

TELANGANA STATE FOREST DEVELOPMENT CORPORATION LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2023 (Provisional)

Particulars	Note No.	As at	
		31. 03. 23	31. 03. 22
		Rs.	Rs.
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	100000	100000
(b) Share Capital suspense Account	3	90940300	90940300
(c) Reserves & Surplus	4	5472856181	4582766889
(2) Non-Current Liabilities			
(a) Long Term Borrowings	5	944457	944457
(b) Deferred Tax Liability (Net)	6	0	0
(c) Long Term Provisions	7	48599905	48466751
(3) Current Liabilities			
(a) Trade Payables	8	17033872	1292285
(b) Other Current Liabilities	9	3091239952	3289812276
(c) Short Term Provisions	10	202604532	167190228
TOTAL		<u>8924319200</u>	<u>8181513185</u>
II. ASSETS			
(1) Non-Current Assets			
(a) Property, Plant & Equipment			
(i) Tangible Assets	11	88841935	79279424
(ii) Capital Work-in-Progress		112937343	81868892
(b) Long Term Loans & Advances	12	8126898	9166877
(2) Current Assets			
(a) Inventories	13	1669346526	1670612918
(b) Trade Receivable	14	82308177	82923538
(c) Deferred Tax Asset		4455210	5713478
(d) Cash and Cash Equivalents	15	6371266657	6000335109
(e) Short Term Loans and Advances	16	9642731	1510591
(f) Other Current Assets	17	577393721	250102358
TOTAL		<u>8924319200</u>	<u>8181513185</u>
Note forming part of financial statements	1		

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS


(A. KIRAN KUMAR)
DY. FINANCIAL
CONTROLLER


(RAVI RAYI)
DIRECTOR
DIN:08309248


(Dr. Chandrashekar Reddy Gopidi, IFS)
VICE CHAIRMAN &
MANAGING DIRECTOR
DIN:09157889

Place: Hyderabad
Date : 29.09.2023



TELANGANA STATE FOREST DEVELOPMENT CORPORATION LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31ST MARCH, 2023 (Provisional)

Particulars	Note No.	Current Year	
		31.03.23	31.03.22
1	2	Rs.	Rs.
I. Revenue from operations	18	1349234914	673089877
II. Other Income	19	191208153	153097124
III. Total Revenue (I + II)		<u>1540443067</u>	<u>826187001</u>
IV. Expenses:			
Cost of Sales	20	522379852	214108999
Changes in Inventories of finished goods	21	-15131361	6699476
Other Expenses	22	38259485	26336358
Employee Benefit Expenses	23	182265915	152580241
Finance Cost	24	0	0
		<u>727773892</u>	<u>399725074</u>
Less: Expenditure transferred to Nursery & Plantation		<u>33234368</u>	<u>43689892</u>
Depreciation and amortization expenses	11	694539524	356035182
TOTAL		<u>14013253</u>	<u>10329276</u>
		<u>708552777</u>	<u>366364458</u>
V. Profit before exceptional and extraordinary items and tax (III - IV)		831890291	459822543
VI. Exceptional Items	25	81812	-29650
VII. Profit before extraordinary items and tax (V + VI)		831828479	459852193
VIII. Extraordinary Items		0	0
IX. Profit before tax (VII - VIII)		831828479	459852193
X. Tax expenses:			
- Current Tax		38800175	41784637
Previous Year		0	2078629
- Deferred Tax		1258268	-211127
XI. Profit for the year from continuing operations (IX - X)		<u>791770036</u>	<u>416200054</u>
XII. Profit / Loss from discontinuing operations		0	0
XIII. Tax expense of discontinuing operations		0	0
XIV. Profit / Loss from discontinuing operations (XII - XIII)		0	0
XV. Profit for the year (XI + XIV)		<u>791770036</u>	<u>416200054</u>
Earning per equity share:			
(1) Basic		791770	416200
(2) Diluted		870	457
Note forming part of financial statements	1		

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS


(A.KIRAN KUMAR)
DY. FINANCIAL
CONTROLLER


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DIRECTOR
DIN:09309248


(Dr. Chandrashekar Reddy, IFS)
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TELANGANA STATE FOREST DEVELOPMENT CORPORATION LIMITED

NOTE NO. 2	Rs.	As at 31. 03. 23 Rs.	Rs.	As at 31. 03. 22 Rs.
SHARE CAPITAL (refer note no.26 C)				
Equity Share Capital		<u>100000</u>		<u>100000</u>
- Authorised Share Capital 1000 Equity Shares of Rs.100/- each				
- Issued, Subscribed & Fully paid share capital		100000		100000
TOTAL		<u>100000</u>		<u>100000</u>
Reconciliation of number of Equity Shares:		No. of Shares		
As at the beginning of the year		0		
Issued During the Year		1000		
As at the End of the year		1000		
List of Shareholders holding more than 5%				
Name of the Shareholder	No. of Shares	% of holding	No. of Shares	% of holding
Government of Telangana	1000	100	1000	100
Equity shares rank pari-passu in all respects including dividend and voting rights				
NOTE NO. 3				
SHARE CAPITAL SUSPENSE ACCOUNT				
- 9,09,403 Equity Shares of Rs.100/- each		90940300		90940300
		<u>90940300</u>		<u>90940300</u>
NOTE NO. 4				
RESERVES & SURPLUS				
a) Replantation Reserve				
Opening Balance	1184711749		1080661749	
Transfer from Profit & Loss Account	<u>197943000</u>		<u>104050000</u>	
		1382654749		1184711749
b) Fire Insurance Reserve				
Opening Balance	236941833		216131833	
Transfer from Profit & Loss Account	<u>39589000</u>		<u>20810000</u>	
		276530833		236941833
c) Profit and loss account				
Opening Balance	3259432564		2869773253	
Profit for the year	<u>791770036</u>		<u>416200054</u>	
	4051202599		3285973307	
Less: transfer to Replantation Reserve	197943000		104050000	
transfer to Fire Insurance Reserve	<u>39589000</u>		<u>20810000</u>	
TOTAL		<u>3813670599</u>		<u>3161113307</u>
		<u>5472856181</u>		<u>4582766889</u>



TELANGANA STATE FOREST DEVELOPMENT CORPORATION LIMITED

NOTE NO. 5	Rs.	As at 31. 03. 23 Rs.	Rs.	As at 31. 03. 22 Rs.
LONG TERM BORROWINGS				
UNSECURED LOANS				
Interest accrued and due on Govt. Loan		944457		944457
Exploitation Balance		0		0
TOTAL		<u>944457</u>		<u>944457</u>
NOTE NO. 6				
Deferred Tax				
Deferred Tax Liability		0		0
NOTE NO. 7				
LONG TERM PROVISIONS				
Provision for encashment of EL		41673802		36532730
Provision for Gratuity		6928103		11934021
TOTAL		<u>48599905</u>		<u>48466751</u>
NOTE NO. 8				
TRADE PAYABLES				
- Creditors for Supplies		17033872		1292285
TOTAL		<u>17033872</u>		<u>1292285</u>
NOTE NO. 9				
OTHER CURRENT LIABILITIES				
Creditors for Expenses		25439623		25370009
Beedi Leaves Account		2729130740		2945643827
Deposits Received		37884933		31385243
Advances received from Customers		143441472		112793033
Other Liabilities		155057792		174427563
Due to APFDC		285391		192601
TOTAL		<u>3091239952</u>		<u>3289812276</u>
NOTE NO. 10				
SHORT TERM PROVISIONS				
Provision for Bonus		519821		519821
Provision for encashment of EL		7323993		10139253
Provision for Gratuity		2713970		3284581
Provison For 2018-19 Year Tax		27326674		27326674
Provison For 2019-20 Year Tax		43088770		43088770
Provison For 2020-21 Year Tax		41046492		41046492
Provison For 2021-22 Year Tax		41784637		
Provison For Current Year Tax		38800175		41784637
TOTAL		<u>202604532</u>		<u>167190228</u>

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NOTE NO. 11

FIXED ASSETS

Particulars	Method and Rate	GROSS BLOCK			DEPRECIATION BLOCK			NET BLOCK		
		As on 01-04-22 (Rs.)	Additions during 2022-23 (Rs.)	Adjustment/ Sales (Rs.)	Total as on 31-03-2023 (Rs.)	Up to 31.03.2022 (Rs.)	Depreciation for the period (Rs.)	Adjustment/ Sales (Rs.)	As on 31-03-2023 (Rs.)	As on 03-2022 (Rs.)
Land		10753014			10753014	0		0	10753014	10753014
Buildings	30	15771467	2317755		18089222	8139115	740646	8879761	9209461	7632352
Mst Chambers	10	16639328			16639328	15807313		15807313	832015	832015
Mst Chambers Equipment	5	34744125	265069	3256636	31752558	31346683	816669	29069546	2683012	3397442
Computers	3	5337419	974112	94931	6216599	4697074	748401	5359475	857125	640345
Oil Engines, pumpsets & Machinery	15	2596810	75967		2672777	1445123	207196	1652319	1020458	1151687
Nursery, Logging Equipment etc.	15	3141918	2188184		5330102	1798509	424074	2222563	3107519	1343409
Electrical Fittings	10	1432465	438308		1870973	1171118	123494	1294612	576380	261347
Office Equipment	5	2794690	150000		2944690	2419034	175538	2594572	350117	375655
Wells	15	3823541	218087		4041628	1604512	438247	2042758	2004870	2225029
Furniture & Fixtures	10	2614556	141831	16950	2739437	2254595	105878	16950	395915	359962
Motor Vehicles	8	31834464	847359	521745	32160078	23014721	2932795	495657	6708219	8819742
Tractors, Trailers, etc.	8	2969935	13100		2983035	1046460	596826	1643286	1339749	1923475
Lomies	8	188651			188651	188650		188650	1	1
Night Safari Park		93625			93625	2786		2786	90839	90839
Roads		242391	510823		753214	242391	510823	753214	0	0
Botanical Garden		73894384	15632817		89527201	34421274	6192665	40613939	48913262	39473110
Total		208878781	23773612	3890262	228762132	129599357	14013253	3692413	88841935	79279424
Previous Year		194374974	14583958	90150	208878781	119355724	10329276	85643	79279424	

As per lb
CAPITAL WORKS - IN - PROGRESS:
Urban Parks

112937343

0

112937343

59490065

Total

Previous Year

TELANGANA STATE FOREST DEVELOPMENT CORPORATION LIMITED

NOTE NO. 12

LONG TERM LOANS AND ADVANCES

	Rs.	As at 31. 03. 23 Rs.	Rs.	As at 31. 03. 22 Rs.
(Secured considered good)				
House Building Loan		1525886		1531110
(Considered good for which the Company holds security against hypothecation of assets acquired)				
Motor Vehicle Loan	132400		13984	
Less: Provision for Bad & Doubt full Debts	<u>0</u>	132400	0	13984
(Considered good for which the Company holds security against hypothecation of assets acquired)				
(Unsecured considered good)				
Staff Loans	2741813		3857821	
Less: Provision for Bad & Doubt full Debts	<u>0</u>	2741813	0	3857821
(Unsecured considered good)				
Due from staff	2800		4313563	
Less: Provision for Bad & Doubt full Debts	<u>0</u>	2800	0	4313563
(Unsecured considered doubtful)				
Due from staff	4273749		149	
Less: Provision for Bad & Doubt full Debts	<u>549750</u>	3723999	549750	-549601
TOTAL		<u><u>8126898</u></u>		<u><u>9166877</u></u>

NOTE NO. 13

INVENTORIES :

(As Certified by the management)

Closing Stock of Finished Material		52810953		37844727
Fertilisers, Pesticides, Nursery, etc. (at cost)		11775198		8388532
Nursery & Plantations:				
Bamboo Plantations	0		0	
Teak Plantations	0		0	
Eucalyptus Plantations	<u>0</u>		<u>0</u>	
TOTAL		<u>1604760375</u>		1624379659
		<u><u>1669346526</u></u>		<u><u>1670612918</u></u>

TELANGANA STATE FOREST DEVELOPMENT CORPORATION LIMITED

NOTE NO. 14

TRADE RECEIVABLES

(Unsecured, Considered Good)

- Debts outstanding for a period below six months

(Unsecured, Considered Good)

- Debts outstanding for a period exceeding six months

(Unsecured, Considered Doubtful)

- Debts outstanding for a period exceeding six months

Less: provision

Unbilled Revenue

TOTAL

	Rs.	As at 31. 03. 23 Rs.	Rs.	As at 31. 03. 22 Rs.
			71114422	-520926
				8344464
	434215		434215	
	<u>-434215</u>	0	-434215	0
		11193755		0
		<u>82308177</u>		<u>82923538</u>

NOTE NO. 15

CASH AND BANK BALANCES

GST Cash Ledger

- Balance with scheduled banks in Current Accounts

- BL TRADE Balance with scheduled banks in Current Accounts

Short Term Deposits with scheduled Banks

BL TRADE Short Term Deposits with scheduled Banks

Cheques in Transit

TOTAL

		0		451427
		568151792		772584650
		157131185		
		3073041068		5227299033
		2571999555		0
		943057		0
		<u>637126657</u>		<u>6000335109</u>

NOTE NO. 16

SHORT TERM LOANS AND ADVANCES

(Unsecured, Considered Good)

Staff Advances & Loans

Less: Provision for bad & doubtful debts

Advance for Purchases

Less: Provision for Adv. For purchase of Tractors

TOTAL

	2092239		1351095	
	<u>0</u>		<u>0</u>	
		2092239		1351095
	8314992		923997	
	<u>764500</u>	<u>7550492</u>	<u>764500</u>	<u>159497</u>
		<u>9642731</u>		<u>1510591</u>

NOTE NO. 17

OTHER CURRENT ASSETS

(Unsecured, Considered Good)

Interest Receivable

Deposits

Rental Advances

TDS Receivable

CGST / SGST / IGST Receivable

Admitted Tax

Prepaid Expenses

Beedi Leaf Funds receivable from APFDC

Advance Tax

Others

Pension Fund with LIC

(Unsecured, Considered doubtful)

Disputed Tax Deposit - 16-17&17-18

Cash Embezzlement

Less: Provision for Cash Embezzlement

TOTAL

		134942175		69345571
		1332504		1137904
		16000		39000
		50606346		45276788
		3776994		2134598
		0		0
		4761882		2692344
		0		0
		155232303		114236303
		8863753		5253746
		206008852		
		9456865		9479675
	546048		656429	
	<u>150000</u>	<u>396048</u>	<u>150000</u>	<u>506429</u>
		<u>577393721</u>		<u>250102358</u>



TELANGANA STATE FOREST DEVELOPMENT CORPORATION LIMITED

NOTE NO. 18	Rs.	As at 31. 03. 23 Rs.	Rs.	As at 31. 03. 22 Rs.
REVENUE FROM OPERATIONS				
A) Sale of Products				
Eucalyptus		1178110144		564306086
Bamboo		133173790		89639627
Cashew		215000		1585500
Miscellaneous		14638163		3642531
B) Sale of Services				
Euco-Tourism		23097817		13916133
TOTAL		<u>1349234914</u>		<u>673089877</u>
NOTE NO. 19				
OTHER INCOME				
Interest on Term Deposits	294179219		445726669	
Less: Interest on Government deposits	<u>112958458</u>		<u>300285548</u>	
Rent on Buildings		181220761		145441122
Miscellaneous Income		0		8200
TOTAL		<u>9987392</u>		<u>7647802</u>
		<u>191208153</u>		<u>153097124</u>
NOTE NO. 20				
COST OF SALES				
Maintenance of Plantations		95275001		36657394
Harvesting, Processing & Selling expenses		255582620		116435054
Cost of Plantations Written off		171522232		61016551
TOTAL		<u>522379852</u>		<u>214108999</u>
NOTE NO. 21				
INCREASE / DECREASE IN INVENTORIES				
Opening Stock		37679592		44544203
Less: Closing Stock		<u>52810953</u>		<u>37844727</u>
TOTAL		<u>-15131361</u>		<u>6699476</u>
NOTE NO. 22				
OTHER EXPENSES				
Rent		286133		1632290
Rates & Taxes		119810		2500
Travelling Expenses		2960984		1972688
Motor Vehicle Expenses		4647361		3709258
Printing & Stationery		1003075		502280
Postage, Telegrams & Telephones		373840		400195
Advertisements		1555274		356844



TELANGANA STATE FOREST DEVELOPMENT CORPORATION LIMITED

Registration & Renewals	26995	0
Repairs & Maintenance	799201	850797
Insurance	2264951	2622443
Electricity & Water	440901	390673
Coolie, Carriage & Freight	2538	12500
Audit Fees	175000	195000
Audit Expenses	142043	10731
Consultancy / Legal Expenses	4320481	2774264
General Expenses	1011319	649662
Meetings Expenses	429648	114674
Labour amenities	0	0
CSR Expenses	15000000	9859051
Interest on TDS late payments	365686	59855
GST - Reversal	38466	67755
ROC Filing Fees	26300	28400
Medical Exp. Of Retd employees	2254480	124500
Directors Sitting Fees	15000	0
TOTAL	38259485	26336358

NOTE NO. 23

EMPLOYEE BENEFIT EXPENSES

Salaries & Allowances (salaries includes managerial remuneration)	150567244	124404690
Provident Fund	13438823	8286911
Staff Welfare Expenses	2441054	1446241
Staff Recruitment & Training	35576	54650
Provision for Bonus	0	0
Provision for encashment of EL	8540935	14354344
Gratuity	7242284	4033405
Employees superannuation Scheme	0	0
TOTAL	182265915	152580241

NOTE NO. 24

FINANCE COST

Interest on Loans	0	0
Interest on Beedi leaves Deposits	0	0
TOTAL	0	0

NOTE NO. 25

EXCEPTIONAL ITEMS

Prior Period Expenses	150239	0
Less: Prior Period Income	0	29650
Profit / Loss on sale of assets (Agri. Assets)	150239	-29650
Excess Provision Written off	88427	0
TOTAL	61812	-29650



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE NO. 1

Disclosure of Accounting Policies:

a) General

The financial statements are prepared under the historical cost convention and comply in all material respects with the mandatory Accounting Standards as prescribed under section 133 of the Companies Act, 2013 ('the act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and the same is prepared on a going concern basis.

Accounting policies not specifically referred to otherwise are in consonance with prudent accounting principles.

b) Fixed Assets

Fixed Assets are stated at original cost including taxes, freight and other incidental expenses related to acquisition/installation.

The cost and the accumulated depreciation for fixed assets sold, retired or otherwise disposed off are removed from the stated values and resulting gains and losses are included in the profit and loss account.

c) Depreciation:

Depreciation on Fixed Assets is charged as per the schedule II of the Companies Act 2013.

Both the Methods have been followed by the company:

WRITTEN DOWN VALUE METHOD:

Depreciation is provided as per written down value method at the rates prescribed by Part "C" of Schedule II to the Companies Act 2013 except in the case of Roads which are being depreciated at the rate of 100% as most of the Roads are katcha approach paths to plantations and the life Wells is taken as 15 years, most of the Wells are for plantation purposes.

The acquisition cost of each item whose value is Rs.5,000/- or below in respect of all the assets will be fully depreciated.

STRAIGHT LINE METHOD:

Mist Chambers:

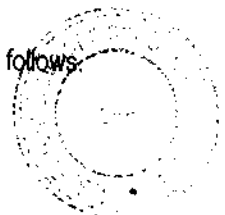
For Mist Chambers with civil works and other accessories - 9.50% (Life of 10 Years).

Mist Chambers Equipment:

For MS Trays, Stands and PP Tubets - 19.00% (Life of 5 Years).

d) Inventories

Different methods of valuations of closing stock are followed by the company as follows



i) Raw Materials:

Raw materials are valued at cost as per first in first out method.

ii) Finished Goods (Stock):

The value of closing stock of Fuel Wood, Cashew, Eucalyptus and Bamboo is adopted at 90% of the market value.

iii) Nursery & plantations:

For arriving at total cost of plantations up to Regional level the raising, maintenance and harvesting expenses shall be taken as direct expenses and the production and administrative overheads incurred up to Regional level shall be apportioned to each plantation on the basis of direct expenses.

After gestation/harvesting the capitalised costs will be written off as per the policies declared below:

iiia) Eucalyptus & Bamboo:

All the raising and maintenance expenses, apportioned production and administrative overheads in respect of each year of plantation will be capitalized till the year of first harvest.

However, in respect of clonal mechanized plantations, capitalization of proportionate administrative overhead other than interest at Regional level is limited to the amount of direct expenses (other than production and administrative overheads and interest) incurred for these plantations. The balance administrative overhead at Regional level shall be charged off to revenue.

Subsidies/misc. sale proceeds of uprooted stumps received during the pre-harvest period will be adjusted against the cost of each plantation.

The accumulated cost in respect of each year of plantation till first harvest will be charged off to revenue in the year of harvest in proportion to the area harvested to area planted. All the expenses incurred and proportionate overhead expenditure during the year of harvest and subsequent years will be directly charged off to revenue. This is being done on conservative basis even though future harvests will be there.

Eucalyptus Clonal plantations:

The accumulated cost in respect of each year of plantation till first harvest will be charged off to revenue in proportion to the area harvested to area planted in the ratio of 50:30:20 during first, second and third rotations. All the expenses incurred and proportionate overhead expenditure during the year of first harvest and subsequent years will be directly charged off to revenue.

Bamboo (raised from 1998):

The accumulated cost till first harvest in respect of each year of plantation will be charged off to revenue equally in five (5) harvests in proportion to the area harvested to area planted.

All the expenses incurred and proportionate overhead expenditure during the year of first harvest and subsequent years will be directly charged off to revenue.



iiib) Cashew:

The gestation period for Cashew Plantation is adopted as 8 years including the year of raising. All the raising and maintenance expenses, apportioned production and administrative overheads in respect of each year of plantation will be capitalised during the gestation period. Subsidies/initial sale amounts received during the gestation period will be adjusted against the cost of each year of plantation. From the first year after gestation period the capitalised cost will be charged off to revenue over a period of 25 years. The current year maintenance expenses, harvesting expenses and other proportionate overheads from the first year after gestation period will be directly charged off to revenue.

iiic) Taken over plantations (Cashew):

The effective life of the Cashew plantations transferred by Government is taken as 25 years from the year of transfer to Corporation. The values of plantations transferred are being charged off to revenue assuming an average life span as 25 years. The current year maintenance expenses, harvesting expenses and other proportionate overhead expenditure is directly charged off to revenue.

iiid) Casurina :

All the raising and maintenance expenses, apportioned production and administrative overheads in respect of each year of plantation will be capitalized till the year of harvest.

The accumulated cost in respect of each year of plantation up to harvest will be charged off to revenue in the year of harvest in proportion to the area harvested to the area planted. All the expenses incurred and proportionate overhead expenditure from the year of harvest will be directly charged off to revenue.

iiie) Teak :

All the raising and maintenance expenses, apportioned production and administrative overheads in respect of each year of plantation will be capitalized till 9th year of the plantation including the year of raising.

Sale proceeds of material obtained due to thinning of trees in the plantations received during the pre- harvest period will be adjusted against the capitalized cost of each plantation.

The accumulated cost in respect of each year of plantation will be charged off to revenue in the year of harvest in proportion to the area harvested to the area planted. All the expenses incurred and proportionate overhead expenditure from the year of harvest will be directly charged off to revenue.

e) Revenue Recognition:

From the year 1998-99:

Sales - Cashew:

The revenue to be recognized only on realization of full amount of sale value. Any advance received in respect of that transaction will be kept in "Advance received from Customers" till the realisation of balance amount. The material will be delivered after receiving full sale amount.

Sales - Bamboo and Eucalyptus:

i) The sale to be accounted for after weighing of the material and the acknowledgement is received from the party in case of sales through 'Agreement' – accounted on accrual basis.

ii) In case of open auction, the transaction is to be accounted for only on realization of full amount. Any advance received in respect of that transaction will be kept in "Advance received from Customers" till the realization of balance amount. The material will be delivered after receiving full sale amount.

Interest

Interest income is recognised on short term deposits as per Bankers certificates. Interest on staff loans is recognized in the year of receipt.

f) Retirement Benefits:

Gratuity: The Corporation has taken a Group Gratuity Policy with Life Insurance Corporation of India.

Provident Fund: Contributions paid to the prescribed authority are charged to revenue every year.

Earned Leaves: Liability towards earned Leaves is provided on the basis actual leaves earned outstanding for payment except in case of provisions for leave salary of employees on deputation.

g) Re-plantation Reserve and Fire Insurance Reserve:

The Corporation has evolved a policy for creation of 'Replantation Reserve' @ 25% of the Net Profit for the year rounded off to the nearest thousand to enable the Corporation to raise new plantations after completion of the yielding life of the plantation and 'Fire Insurance Reserve' @ 5% of the net profit for the year rounded off to the nearest thousand as per the directions of NABARD. There is no earmarked specific investment against the 'Replantation Reserve' and 'Fire Insurance Reserve'.

h) Government Grants :

Government Grants received are adjusted against the cost of asset in case of capital asset and recognized as income in case of revenue grants.

i) Contingent Liabilities:

All liabilities have been provided for in the accounts except liabilities of a contingent nature, which have been disclosed at their estimated value, if any, barring frivolous claims.

j) Earnings per Share:

The Company reports its Earnings per Share (EPS) in accordance with Accounting Standard AS-20 notified u/s 133 of Companies Act, 2013.



k) Cash Flow Statement:

Cash Flow Statement has been prepared under indirect method as per the Accounting Standard-AS 3 "Cash Flow Statement".

l) Use of Estimates:

The preparation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reported period. Differences between the actual results and estimates are recognised in the period in which the results are known or materialised.

NOTE NO. 26

Income Tax:

Income Tax is Calculated as per Provisions of Income Tax Act, 1961.

2022-23

Tax Liability : Rs.3,88,00,175/- Advance Tax Paid: Rs.4,09,96,000/- TDS Receivable: Rs.1,56,32,802/- Deferred Tax Liability: Rs.- 12,58,268/-

For the year 2016-17, basing the Board approved provisional Accounts, Income Tax Returns was Filed, the Assessing Officer has also finalized the assessment for the Assessment Year 2017-18 and demanded a tax of Rs.89,48,593/- by disallowing Rs.2,12,44,045/- as Agriculture loss, even though the same is Business loss and also disallowing prior period expenses of Rs.2,71,129, even though the taxable income is computed before the deduction of prior period expenses in the Profit and Loss Account. The Corporation has filed an appeal before the Commissioner of Income Tax (Appeals).

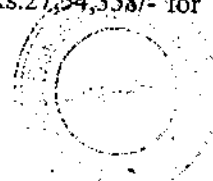
2017-18:

For the year 2017-18, the Assessing Officer has completed the Assessment and raised a demand of Rs.12,43,580/- . The demand is paid in full and an appeal is filed before appellate Authority for adding back the exceptional items and to consider the Tax liability as per the Audited Accounts.

NOTE NO. 27

A) VAT Assessments

The VAT assessment for the tax period from 01.06.2015 to 28.02.2017 is taken up during the year 2016-17 and the Assessment Order No.22860 Dt.29.04.2017 given with a demand of Rs.34,87,083/- (comprising Rs.7,32,725/- for the year 2015-16 and Rs.27,54,358/- for



the year 2016-17) holding that, sales declared under CST Act by the Company fall under the VAT Act.

Aggrieved by the Order the Corporation has filed an appeal before the Appellate Deputy Commissioner (CT) for adjust the Bamboo Sales CST paid amount against the Demand of VAT amount Rs.34,87,083/- by paying Rs.4,35,885/- towards appeal fee. The Appellate Deputy Commissioner (CT) has dismissed the appeal vide Lr.No .Appeal No. A/25/2017-18V Dt.12.03.2018. The CST amount Rs.34,87,083/- is available with Commercial Tax Department, this office requested to make the adjustment of CST amount against the VAT amount.

Further, as the CTD Department has not adjusted the CST amount against the VAT, the Company has filed a writ petition before the Hon'ble High Court.

B) CST Assessment:

The CST assessment for the years 2015-16, 2016-17 and 2017-18 (upto June) are completed.

NOTE NO.28

Lease Rent:

Lease rent @ Rs.20/- per ha. per annum has been paid in the current reporting period for an area of 33,264.58 ha and Rs. 6,58,427 charged off to Profit and Loss Account, provisionally which has to be finalized by the Government of Telangana State.

NOTE NO. 29

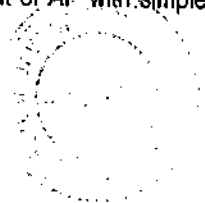
Miscellaneous Income:

A) The Govt. through Memo No.1804//For.II(2)/2022 Dt.06.09.2022 has appointed the Corporation for funding the Departmental Extraction Scheme (DES) to the Forest Department. The funds required for implementation of this Scheme is met from Bank Loans. The Corporation is entitled to receive a commission of 2% on the amount advanced on the Scheme. During the year an amount of Rs.4,04,25,553/- has been advanced by the Corporation under the DES Scheme from the Beedi Leaf Funds and the Forest Department has repaid the loan amount Rs.97,90,824/- and the balance amount Rs.3,06,34,729/- is due as on 31.03.2023. The Commission earned during the year is Rs.9,40,016/-.

NOTE NO. 30

Interest accrued and due on Govt. Loan

Under Demerger Scheme the Company is allocated an amount of Rs.9,44,457/- towards Interest payable to State Government till 1984 on Bridge Loan given by the Government of AP with simple interest and the principle was repaid before bifurcation.



NOTE NO. 31

Exploitation Balance:

A) Under Demerger Scheme the balance of exploitation amount of Rs.1,00,22,790/- allocated was treated as loan till the same is adjusted against the Equity of the Govt. in the Schemes to be taken up by the Corporation.

The Government advised the Corporation (APFDCL) for payment of interest @ 12% per annum on the balance of exploitation amount from 1993-94 onwards. No provision is made towards interest as the Government was requested to treat the amount as Equity by APFDC. The Company share of interest not provided for as at end of the year amounts to Rs.3,60,82,043/- including the interest of Rs.12,02,735/- for the year. Further the Corporation has paid the Exploitation amount to the Govt. during the year.

B) Further, the Corporation (APFDCL) has transferred Naramvarigudem cashew estate to Forest Dept. and claimed compensation of Rs. 6,91,48,840/- from the Govt. No provision is made for receivables in the Books of Accounts.

NOTE NO. 32

During 2001-02 the Corporation was entrusted with the implementation of Biodiversity Conservation and Eco – Tourism in AP by promoting private sector investments and participation on the principles of BOT (Build, Operate & Transfer) in GO Ms. No. 54, EFS&T (FOR. II) Dept. dated 26-6-2001.

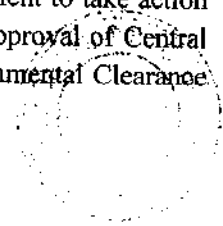
It was also stated in GO Ms. No. 240, EFS&T (FOR. II) Dept. dated 31-7-2001 that the possession of land and other assets should have to be essentially with the Govt. of AP represented by the APFDC Ltd. only.

Eco-Tourism Projects at Kothaguda RF:

MOEF, Govt. of India vide Lr.No.8-132/2003/FC Dt.11.03.2011 have suspended the approvals accorded under Forest (Conservation) Act for diversion of Kothaguda RF Land and directed the State Govt. to issue suitable instructions to the Forest Development Corporation Ltd. and project proponents to immediately suspended all the activities, felling of Trees, Digging of soil and other similar activities until the MOEF, takes full stock of the situation and take final decision.

The Govt. of AP Ref.No.10008/For.II(2)/2011, Dt:06.05.2011 has directed the Corporation to suspend the work of Eco-Tourism Projects in Kothaguda RF like construction activities, Felling of Trees, digging of soil and other similar activities.

Subsequently, the Government of India has requested the State Government to take action on certain points which includes modifications of structure, obtaining approval of Central Government as per the Forest Conservation Act, and obtaining Environmental Clearance.



as per Environmental Impact Assessment (EIA) notification 2006. The same was requested to the concessionaire to comply with all conditions mentioned in the letter of the Government of India. The Concessionaires had expressed their unwillingness to fulfill the conditions of Government of India, Ministry of Environment & Forest in respect of duration of concession period and revision of profit sharing mechanism periodically.

After bifurcation of the State, the Government of Telangana have decided to cancel the following Eco-Tourism projects

1. SKVBR, Botanical Garden - awarded to M/s De Lara Estate Limited Renamed as Delara Tourism Corporation Limited (DTCL) is cancelled vide G.O.Ms.No.54 dt.09.10.2015 of Environment, Forests, Science & Technology (FOR.II) Department.
2. Night Safari & Eco-park - awarded to M/s Trac India (P) Ltd., Hyderabad is cancelled vide G.O.Ms.No.53 dt.09.10.2015 of Environment, Forests, Science & Technology (FOR.II) Department
3. Bird Park Project - awarded to M/s Hyderabad Bird Park & Gardens Pvt. Ltd. is cancelled vide G.O.Ms.No.52 dt.09.10.2015 of Environment, Forests, Science & Technology (FOR.II) Department

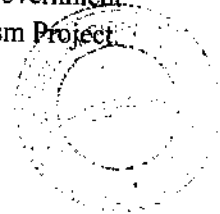
Further, the Govt. of Telangana have stipulated the condition that " the Concessionaires are at liberty to prefer claims, if any, in respect of above projects within 15 day from the date of receipt of the above orders along with original documents / evidences.

M/s TRAC India (P) Limited-the Concessionaire of Night Safari & Eco-park:

The Hon'ble Arbitral Tribunal on 25.11.2019 have passed an award by majority judgment in favour of the claimant M/s. TRAC India Pvt. Ltd., against the respondent for Rs. 21,73,38,518/- with interest there on at 6% per annum from 31.10.2015 to till payment as against the total amount of Rs. 208,39,19,545/- claimed by M/s. TRAC India Pvt. Ltd. Accordingly, the TSFDC has submitted a report along with a copy of the award to the Government and requested the Government to issue necessary instructions.

As directed by the Government vide their letter No. 1466/FOR.IV/2014, dated: 17.12.2019, the TSFDC L have filed a petition under section 34 of Arbitration & Conciliation Act, 1996 to set aside the award passed by the Arbitral Tribunal Dt.25.11.2019 before the Hon'ble XXIV Addl. Chief Judge Cum-Commercial Court City Civil Courts at Hyderabad through Addl. Advocate General, Telangana.

The Corporation have not provided the claim of Rs. 21,73,38,518/- and Interest amount of Rs.5,76,12,522/- from 31.10.2015 to till date in the books of Accounts as the Government appointed the Corporation as an Nodal Agency for implementation of Eco-Tourism Project.



M/s Delara Tourism Corporation Limited (DTCL) Concessionaire of SKVBR, Botanical Garden – Eco-Tourism Project:

M/s Delara Tourism Corporation Limited (DTCL) have filed the statement of claim on 30.03.2019 for an amount of Rs.333,82,66,764/- including interest of Rs.204,48,86,949/- at @ 18% p.a. and damages Rs.50,00,00,000/- before the arbitral tribunal. The TSFDCL have filed the counter affidavit before the Arbitral Tribunal on 15.06.2019.

The Arbitration Tribunal has passed award on 20.12.2021 for Rs.1004.70 lakhs along with interest from date of termination to date payment @ 12% p.a., the same was requested to the Government for payment from Government funds.

The Government vide lr.no.67/FOR.IV/2018 Dt.24.11.2022 of EFS&T Dept. has permitted to pay the Arbitration award amount Rs.1004.70 lakhs along with interest from date of termination to till the date of payment interest amount is Rs.861.79 lakhs, same was paid by the Corporation on 30.11.2022. The Government also permitted to make the payment of value of Compound wall Rs.32.83 lakhs along with interest @ 12% p.a. from 11.02.2022 to till date of actual payment is Rs.3.16 lakhs, the same was paid by the Corporation on 30.11.2022.

M/s Hyderabad Bird Park & Gardens Pvt. Ltd.

The Statement of claim is submitted by M/s Hyderabad Bird Park & Gardens Pvt. Ltd. before the Arbitral Tribunal on 05.09.2020 for Rs.106,16,50,537/-. The Arbitral Tribunal has passed award on 02.04.2021 for Rs.380.88 lakhs along with interest 8% p.a. from 31.03.2021. As per the Government Orders, the awarded amount Rs.380.88 lakhs and interest Rs.23.77 lakhs paid during 2021-22 & 2021-22 respectively.

The TSFDC has taken over the above projects areas for further development. The SKVBR Botanical Garden is being operated and maintained by the Corporation, along with other Eco-Tourism Projects during the year an amount of Rs.230.98 lakhs is realized as revenue. (previous year Rs.197.23 lakhs).

NOTE NO. 33

Reserve Forest Lands

1. The following Reserve Forest lands were taken over from Forest Department for implementing the Eco-Tourism Projects and the possession of land should have to be essentially with the Government represented by the Forest Development Corporation only.

- a) 110.87 Ha. Reserve Forest in kothaguda RF
- b) 3.00 Ha. Reserve Forest in Vanasthalipuram RF
- c) 5.16 acres Reserve Forest, in Shameerpet RF



2. The following Revenue (non forest) lands were taken over from Revenue Department / purchased patta lands for implementing the Eco-Tourism Projects.

a) 6 Acres / 24 guntas Revenue land at Kothaguda Village – As the consideration is not yet decided for the land by the Govt., the same is not taken into Books of Account.

b) 3 Acres and 6 guntas, Revenue land in Aziznagar Village, MNP Chilkur which is in the name of AP Forest Development Corporation Ltd., title is yet to be converted to the company.

c) 6 Acres Revenue land in Chintaguda Village, Jannaram Mandal, Mancherial District.

d) 15 Acres Government Land in Vizag Colony, Peddamunigal Village, Neredugommu Mandal, Nalgonda Dist.

NOTE NO.34:

Eco-Tourism Corpus Fund:

As per the directions of the Government of Telangana and approval of the Board, Eco-Tourism Corpus Fund is created with available Interest on NPV & CA Charges Rs.4.54 crore, the same was treated as paid to the Government. Further, a separate Bank Account is opened Eco-Tourism Corpus Fund.

As per the proposals received from the Forest Department an amount of Rs.4.24 crore advanced for Eco-Tourism Projects taken up by the Forest Department on loan basis @ 2% p.a. repayable in 5 annual installment.

NOTE NO. 35

Government Grants:

No grants are received during the year.

NOTE NO. 36

Employee Benefits:

a) Provision for Leave Encashment

The actuarial value of Leave Encashment liability is Rs.4,89,97,795/- and existing provision as on 31.03.2023 is Rs.4,04,56,860/-, during the year Rs.85,40,935/- provided.



b) Provision for Gratuity:

In case of gratuity for the regular employees, the corporation has taken a group gratuity policy with LIC of India and the policy period is from 1st October to 30th September. The total gratuity liability as on 31st March, 2023 is arrived by the Actuary and the fund balance as on 31st March, 2023 with LIC is taken and for the shortfall if any, a provision is made in the books of Accounts. As per the actuarial valuation, the total gratuity Liability as on 31.03.2023 is Rs.3,81,51,505/- where as the funds available with LIC against the TSFDC policy is Rs.3,79,88,472/- . As the existing provision is nil, an amount of Rs.1,63,033/- provision is made during the year.

c) Regarding Contingent employees, Gratuity Liability as on 31.03.2023 is Rs.94,77,040/- . as the existing provision is Rs.75,46,887/-, an amount of Rs.19,30,153/- provision is made during the year.

NOTE NO.37

Beedi Leaves Account:

The Corporation has been appointed by the Government as an agent for Beedi Leaves Scheme. The Corporation has been arranging Funds from the financial institutions/ net surplus revenues of the scheme for carrying out the activity and Repayments are adjusted from the Revenue generated from the Beedi Leaves account and the balance payable / receivable has been shown in the Balance Sheet for which the Corporation is entitled to receive Rs.42,00,000/- towards reimbursement of Salaries for carrying the administrative activities on behalf of the Government. The GST collected under the scheme is remitted to the Govt. Authorities on the Corporation GST Registration No. 36AAFCT3365D1ZF. **The Revenue Generated from the Beedi Leaves is not accounted as Income of the Corporation.**

During the year no loan is drawn under Beedi leaves Scheme for 2022 season. Bank balances of Rs. 15,71,31,185/- Short Term Deposits of Rs. 257,19,99,555/- are shown in current assets.

During the year an amount of Rs. 11,29,58,458/- interest income on Fixed Deposits of Beedi Leaves Scheme received and the same is shown in the Books received and paid.

NOTE NO. 38

Managerial Remuneration

	2022-23 Rs.	2021-22 Rs.
To Managing Directors		
Remuneration	40,40,523	43,86,873
TOTAL	40,40,523	43,86,873
Reimbursement of Medical Expenses	1,50,248	5,27,910
Reimbursement of LTC Expenses	1,48,574	-

NOTE NO. 39**Earnings Per Share:**

Particulars	2021-22 Rs.		2021-22 Rs.	
	Basic	Diluted	Basic	Diluted
Profit attributable to the Equity Share Holders	79,17,70,026	79,17,70,026	41,62,00,054	41,62,00,054
No. of Equity Shares	1000	9,10,403	1000	9,10,403
Nominal Value of Share	100	100	100	100
Earnings Per Share	7,91,770	870	4,16,200	457

NOTE NO. 40:**Corporate Social Responsibility Expenditure:**

During the year the CSR Committee and Board has approved the CSR Proposals for Rs.1.50 crores. Accordingly incurred following expenditure under CSR.

1. Two wheelers to differently abled persons – Rs.65.40 lakhs
2. Chilkur Urban Forest Block, FD – Rs.84.60 lakhs.

NOTE NO. 41**Disclosure under Micro, Small and Medium Enterprises Development Act, 2006**

There are no Micro and Small Scale Business Enterprises, to whom the Company owes dues, which are outstanding for more than 30 days as at 31st March, 2021. This information as required to be disclosed under 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 Company.

NOTE NO. 42

Balances of Sundry Debtors, Creditors, and other Advances are subject to confirmation.

NOTE NO. 43

These financial statements have been prepared in the format prescribed by the Schedule III to the Companies Act, 2013. Paise have been rounded off to the nearest rupee.

NOTE NO. 44**CIF Value of Imports:**

Information regarding imports of raw materials, etc. does not arise, as there are no imports of raw materials during the financial year.

NOTE NO. 45

The Corporation has prescribed 'Schedule of Rates' in the case of expenditure relating to the schemes and the same is being followed with modifications wherever necessary to suit local conditions.

NOTE NO.46

Pursuant to the provisions of companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company does not have any employee or director, who was in receipt of remuneration for the year under consideration exceeding sixty lakh rupees.

NOTE NO.47

Operating Cycle:

As per the requirement of Schedule-III to the Companies Act, 2013, the Operating Cycle has been determined at the product level as applicable for transaction not relating to inventory, the Operating Cycle is determined at 12 months.

NOTE NO.48

The Company operates (2) Segments i.e. raising of Forestry Plantations and Eco-Tourism . The revenue from Eco-Tourism being less than 10% of total revenue. Segment information is not required to be furnished.

Notes 1 to 48 form an integral part of Balance Sheet and Profit & Loss Statement.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS


(A.Kiran Kumar)
DY. FINANCIAL CONTROLLER


(RAVI RAYI, IFS)
DIRECTOR
DIN:08309248


(Dr.Chandrashekar Reddy Gopidi, IFS)
VICE CHAIRMAN &
MANAGING DIRECTOR
DIN:09157889

-22 -

PLACE : HYDERABAD.
DATE : 29 -09-2023