	Reimbursement to DPT	179.67
20.39	Pro-rata receipt		4.60	Trans. gratuity to KPTSS	
2.67	Gratuity received back		11.42	Pro-rata Payment	2.86
51.71	Recoveries	80.57	700.25	Loan to KPTSS	16.60
1200.00	Contributiion from KPT	1200.00		<u>Closing balance:</u>	
	Refund of excess Gratuity		2704.05	Cash in bank	4919.23
700.00	Refund of Loan from KPTSS	0.25	14602.10	Investment with LIC	13040.05
5.90	Difference of previous year adjusted				
<b>21572.51</b>		<b>22514.45</b>	<b>21572.51</b>		<b>22514.45</b>

**NOTE:**

1. Cash basis of accounting is followed in the preparation of financial statement of Gratuity fund.
2. Based on actuarial valuation contribution to Gratuity fund is made.
3. Payment of gratuity paid from superannuation is treated as loan which has already been recouped.
4. The figures have been regrouped and reclassified, where ever necessary for comparision purpose.

**KANDLA PORT EMPLOYEES WELFARE TRUST  
BALANCE SHEET AS AT 31.3.2018**

(Rs. In lakhs)

2016-17	LIABILITY	2017-18	2016-17	ASSET	2017-18
10.00	KPTE Welfare Fund	10.00			
	<u>Income &amp; Exp. Account</u>				
1.91	Opening Bal. 239584			Cash in bank	
0.48	Add. Surplus 47006	2.87	12.40	Denat Bank SB A/c.	12.87
				(A/C No. 055510026102)	
<b>12.40</b>	<b>TOTAL</b>	<b>12.87</b>	<b>12.40</b>	<b>TOTAL</b>	<b>12.87</b>

**KANDLA PORT EMPLOYEES WELFARE TRUST  
RECEIPT & PAYMENT STATEMENT FOR THE YEAR 2017-18**

(Rs. In lakhs)

2016-17	RECEIPT	2017-18	2016-17	PAYMENT	2017-18
	<u>Opening balance:</u>				
11.91	Cash in bank	12.40			
	<u>Interest earned</u>				
0.48	Denat Bank SB Interst	0.47	12.40	<u>Closing balance:</u>	
				Cash in bank	12.87
<b>12.40</b>		<b>12.87</b>	<b>12.40</b>		<b>12.87</b>

**NOTE:**

1. Cash basis of accounting is followed in the preparation of financial statement.

