



MEGHALAYA STATE WAREHOUSING CORPORATION
SHILLONG

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NAME OF THE WAREHOUSES AND CAPACITY

1.	Shillong, East Khasi Hills District	-	2500 M.T
2.	Khanapara, Ri Bhoi District	-	4400 M.T
3.	Jowai, West Jaintia Hills District	-	1600 M.T
4.	Williamnagar, East Garo Hills District	-	2200 M.T
5.	Arimile, West Garo Hills District	-	4500 M.T
6.	Nongstoin, West Khasi Hills District	-	2500 M.T
	Total		<u>17,700 M.T</u>



MEMBERS OF THE BOARD OF DIRECTORS

A. Nominees of the Government of Meghalaya

- | | | | |
|----|--|-----|-------------------|
| 1. | Dr D. Vijay Kumar, I.A.S
Commissioner & Secretary
to the Government of Meghalaya,
Cooperation Department, Shillong. | ... | Chairman |
| 2. | Commissioner & Secretary, Secretary
to the Govt. of Meghalaya,
Agriculture Department, Shillong. | ... | Member |
| 3. | Director Food & Civil Supplies,
Govt. of Meghalaya, Shillong. | ... | Member |
| 4. | Director Institutional Finance & Ex-Officio,
Secretary to the Government of Meghalaya,
Finance (E.A) Department, Shillong. | ... | Member |
| 5. | Registrar of Cooperative Societies
Government of Meghalaya, Shillong. | ... | Managing Director |

B. Nominees of the Central Warehousing Corporation

- | | | | |
|----|--|-----|--------|
| 1. | Smt Margaret Gangte
Director,
Ministry of Consumer Affairs
Deptt. of Food & Public Distribution
Government of India. | ... | Member |
| 2. | Shri Binay Chiraniya
Regional Manager,
Central Warehousing Corporation
Regional Office, Guwahati. | ... | Member |



3. (i) Shri S. Charles ... Member
Director (Finance)
Central Warehousing Corporation,
Corporate Office, New Delhi.
(upto 31-04-2021)
- (ii) Shri Amit Kumar Singh ... Member
Director (M & CP)
Corporate office, CWC
(w.e.f. 01-05-2021)
4. Shri Subhas Das, ... Member
Deputy General Manager (B & O)
State Bank of India, Local Head Office,
Shillong
5. Shri Anil Kumar ... Member
House No. 5,
Part II, Sector – 4,
Urban State, Karnal, Haryana,

Banker: Meghalaya Co-operative Apex Bank Ltd., Head Office, Shillong.
Statutory Auditors: M/s S.S.D & Co., Chartered Accountant, Meghalaya, Shillong.



OFFICE OF THE MEGHALAYA STATE WAREHOUSING CORPORATION
SHILLONG

Chairman's speech for the Forty-sixth Annual General Meeting of the Meghalaya State Warehousing Corporation , Shillong.

Ladies & Gentlemen,

It gives me immense pleasure to welcome you to the Forty-Sixth Annual General Meeting of the Corporation. The Annual Report, Statement of Accounts and Auditors' Report are already in your hands providing a comprehensive picture on the continuous and satisfactory performance of your Corporation during the year 2021-2022 and I, with your permission shall take them as read.

During the year under report, the earning of the Corporation by way of storage charges etc is Rs.1,35,36,225.00 and the profit for the year is Rs.48,81,117.62 lakhs.

During the year under report the Corporation has received a sum of Rs.180.00 lakhs from State Government for the year 2021-2022. As the paid up share capital has exceeded the existing limit of Rs.5.00 crores, hence excess amount of Rs.16,12,400.00 has been kept as Share Application Money and proposal for the enhancement in the limit of Authorised Share Capital of the Corporation from Rs.5.00 crores to Rs.10.00 crores has been submitted to the Government of India, Ministry of Food & Civil Supplies (Deptt. of Food), New Delhi through the Government of Meghalaya under Section 19 (1) of the Warehousing Corporation Act, 1962. Notification for the same is awaited.

The construction of additional 500 MT Warehouse at Khanapara is ready for utilisation except some minor items and will be handed over to FCI soon. The Corporation has also proposed to construct new godowns at Sohra and Williamnagar where Corporation has vacant land. With the construction of new godowns and upgrading the existing godowns it is hoped that the revenue of the Corporation will be increase further.

I thank the distinguished Directors of the Board for their valuable and timely support extended in the efficient running of the Corporation. I also express my gratitude to the State Government, Central Warehousing Corporation, Managing Director and other Directors for their continued support. I also take the privilege to assure the Shareholders that your Corporation will endeavour to achieve better results in the years to come.

Finally, I would like to thank all the employees of the Corporation for their sincere and devoted services.

Sd/-
Chairman



OFFICE OF THE MEGHALAYA STATE WAREHOUSING CORPORATION

SHILLONG

REPORT OF THE DIRECTORS

To

The Shareholders,
Meghalaya State Warehousing Corporation
Shillong

Ladies & Gentlemen,

On behalf of your Directors, I have great pleasure in presenting the Forty Sixth Annual Report of the Corporation together with the audited Statements of Accounts along with the Report of the Comptroller Accountant General of India on the Accounts of the Corporation for the year ending on 31st March 2022. The financial performance and the progress made by the Corporation is highlighted below:-

FINANCIAL REPORT

INCOME

Sl.No.	Particulars	Years	
		2020-2021	2021-2022
1.	Warehouse charges	Rs.1,03,75,479.00	Rs.1,03,15,952.00
2.	Interest	Rs.39,27,971.00	Rs.31,95,486.00
3.	Other Income	Rs.22,997.00	Rs.24,787.00
	Total	Rs.1,43,26,447.00	Rs.1,35,36,225.00

EXPENDITURE

1.	Establishment	Rs.74,70,101.00	Rs.80,40,310.56
2.	Depreciation on fixed Assets	Rs.5,39,422.77	Rs.6,14,796.82
	Total	Rs.80,09,523.77	Rs.86,55,107.38
	Profit/Loss	(+) 63,16,923.23	(+) 48,81,117.62



CAPITAL STRUCTURE:

The Authorised Share Capital of the Corporation is Rs.5.00 crores. Share Capital for the year 2021-22 amounting to Rs.180.00 lakhs was released by the State Government to the Corporation. As the paid up capital has exceeded the Authorised Share Capital by Rs.16,12,400.00, the excess amount has been kept as Share Application Money, pending enhancement in the limit of Authorised Share Capital.

Request has been made to the Govt. of India through State Govt. and Central Warehousing Corporation for enhancement in the limit of Authorised Share Capital from Rs.5.00 crores to Rs.10.00 crores. The Notification for the same is still awaited.

WORKING RESULT:

The average utilized capacity during the year under report was 94.726%. The revenue earned during the year stood at Rs.103.15 lakhs as against of Rs.103.75 lakhs of the preceding year. The decrease in the revenue earned is due to partial utilisation of the 1600 MT warehouse at Jowai with effect from December 2021.

CONSTRUCTION PROGRAMME

Corporation has taken up construction of 500 M.T warehouse at Khanapara Complex which is nearly completed.

Presently the Corporation has the following warehouses located at different districts of the State.

1.	Shillong, East Khasi Hills District	–	2500	M.T
2.	Khanapara, Ri-Bhoi District	–	4400	M.T
3.	Williamnagar, East Garo Hills District	–	2200	M.T
4.	Araimile, West Garo Hills District	–	4500	M.T
5.	Jowai, Jaintia Hills District	–	1600	M.T
6.	Nongstoin, West Khasi Hills District	–	2500	M.T
	Total		17,700	MT



SUNDRY DEBTORS:-

The outstanding and realizable storage charges against the storage space utilized is Rs.6.95 lakhs which includes storage rent from FCI for the month of March 2022 amounting to Rs.3,58,943/-, generally paid by FCI on completion of the month. The Corporation is making earnest efforts to recover the outstanding warehouse charges from the defaulting parties.

MEETING OF THE BOARD AND EXECUTIVE COMMITTEE:

During the year under report, two meetings of the Board of Directors were convened to transact the business of the Corporation during the year 2021-2022. All matters pertaining to the working of the Corporation was taken up by the Board of Directors.

AUDITORS OF THE CORPORATION:

The Government of Meghalaya on the advice of the Comptroller Accountant General of India has appointed S.S.D & Co., Chartered Accountant as Auditors of Meghalaya State Warehousing Corporation for the year 2021-2022.

ACKNOWLEDGEMENT:

Directors wish to express their thanks to the State Government and the Central Warehousing Corporation for their valuable and continued support and guidance. Directors also wish to place on record their deep appreciation to the officers and employees of the Corporation for their sincere and dedicated work done during the year under report.

**For and on behalf of the Board of Directors
of the Meghalaya State Warehousing Corporation**

Sd/-
Managing Director



MEGHALAYA STATE WAREHOUSING CORPORATION
LOWER LACHUMIERE::OLD TAXATION BUILDING::SHILLONG-793001

BALANCE SHEET AS AT 31ST MARCH, 2022

Previous Year	Capital and Liabilities	Current Year	Previous Year	Property and Assets	Current Year
	SHARE CAPITAL:				
	AUTHORISED CAPITAL:				
50000000.00	5,00,000 Shares of Rs. 100/- each	50000000.00	866.00	At Head Of	514.00
			9.00	At Warehouse	9.00
	ISSUED AND PAID UP CAPITAL:				
	5,00,000 Shares of Rs. 100/- each				
21356200.00	State Government	37743800.00	775.20		19143.20
12256200.00	Central Warehousing Corporation	12256200.00	22301.31		104901.31
	0.00 Share Application (16,124 shares of Rs. 100/- each)	1612400.00	191900.00		140106.00
			24328.00		25129.00
					289279.51
	FINANCIAL AID FROM GOVERNMENT:				
4296389.00	Financial Assistance (State Government)	2108887.00			
2715536.00	Financial Assistance (for Office Building)	0.00			
22616236.58	RESERVES AND SURPLUS:				
	Depreciation Fund	23231033.40			
12593888.00	Retirement Benefit Endowment, Employee Welfare Fund	9299460.00			
9061095.19	General Reserve	13073285.24			
572465.00	CURRENT LIABILITIES & PROVISIONS:				
	Provision for Pay Revision for Staffs, Warehouse, etc.	0.00			
0.00	Provision -Construction & Repairs at WH.	899835.00			
1523625.00	Provision for Income Tax	2670336.00			
659743.99	DEFERRED TAX LIABILITY:				
68212.81	Earlier Years	725956.80			
	Current Year	81766.57			
	CASH AT BANK:				
	With Meghalaya Co-operative Apex Bank Limited in:				
	Curr	19143.20			
	Sav	104901.31			
	Sav	140106.00			
	Sav	25129.00			
	FIXED TERM DEPOSITS:				
	General Fund Investment	33620061.60			
	With State Bank of India in:				
	Savings Bank Account	237312.75			
	Security Deposits from Tenants, as per Schedule 'B' annexed	1419721.00			
	Depreciation Fund Investment, as per Schedule 'C' annexed	22616236.58			
	Retirement Benefit Endowment, Employee Welfare Fund Investment	8026395.00			
	as per Schedule 'D' annexed	4744156.00			
	FIXED ASSETS:				
	as per Schedule 'A' (i) annexed	27560659.61			
	as per Schedule 'A' (ii) annexed	12084979.00			
	as per Schedule 'A' (ii) annexed	29436585.05			
	CAPITAL WORK IN PROGRESS:				
	as per Schedule 'A' (ii) annexed	807723.37			

Auditor

Director

Director

Managing Director

Chairman



MEGHALAYA STATE WAREHOUSING CORPORATION
LOWER LACHUMIERE::OLD TAXATION BUILDING::SHILLONG-793001

87717591.57 TOTAL BROUGHT FORWARD	112802940.01	84979578.87 TOTAL BROUGHT FORWARD	108063651.31
OTHER LIABILITIES:		OTHER ASSETS:	
402572.00 Liabilities for expenses, as per Schedule 'H' annexed	422752.00	500000.00 Financial Assistance Receivable	500000.00
0.00 Arrear-DA Payable	63477.00	8338.00 Stationery in Hand	4243.00
1731082.00 Security Deposit from Construction Contractors	200366.00	741113.00 Sundry Debtors as per Schedule 'E' annexed	685445.00
147924.00 Security Deposit from Tenants	1428951.00	2822803.00 Accrued Interest on Fixed Deposit, as per Schedule 'F' annexed	2326354.00
5000.00 Security Deposit (Tender for Outsourced Man Power)	5000.00	115000.00 Advances, as per Schedule 'G' annexed	105000.00
5640.30 Security Deposit from Staff as per Schedule 'I' annexed	5640.30	800.00 Security Deposit with DOT	800.00
0.00 Security Deposit (Manpower)	62500.00	345100.00 Earnest Money(s) held as Security Deposit	38470.00
94064.00 Contractor Bill for Material With	94064.00	133492.00 GST Receivable	160020.00
		<u>Advance Income Tax and TDS</u>	
		1908749.00 F.Y. 2020-21	1908749.00
		0.00 F.Y. 2021-22	1283858.00
		20000.00 Other Loans and Advances	0.00
<u>91434973.87</u>	<u>115086590.31</u>		<u>115086590.31</u>


Chairman


Managing Director


Director


Director




Auditor



MEGHALAYA STATE WAREHOUSING CORPORATION
LOWER LACHUMIERE::OLD TAXATION BUILDING::SHILLONG-793001

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022

Previous Year	Expenses	Current Year	Previous Year	Income	Current Year
7470101.00	Establishment Expenses, as per Schedule J	8040310.56	10375479.00	Warehousing Charges	10315952.00
539422.77	Depreciation on Fixed Assets	614796.82	3857099.00	Interest on: Fixed Deposits	3120127.00
6316923.23	Profit Before Tax (PBT) Carried Down	4881117.62	70872.00	Saving Bank Account	3195486.00
			22997.00	Miscellaneous Receipts	24787.00
14326447.00		13536225.00	14326447.00		13536225.00
1523625.00	Provision for Income Tax	1146711.00	6316923.23	Profit Before Tax (PBT) Brought Down	4881117.62
4793298.23	Profit After Tax (PAT) Carried Down	3734406.62	0.00		
6316923.23		4881117.62	6316923.23		4881117.62
66212.81	Provision for Deferred Tax	81766.57	4793298.23	Profit After Tax (PAT) Brought down	3734406.62
4727085.42	Balance transferred to General Reserve	3652640.05			
4793298.23		3734406.62	4793298.23		3734406.62
	Earnings per equity Share:				
	14.06 Basic		7.31		

SCHEDULE K - SIGNIFICANT ACCOUNTING POLICIES
SCHEDULE L - NOTES ON ACCOUNTS

 Chairman
 Managing Director
 Director
 Auditor
 Auditor



MEGHALAYA STATE WAREHOUSING CORPORATION
LOWER LACHUMIERE:::OLD TAXATION BUILDING:::SHILLONG-793001

FIXED ASSETS	Schedule 'A (i)' Schedule of Fixed Assets										NET BLOCK			
	GROSS BLOCK					DEPRECIATION					As at 1st April 2021	As at 31st March 2022		
	As at 1st April 2021	Additions during the year up to 30.09.2021	after 30.09.2021	Adjustments	Sales/ Deduction	As at 31st March 2022	Rate of Depn.	As at 1st April 2021	For the year	Adjustments	Deductions	As at 31st March 2022	As at 1st April 2021	As at 31st March 2022
LAND AT COST:														
Shillong	28303.00	0.00	0.00	0.00	0.00	28303.00						28303.00	28303.00	
Jowai	26719.02	0.00	0.00	0.00	0.00	26719.02						26719.02	26719.02	
Williamnagar	1.00	0.00	0.00	0.00	0.00	1.00						1.00	1.00	
Khanapara	2611790.75	0.00	0.00	0.00	0.00	2611790.75						2611790.75	2611790.75	
Aralimie (Tura)	374179.70	0.00	0.00	0.00	0.00	374179.70						374179.70	374179.70	
Nongstoin	623332.00	0.00	0.00	0.00	0.00	623332.00						623332.00	623332.00	
M.S.W.C.	0.00	0.00	233332.00	0.00	0.00	233332.00						0.00	233332.00	
BUILDING:														
Shillong	1577788.32	0.00	0.00	0.00	0.00	1577788.32	5.00%	1198804.35	18849.20	0.00	0.00	1217753.54	378983.98	
Jowai	1728035.79	0.00	0.00	0.00	0.00	1728035.79	5.00%	1223797.79	25211.90	0.00	0.00	1249009.69	504238.00	
Williamnagar	2967548.44	0.00	0.00	0.00	0.00	2967548.44	5.00%	2025280.88	47113.38	0.00	0.00	2072394.26	942287.56	
Khanapara	7221515.25	0.00	0.00	0.00	0.00	7221515.25	5.00%	3850415.94	168554.97	0.00	0.00	4018910.91	3371099.31	
Aralimie (Tura)	3111481.13	318215.00	0.00	318215.00	0.00	3111481.13	5.00%	2250360.03	43056.03	0.00	0.00	2293416.55	861120.61	
Nongstoin	3043331.00	0.00	0.00	0.00	0.00	3043331.00	5.00%	1365537.81	83889.66	0.00	0.00	144947.46	1593903.54	
Office Building	233332.00	1084464.00	0.00	233332.00	0.00	1084464.00	5.00%	0.00	54223.20	0.00	0.00	54223.20	233332.00	
OFFICE COMPUTER	224741.00	0.00	0.00	0.00	0.00	224741.00	40.00%	176323.59	19366.97	0.00	0.00	195690.55	48417.41	
FURNITURE AND FIXTURE	170878.88	0.00	326862.00	0.00	0.00	497740.88	18.10%	133825.10	36287.71	0.00	0.00	170112.81	37053.58	
DUNNAGE AND EQUIPMENTS	292765.91	12474.41	0.00	0.00	0.00	305240.35	13.91%	287525.84	2464.09	0.00	0.00	289989.92	5240.07	
ELECTRICAL INSTALLATION	1574344.30	0.00	159433.00	0.00	0.00	1733777.30	13.91%	1181134.66	64383.03	0.00	0.00	1255527.69	383208.64	
PLANT & MACHINERY:														
Nongstoin	119327.00	0.00	0.00	0.00	0.00	119327.00	18.10%	83460.36	6491.86	0.00	0.00	89952.22	35866.64	
WATER INSTALLATION:														
Tura	43778.00	0.00	0.00	0.00	0.00	43778.00	5.00%	34562.16	480.79	0.00	0.00	35022.96	9215.84	
Khanapara	64834.00	0.00	0.00	0.00	0.00	64834.00	5.00%	49669.24	758.24	0.00	0.00	50427.47	15164.76	
Office Building	0.00	292892.00	0.00	0.00	0.00	292892.00	5.00%	0.00	14634.60	0.00	0.00	14634.60	0.00	
VEHICLE	789311.00	0.00	0.00	0.00	0.00	789311.00	25.89%	717488.15	18594.94	0.00	0.00	736083.08	71822.85	
RING WELL:														
Khanapara	8145.00	0.00	0.00	0.00	0.00	8145.00	5.00%	6365.11	88.99	0.00	0.00	6454.10	1779.89	
OFFICE MACHINERY	230701.00	0.00	0.00	0.00	0.00	230701.00	13.91%	206382.86	3382.65	0.00	0.00	209765.52	24318.14	
ROADS AND BRIDGES	494476.32	0.00	0.00	0.00	0.00	494476.32	5.00%	356983.82	8674.63	0.00	0.00	363858.44	137492.50	
TOTAL	27560659.61	1707845.41	719627.00	551547.00	0.00	29436688.05	-	15157918.16	614796.82	0.00	0.00	15772714.98	12402741.45	
TOTAL as on 31.03.2021	27511159.61	0.00	555811.00	506311.00	0.00	27560659.61	-	14618495.39	539422.77	0.00	0.00	15157918.16	12852664.21	

Chairman  Managing Director  Director  Auditor 



MEGHALAYA STATE WAREHOUSING CORPORATION
LOWER LACHUMIERE::OLD TAXATION BUILDING::SHILLONG-793001

Schedule 'A (ii)' Schedule of Capital Work in Progress													
CAPITAL WORK IN PROGRESS	GROSS BLOCK					DEPRECIATION					NET BLOCK		
	As at 1st April 2021	Additions during the year		Adjustments	Sales/ Deduction s	As at 31st March 2022	Rate of Depm.	As at 1st April 2021	For the year Adjustments	Deductions	As at 31st March 2022	As at 1st April 2021	As at 31st March 2022
		up to 30.09.2021	after 30.09.2021										
Addl 500 MT Khanapara W/h	0.00	556900.00	546874.00	0.00	0.00	6025644.00					0.00	0.00	6025644.00
Approach Road at Khanapara	0.00	0.00	522130.00	0.00	0.00	522130.00					0.00	0.00	522130.00
Electricification at Williamnagar	0.00	0.00	290005.00	0.00	0.00	290005.00					0.00	0.00	290005.00
Office Building (MSWC)	0.00	0.00	3818160.00	0.00	0.00	3818160.00					0.00	0.00	3818160.00
Repair Works at Jowai W/H	0.00	0.00	90855.00	0.00	0.00	90855.00					0.00	0.00	90855.00
Toilet Block & Weighbridge Control Room at Khanapara	0.00	0.00	366610.00	0.00	0.00	366610.00					0.00	0.00	366610.00
Weighbridge at Williamnagar	0.00	0.00	971575.00	0.00	0.00	971575.00					0.00	0.00	971575.00
TOTAL	0.00	556900.00	11528079.00	0.00	0.00	12084979.00	0.00	0.00	0.00	0.00	0.00	0.00	12084979.00

Auditor

Director

Director

Managing Director

Chairman



MEGHALAYA STATE WAREHOUSING CORPORATION
LOWER LACHUMIERE::OLD TAXATION BUILDING::SHILLONG-793001

(all figures in Rs.)

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS

			CURRENT YEAR	PREVIOUS YEAR
B	<u>FIXED DEPOSITS:</u>			
	Security from Tenants		1419721.00	1419721.00
			<u>1419721.00</u>	<u>1419721.00</u>
C	<u>DEPRECIATION FUND INVESTMENT ACCOUNT:</u>			
	Fixed Deposits		20108337.58	22583124.00
	FD transferred from General Fund Investment		3122695.82	33112.58
			<u>23231033.40</u>	<u>22616236.58</u>
D	<u>RETIREMENT BENEFIT ENDOWMENT, EMPLOYEE WELFARE FUND INVESTMENT:</u>			
	Savings Bank Account		33658.00	3515897.00
	Fixed Deposits		4710498.00	4510498.00
			<u>4744156.00</u>	<u>8026395.00</u>
E	<u>SUNDRY DEBTORS:</u>	<u>More than six months</u>	<u>Less than six months</u>	
	Food Corporation of India	0.00	358943.00	368914.00
	MeCOFED	86328.00	0.00	86328.00
	Chandan Choudhury	0.00	424.00	98461.00
	Durga Prasad	0.00	318.00	0.00
	Gaulam Prasad	0.00	190284.00	0.00
	Railtel (Jowai)	0.00	0.00	83351.00
	Kaliashram Kedernath	0.00	29653.00	59102.00
	Sajal Gupta	0.00	29495.00	44957.00
			<u>695445.00</u>	<u>741113.00</u>
F	<u>ACCRUED INTEREST ON FIXED DEPOSITS:</u>			
	Accrued Interest on General Fund Investment		916659.00	1174741.00
	Accrued Interest on Depreciation Fund investment		1020307.00	1217223.00
	Accrued Interest on Retirement Benefit Fund		279859.00	218528.00
	Accrued Interest on Security Deposit of Tenants		109529.00	72311.00
			<u>2326354.00</u>	<u>2682803.00</u>
G	<u>ADVANCES:</u>			
	Advance to Staff		105000.00	115000.00
			<u>105000.00</u>	<u>115000.00</u>
H	<u>LIABILITIES FOR EXPENSES:</u>			
	Audit Fees Payable		31500.00	31500.00
	Cess Tax Payable		0.00	5063.00
	ECPF to PF Organisation Payable		107820.00	82693.00
	GST Payable		149738.00	157220.00
	Income tax for Contractor		0.00	10126.00
	Professional Charges Payable		111600.00	99225.00
	TDS Payable		15900.00	14525.00
	Electric and Electrical Charges Payable		2034.00	0.00
	Conveyance Allowance (EE) Payable		1336.00	0.00
	Stationery, Printing, etc Payable		648.00	0.00
	Telephone Charges Payable		2176.00	2220.00
			<u>422752.00</u>	<u>402572.00</u>


Chairman


Managing Director


Director


Director



Auditor



MEGHALAYA STATE WAREHOUSING CORPORATION
LOWER LACHUMIERE::OLD TAXATION BUILDING::SHILLONG-793001

I	<u>SECURITY DEPOSITS: STAFF</u>		
	Shri Mek Bahadur	250.90	250.90
	Shri Morning Star Pathaw	389.40	389.40
	Shri Aleric Tariang	5000.00	5000.00
		5640.30	5640.30
J	<u>ESTABLISHMENT EXPENSES</u>		
	Advertisement	35238.00	18270.00
	Annual Subscription Fees	0.00	30000.00
	Arrcar- DA	89587.00	0.00
	Audil Fees	35000.00	35000.00
	Bank Charges	1670.00	1032.00
	Books & Periodicals	460.00	2050.00
	Meeting expenses	0.00	805.00
	Conveyance Expenses and Allowances	278830.00	263100.00
	Digital Signature Charges	3500.00	0.00
	CCPF (Deposit) Expenses	607662.00	527410.00
	Electric and Electrical Charges	41519.00	13537.00
	Insurance (Vehicle) Charges	11916.00	12880.00
	Miscellaneous Expenditure	11920.00	1755.00
	Rent, Rates and Taxes	121038.00	241680.00
	Office Contingency	1200.00	2518.00
	Office Shifting Expenses	5000.00	0.00
	Pay & Allowances	5795927.00	5332100.00
	Postage & Stamps	11518.00	0.00
	Printing & Stationery	51391.00	68095.00
	Professional Charges	8968.00	80564.00
	Professional Charges (Compiler)	62000.00	0.00
	Prior period adjustments	83293.56	122677.00
	Repairs	131927.00	0.00
	Repairs and Maintenance Expenses	0.00	280699.00
	Telephone Charges	56907.00	28682.00
	Travelling Expenses	26636.00	50847.00
	Wages	568203.00	356400.00
		8040310.56	7470101.00


Chairman


Managing Director


Director


Director



Auditor



**MEGHALAYA STATE WAREHOUSING CORPORATION
LOWER LACHUMIERE :: OLD TAXATION BUILDING :: SHILLONG-793001**

SCHEDULE K - SIGNIFICANT ACCOUNTING POLICIES

Convention

- To prepare financial statements in accordance with the applicable Accounting Standards in India.
- A summary of the important accounting policies, which have been applied consistently, is set out below.
- The financial statements have also been prepared in accordance with the relevant presentational requirements of Form 'A' and Form 'B' laid out in pursuance of Rule 18(a), (b) of the Meghalaya State warehousing Corporation Rules, 1980.

Basis of Accounting

- To prepare financial statements in accordance with the historical cost convention modified by revaluation of Fixed Assets as and when under taken as detailed below:

Fixed Assets

- To state Fixed Assets at the historical cost of acquisition/construction, inclusive of taxes, royalty, stamp duty and all incidental expenses related to acquisition/construction.
- To safe land at actual cost or notional cost of acquisition, AS 12 treatment is absorbed in the accounting policy.

Depreciation

- To calculate depreciation on Fixed Assets in a manner that amortizes the cost of assets over their useful estimated lives at the rates specified in Schedule XIV to the Companies Act.
- Since the State Warehousing Corporation does not fall within the ambit of the Companies Act except for the purpose of Income Tax only, the rates as provided in the Companies Act, 2013 are adopted voluntarily by the corporation.
- To exclude land from being amortized.
- To transfer the depreciation for a given financial year to a Depreciation Fund, the balance of which is represented by investment in long term financial assets.

Investments

To state current investments at cost including the accrual income on such investments.


Chairman


Managing Director


Director


Director


Auditor



**MEGHALAYA STATE WAREHOUSING CORPORATION
LOWER LACHUMIERE :: OLD TAXATION BUILDING :: SHILLONG-793001**

Retirements Benefits

- To make monthly contribution to Employees Provident Fund which are charged against revenue.
- To make annual provisions for gratuity, which are transferred to a Fund, the balance of which is represented by investments in long term financial assets.

Deferred Tax Liability

- Deferred tax provision has been made as per AS-22, Accounting for Taxes.



Chairman



Managing Director



Director



Director



Auditor



**MEGHALAYA STATE WAREHOUSING CORPORATION
LOWER LACHUMIERE :: OLD TAXATION BUILDING :: SHILLONG-793001**

SCHEDULE – L- NOTES ON ACCOUNTS

1. Provision for Income Tax amounting to Rs. 11,46,771/- has been made during the year.
2. Fixed Deposits have been earmarked as follows:

Sl.	Particulars	Amount (Rs.)
A.	Depreciation Fund Investment	2,32,31,033.40
B.	General Fund Investment	3,66,20,061.60
C.	Security Deposits from Tenants	14,19,721.00
D.	Retd. Benefit Endowment, Employees Welfare Fund Investment	47,10,498.00

3. Paid-up Capital to the tune of Rs. 1,63,87,600/- has been received from the State Government for FY 2021-22 vide Govt. Letter No. COD.26/2004/Pt.II/772 dated 25-03-2022, taking the total capital of the corporation to Rs. 5 crores, i.e., equaling the authorized capital. A further Rs. 16,12,400 received from the State Government on the same date, has been parked under "Share Application A/c" until increase in authorized share capital is duly approved.
4. An amount of Rs. 31,22,695.82 was transferred from General Fund Investment to Depreciation Fund Investment account to match the fund account and fund investment account balances.
5. There is a shortfall between the balance in the Retirement Benefit Endowment and Employees Welfare Fund Account and the corresponding balance in the Investments with regards to the same, due to paucity of funds.
6. Financial Assistance against Managerial Subsidy sanctioned by the State Government to the tune of Rs. 5 Lacs is yet to be released. Necessary correspondence against the same has been made with the State Government for release of the said fund at the earliest.
7. Current years' profit balance of Rs. 36,52,640.05 has been transferred to General Reserve.
8. Capital Work-in-Progress has been booked to the tune of Rs. 1,20,84,979.00 against Capital and Construction Works commissioned and commenced, but not yet completed, as at 31st of March, 2022. Accordingly, no depreciation has been charged on the same.
9. Actuarial valuation of gratuity and retirement benefits has not been undertaken in accordance with AS-15 as details against the same from M/s LIC are still awaited and correspondence for resolution of the matter has been duly struck.
10. Prior period adjustments have been made wherever necessary.
11. A provision for the financial year 2021-22 to the tune of Rs. 81,766.57 has been made in the accounts against Deferred Tax Liability.
12. Previous year's figures have been regrouped, rectified and/or reclassified, wherever necessary.


Chairman


Managing Director


Director


Director



Auditor



AUDITOR'S REPORT

To,

The Members
The Meghalaya State Warehousing Corporation limited
Shillong, Meghalaya

We have audited the accompanying standalone financial statements of **MEGHALAYA STATE WAREHOUSING CORPORATION LIMITED** which comprise the Balance Sheet as at **31st March 2022**, and the statement of Profit and Loss for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Corporation's Board of Directors is responsible for the matters with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Corporation in accordance with the accounting principles generally accepted in India. The responsibility also includes maintenance of adequate accounting records in accordance with provision of the Act for safeguarding the assets of the Corporation and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgment and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation of financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the standards and Auditing issued by the Institute of Chartered Accountant of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement, of the financial statements, whether



due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Union's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, **except for the effects of the matter described in the basis for Qualified Opinion section of our report**, the aforesaid financial statements give the information required by the Warehousing Act 1956 in the matter so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the State of affairs of the Company as at March 31st, 2022 and profit/loss.

Basis for Qualified Opinion:

We draw attention to the following qualifications:

1. There were instances of balance in Meghalaya Co-operative Apex Bank Limited exceeding **Rs. 1.0 Lakh** in contravention to the provision of Rule 16(ii) of Chapter V of the Meghalaya State Warehousing Corporation Rules, 1976.
2. There were instances of Cash expenses exceeding Rs. 500.00 in contravention to the provision of Rule 16(iii) of Chapter V of the Meghalaya State Warehousing Corporation Rules, 1976.
3. Actuarial valuation of Gratuity and Retirement Benefits has not been done by the Corporation as required under AS 15.
4. Retirement Benefit Endowment and Employees Welfare Fund Account having a balance of Rs. 9299460/- is represented by a sum of Rs. 4744156/- in the form of Fixed Deposits, thereby leaving a difference of Rs. 4555304/- between fund and asset balance.
5. Third party confirmation and /or Acknowledgement of debt by Sundry Debtors was not made available to us.
6. Fund to the extent of Rs. 500000/- sanctioned by the State Government during the F.Y 2018-19 for Managerial Subsidy is yet to be received by the Corporation.



7. Third Party Confirmation for Fixed Deposits amounting to Rs. 18000000/- was not forthcoming. The same appears as an item in the Bank reconciliation Statement (as on 31.03.2022) and we are unable to comment on the same
8. Provision for "Construction and Repair at Warehousing" amounting to Rs. 9999835/- is based on estimated cost of such work and not on actual billed amount.
9. The Corporation did not hold requisite number of Board Meetings as well as Executive meetings.

Meetings	No. of meetings to be held	No. of meetings actually held
Board of Directors	4 (four) in a Financial Year	2 (two) in a Financial Year
Executive meetings	12 (twelve) in a Financial Year	No meetings held during FY 2021-22.

Other Key Matters:

1. Out of Rs. 18000000/- amount received from Meghalaya Government towards share Application money, Rs. 1612400/- could not be converted to Paid-up Capital as Authorised Capital was not enhanced before receipt of such amount.

UDIN as issued by ICAI: 22307881ARVYIN7032

**For M/s
SSD &Co.
Chartered Accountants
FRN: 0326761E**

Date:12.09.2022

Place: Shillong

**Sd/-
(CA.Diksha Purkayastha)
Partner
Mem No. 307881**



OFFICE OF THE MEGHALAYA STATE WAREHOUSING CORPORATION

SHILLONG

Management's Reply to the Statutory Auditor's Report for the year 2021-2022

**Independent Auditors' Report to the Members
of Meghalaya State Warehousing Limited
Shillong, Meghalaya**

We have audited the accompanying standalone financial statements of **MEGHALAYA STATE WAREHOUSING CORPORATION LIMITED** which comprise the Balance Sheet as at **31st March 2022**, and the statement of Profit and Loss for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Corporation's Board of Directors is responsible for the matters with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Corporation in accordance with the accounting principles generally accepted in India. The responsibility also includes maintenance of adequate accounting records in accordance with provision of the Act for safeguarding the assets of the Corporation and for preventing and



detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgment and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation of financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the standards and Auditing issued by the Institute of Chartered Accountant of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement, of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Union's preparation and fair presentation of the



financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, **except for the effects of the matter described in the basis for Qualified Opinion section of our report**, the aforesaid financial statements give the information required by the Warehousing Act 1956 in the matter so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the State of affairs of the Company as at March 31st, 2022 and profit/loss.

Basis for Qualified Opinion:

We draw attention to the following qualifications:

1. There were instances of balance in Meghalaya Co-operative Apex Bank Limited exceeding Rs. 1.0 Lakh in contravention to the provision of Rule
1. Noted for action.



16(ii) of Chapter V of the Meghalaya State Warehousing Corporation Rules, 1976.

- | | |
|--|--|
| <p>2. There were instances of Cash expenses exceeding Rs. 500.00 in contravention to the provision of Rule 16(iii) of Chapter V of the Meghalaya State Warehousing Corporation Rules, 1976.</p> <p>3. Actuarial valuation of Gratuity and Retirement Benefits has not been done by the Corporation as required under AS 15.</p> <p>4. Retirement Benefit Endowment and Employees Welfare Fund Account having a balance of Rs. 9299460/- is represented by a sum of Rs. 4744156/- in the form of Fixed Deposits, thereby leaving a difference of Rs. 4555304/- between fund and asset balance.</p> <p>5. Third party confirmation and /or Acknowledgement of debt by Sundry Debtors was not made available to us.</p> <p>6. Fund to the extent of Rs. 500000/- sanctioned by the State Government during the F.Y 2018-19 for Managerial Subsidy is yet to be received by the Corporation.</p> <p>7. Third Party Confirmation for Fixed Deposits amounting to Rs. 18000000/- was not forthcoming. The same appears as an item in the Bank reconciliation</p> | <p>2. Noted for action.</p> <p>3. Necessary correspondence has been made with LIC. The reply is awaited.</p> <p>4. Due to paucity of fund corresponding investment of this fund could not be made during the year. Efforts are being made to bridge this gap.</p> <p>5. Since the monthly rates of storage charges of the Debtors are same as per agreement during the year, hence Sundry Debtors have been created on the basis of our calculation.</p> <p>6. The matter has been taken up with State Government. Response is still awaited.</p> <p>7. Noted.</p> |
|--|--|



Statement (as on 31.03.2022) and we are unable to comment on the same

8. Provision for "Construction and Repair at Warehousing" amounting to Rs. 9999835/- is based on estimated cost of such work and not on actual billed amount.
9. The Corporation did not hold requisite number of Board Meetings as well as Executive meetings.

8. Noted. However, a provision was made on that basis.
9. Noted.

<u>Meetings</u>	<u>No. of Meetings to be held</u>	<u>No. of Meetings actually held</u>
Board of Directors	4(four) in a Financial Year	2(two) in Financial Year
Executive Meetings	12(twelve) in a Financial Year	No meetings held during FY 2021-22

Other Key Matters

1. Out of Rs. 18000000/- amount received from Meghalaya Government towards Share Application money Rs. 1612400/- could not be converted to paid-up Capital as Authorised Capital was not enhanced before receipt of such amount.

1. Pending approval from Government of India the amount remains as Share Application money.

UDIN as issued by ICAI: 22307881ARVYIN7032

Date: 12.09.2022

Place: Shillong

Sd/-
M/s SSD & Co.
Chartered Accountants
FRN:0326761E

Sd/-
Managing Director

**SEPARATE AUDIT REPORT OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 31 (8) OF THE WAREHOUSING CORPORATION ACT, 1962 ON THE
ACCOUNTS OF MEGHALAYA STATE WAREHOUSING CORPORATION FOR THE YEAR
ENDED 31 MARCH 2021.**

The preparation of financial statements of Meghalaya State Warehousing Corporation for the year ended **31 March 2021** in accordance with financial reporting framework prescribed under the Warehousing Corporations Act, 1962 and the generally accepted accounting principles is the responsibility of the management of the Corporation. The Statutory Auditors appointed by State Government on the advice of the Comptroller and Auditor General of India under Section 31 (3) of the Warehousing Corporations Act, 1962 are responsible to express an opinion on these financial statements based on independent audit in accordance with the Auditing and Assurance Standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their **Audit Report dated 23 December 2021**.

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

We, on behalf of the Comptroller and Auditor General of India, have conducted the audit of the financial statements of **Meghalaya State Warehousing Corporation for the year ended 31 March 2021** under Section 31 (8) the Warehousing Corporations Act, 1962. This audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to enquiries of the Statutory Auditors and the Corporation personnel and selective examination of some of the accounting records. Based on the audit, we would like to highlight the following significant matters under Section 31 (8) the Warehousing Corporations Act, 1962, which have come to our attention and which, in our view, are necessary for enabling a better understanding of the financial statements and the related Audit Report issued by the Statutory Auditors.



Comments of the Comptroller and Auditor General of India	Replies of the Management
<p>A. Balance Sheet</p> <p>Capital and Liabilities</p> <p>Current Liabilities</p> <p>Current Liabilities and Provisions : Rs. 15.23 lakh</p> <p>Refer CAG's comment no. B on the Accounts for 2019-20 regarding non-compliance by the Corporation to the instructions of the Central Warehousing Corporation given in exercise of powers conferred under section 20(4) of the Warehousing Corporation Act 1962 for payment of minimum annual dividend (30 percent of Profit After Tax (PAT) or 5 percent of net Worth, whichever is higher) to the shareholders. The minimum liability on this account for 2019-20 and 2020-21 worked out to Rs. 13.23 lakh and Rs. 14.38 lakh respectively. The Corporation, however, has not provided for this liability (Rs. 27.62 lakh) for the said two years even though the Corporation has already declared (February 2021) and paid (May 2022) the dividend for 2019-20 (Rs. 13.23 lakh).</p> <p>This resulted in understatement of 'Current Liabilities and Provisions – Dividend Payable' by Rs. 27.62 lakh with corresponding overstatement of 'General Reserves' to the same extent.</p> <p>B. General</p> <p>The Company received income Tax Refund of Rs. 3.13 lakh prior period (FY 2019-20) and accounted the same directly under 'General Reserves' instead of routing through the Profit and Loss Account' contrary to the 'Generally Accepted Accounting Principles'.</p>	<p>Considering the financial position of the Corporation and quantum of profit earned by the Corporation, it is evident that the Corporation is not in a position to declare dividend at a prescribed rate of 5% of Net worth. Accordingly the BOD has decided to pay a token dividend @ 30% of PAT for the year 2019-20 and @ 20% of PAT for the year 2020-21 respectively.</p> <p>Further, since dividend is a payout from profit appropriation account and is subject to approval of AGM, hence, provision under Current Liabilities could not possibly be created. Hence, there is no understatement of Current Liabilities of provision as overstatement of General Reserve. Consequently, we shall pass necessary accounting entries with the General Reserve in the current Financial Year 2022-23.</p> <p>As pointed by the Auditor during the F/Y 2020-2021, Corporation received Income tax Refund amounting to Rs. 3.13 lakh for the F/Y 2019-20. Accordingly the IT refund amount has been adjusted with the Provision created for IT and the amount has been booked under General Reserves A/c.</p>

Sd/-
Accountant General (Audit)

Sd/-
Managing Director
Meghalaya State Warehousing Corporation
Shillong



**SEPARATE AUDIT REPORT OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 31 (8) OF THE WAREHOUSING CORPORATION ACT, 1962 ON THE
ACCOUNTS OF MEGHALAYA STATE WAREHOUSING CORPORATION FOR THE YEAR
ENDED 31 MARCH 2022.**

The preparation of financial statements of **Meghalaya State Warehousing Corporation** for the year ended **31 March 2022** in accordance with financial reporting framework prescribed under the Warehousing Corporations Act, 1962 and the generally accepted accounting principles is the responsibility of the management of the Corporation. The Statutory Auditors appointed by State Government on the advice of the Comptroller and Auditor General of India under Section 31 (3) of the Warehousing Corporations Act, 1962 are responsible to express an opinion on these financial statements based on independent audit in accordance with the Auditing and Assurance Standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their **Audit Report dated 12 September 2022**.

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

We, on behalf of the Comptroller and Auditor General of India, have conducted the audit of the financial statements of **Meghalaya State Warehousing Corporation for the year ended 31 March 2022** under Section 31 (8) the Warehousing Corporations Act, 1962. This audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to enquiries of the Statutory Auditors and the Corporation personnel and selective examination of some of the accounting records. Based on the audit, we would like to highlight the following significant matters under Section 31 (8) the Warehousing Corporations Act, 1962, which have come to our attention and which, in our view, are necessary for enabling a better understanding of the financial statements and the related Audit Report issued by the Statutory Auditors.



Comments of the Comptroller and Auditor General of India	Replies of the Management
<p>A. Balance Sheet</p> <p>Capital and Liabilities</p> <p>Current Liabilities</p> <p>1. Current Liabilities and Provisions:</p> <p>Rs. 126.70 lakh</p> <p>Refer CAG's Comment No. A on the Accounts for 2020-21 regarding non-compliance by the Corporation to the instructions of the Central Warehousing Corporation given in exercise of powers conferred under section 20(4) of the Warehousing Corporation Act 1962 for payment of minimum annual dividend (30 percent of Profit After Tax (PAT) or 5 percent of net Worth, whichever is higher) to the shareholders. The minimum liability on this account for 2020-21 and 2021-22 worked out to Rs. 9.59 lakh and Rs. 11.20 lakh respectively. The Corporation, however, has not provided for this liability (Rs. 20.79 lakh) for the said two years even though the Corporation has already declared (March 2022) and paid (October 2022) the dividend for 2020-21 (Rs. 11.98 lakh).</p> <p>This resulted in understatement of 'Current Liabilities and Provisions – Dividend Payable' by Rs. 20.79 lakh with corresponding overstatement of 'General Reserves' to the same extent.</p> <p>Property and Assets</p> <p>2. Capital work in Progress: Rs. 294.37 lakh</p> <p>This is overstated by Rs. 38.18 lakhs due to non-inclusion of the cost of the Office Building of the Corporation (net after adjusting Rs. 49.20 lakh</p>	<p>Considering the financial position of the Corporation and quantum of profit earned by the Corporation, it is evident that the Corporation is not in a position to declare dividend at a prescribed rate of 5% of Net worth. Accordingly Corporation declared dividend @ 30% of PAT for the year 2019-20 and @ 25% of PAT for the year 2020-21 respectively as approved by the AGM.</p> <p>Further, since dividend is a payout from profit appropriation account and is subject to approval of AGM, hence, provision under Current Liabilities could not possibly be created. Hence, there is no understatement of Current Liabilities of provision as overstatement of General Reserve.</p> <p>Noted, shall be consider in the subsequent year.</p>



being the portion of building cost financed through Financial aid from State Government) which should have been transferred to 'Fixed Assets' as the construction of the Building has already been completed (November 2021) during 2021-22. This has correspondingly resulted in understatement of 'Fixed Assets' to the same extent.

B. General

Disclosure regarding government grant: As per para 23 of the AS-12, the accounting policy adopted for government grants, including the methods of presentation in the financial statements should be disclosed in the Financial Statements. The same was not disclosed.

Noted

Sd/-
Accountant General (Audit)

Sd/-
Managing Director
Meghalaya State Warehousing Corporation
Shillong