



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	-	4900 M.T
3.	Jowai, West Jaintia Hills District	-	1600 M.T
4.	Williamnagar, East Garo Hills District	-	2200 M.T
5.	Araimile, West Garo Hills District	-	4500 M.T
6.	Nongstoin, West Khasi Hills District	-	2500 M.T
	Total	-	<u>18,200 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. (a) | Shri. Jai Prakash
DS (PoL-I)
Director,
Ministry of Consumer Affairs
Deptt. of Food & Public Distribution
Government of India.
(w.e.f 03-11-2022) | ... | Member |
| (b) | Shri Amber Pratap Singh
Director,
Ministry of Consumer Affairs
Deptt. of Food & Public Distribution
Government of India.
(w.e.f 01-11-2023) | ... | Member |



- (c) M/s Alice Roseline Tete
Director ... Member
Ministry of Consumer Affairs
Deptt. of Food & Public Distribution
Government of India.
(w.e.f 18-03-2024)
2. Smt. E. S. Brisohbar ... Member
Regional Manager,
Central Warehousing Corporation
Regional Office, Guwahati.
3. Ms Jessy Jacob ... Member
Secretary
Corporate office, CWC
4. Deputy General Manager (B & O) ... Member
State Bank of India, Local Head Office,
Shillong
5. Shri. Rickman G. Momin ... Member
Upper Rongjeng,
East Garo Hills
Meghalaya – 794410

Banker: Meghalaya Co-operative Apex Bank Ltd., Head Office, Shillong.
Statutory Auditors: Shruti Pradhan & Associates (ER0925), Chartered Accountant,
Meghalaya, Shillong.



OFFICE OF THE MEGHALAYA STATE WAREHOUSING CORPORATION :: SHILLONG

Chairman's Speech for the Forty-Eight Annual General Meeting of the Meghalaya State Warehousing Corporation, Shillong

Ladies & Gentlemen,

I have great pleasure in welcoming you to the Forty-Eight 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 2023-2024 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 ₹. 1,73,42,351.00 and the profit for the year is ₹.59,99,510.22 lakhs.

During the current financial year, the Corporation has received a Share Capital Contribution of Rs.1,00,000.00 lakh from Government of Meghalaya. There has also been an increased in the limit of Authorised Share Capital from ₹.5.00 crores to ₹.10.00 crores which was notified in the gazette on 3rd November 2023 and was ratified by the Board of Directors on 28th June 2024.

The storage capacity of the Corporation remained at 18200 metric tonne during the close of the financial year. The average utilised capacity during the year under report was 94.505%. The revenue earned during the year under report could not reach the target due to non-utilisation of a portion of Tura warehouse which is basically due to lack of customers. Earnest efforts had been made by office to get suitable customers for the unutilised portion of the godown.

I would like to extend my thanks wholeheartedly to our valuable depositors for their continued patronage and confident reposed on us. I thank the State Government, Central Warehousing Corporation, Managing Director and the distinguished Directors of the Board for their valuable and timely support in the efficient running of the Corporation. Last but not the least I wish to place on record my deep appreciation of the continued enthusiasm shown by the employees at all levels.

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 Eight 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 2024. The financial performance and the progress made by the Corporation is highlighted below:-

FINANCIAL REPORT

INCOME

Sl.No.	Particulars	Years	
		2022-2023	2023-2024
1.	Warehouse charges	₹. 1,18,23,987.00	₹. 1,17,81,885.00
2.	Interest	₹. 39,35,631.00	₹. 54,98,594.00
3.	Other Income	₹. 93,964.00	₹. 61,872.00
	Total	₹. 1,58,53,582.00	₹. 1,73,42,351.00

EXPENDITURE

1.	Establishment	₹. 92,52,984.00	₹. 99,96,184.00
2.	Depreciation on fixed Assets	₹. 12,27,893.53	₹. 13,46,656.78
	Total	₹. 1,04,80,877.53	₹. 1,13,42,840.78
	Profit/Loss	(+) ₹. 53,72,704.47	(+) ₹. 59,99,510.22

CAPITAL STRUCTURE:

The limit of Authorised Share Capital of the Corporation has increased from Rs.5.00 crores to Rs.10.00 crores with effect from the current financial year. Paid up Share Capital of the Corporation as on 31st March 2024 stands at Rs.8,87,12,400/- the Share Capital contribution is shared on 50:50 basis by both Shareholders i.e. Government of Meghalaya Rs.6,73,56,200/- and Central Warehousing Corporation Rs.2,13,56,200/-



WORKING RESULT:

The average utilized capacity during the year under report was 94.505%. The revenue earned during the year stood at Rs.117.81 as against of Rs.118.24 lakhs of the preceding year.

CONSTRUCTION PROGRAMME

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	–	4900 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	–	<u>2500 M.T</u>
Total		<u>18,200 MT</u>

SUNDRY DEBTORS:-

The outstanding and realizable storage charges against the storage space utilized is Rs.7.21 lakhs which includes storage rent from FCI for the month of March 2024 amounting to Rs.4.60 lakhs generally paid by FCI on completion of the month and Rs.2.61 lakh the outstanding from Durga Prasad, Gautam Prasad and Kalishram Kedarnath. 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 2023-2024. 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 and Auditor General of India has appointed Shruti Pradhan & Associates (ER0925) Chartered Accountant as Auditors of Meghalaya State Warehousing Corporation for the year 2023-2024.

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, 2024

Previous Year	Capital and Liabilities	Current Year	Previous Year	Property and Assets	Current Year
	SHARE CAPITAL:			CASH IN HAND:	
	AUTHORISED CAPITAL:			At Head Office (On Imprest Account)	731.00
50000000.00	10,00,000 Shares of Rs. 100/- each	100000000.00		At Warehouse	9.00
	ISSUED AND PAID UP CAPITAL:			CASH AT BANK:	
	8,87,124 Shares of Rs. 100/- each			With Meghalaya Co-operative Apex Bank Limited in:	
37743800.00	State Government	67356200.00	2797.20	Current Account	3898.20
12256200.00	Central Warehousing Corporation	21356200.00	330726.31	With State Bank of India in:	
				Savings Bank Account (General) I	9416095.31
			128665.00	Savings Bank Account (General) II	215034.00
			25940.00	Savings Bank Account (General) III	26795.00
10712400.00	Share Application	0.00	100216.25	Savings Bank Account	579385.25
	FINANCIAL AID FROM GOVERNMENT:				10241207.76
1560863.00	Financial Assistance (State Government)	1560863.00			
	RESERVES AND SURPLUS:			FIXED/ TERM DEPOSITS:	
24458926.93	Depreciation Fund	25805883.71	36577525.07	General Fund Investment	52797544.29
9299460.00	Retirement Benefit Endowment, Employee Welfare Fund	9186960.00	1764364.00	Security Deposits from Tenants, as per Schedule 'B' annexed	1897688.00
13710837.88	General Reserve	1742521.92	24458926.93	Depreciation Fund Investment, as per Schedule 'C' annexed	25805583.71
	CURRENT LIABILITIES & PROVISIONS:			Retirement Benefit Endowment, Employee Welfare Fund Investment as per Schedule 'D' annexed	5234726.00
2448661.00	Provision -Construction & Repairs at Warehouse	1768610.00	5345242.00		
1369471.00	Provision for Income Tax	1345104.00		FIXED ASSETS:	
			34693514.05	as per Schedule A I	41735418.05
790458.50	Earlier Years	790458.50		CAPITAL WORK IN PROGRESS:	
	Current Year	164857.18	7033805.00	as per Schedule A II	1768610.00
114351078.31	TOTAL CARRIED FORWARD	146760458.31	110461878.81	TOTAL CARRIED FORWARD	139481517.81

Sd/
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

Sd/-
Auditor



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

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2024

Previous Year	Expenses	Current Year	Previous Year	Income	Current Year
9252984.00	Establishment Expenses, as per Schedule J	9996187.00	11823987.00	Warehousing Charges	11781885.00
1227893.53	Depreciation on Fixed Assets	1346556.78	3846967.00	Interest on: Fixed Deposits	5449422.00
5372704.47	Profit Before Tax (PBT) Carried Down	5999510.22	88664.00	Saving Bank Account	49172.00
<u>15853582.00</u>		<u>17342351.00</u>	<u>15853582.00</u>	Miscellaneous Receipts	43327.00
1369471.00	Provision for Income Tax	1345104.00	52620.00	Income from IT Refund	18545.00
4003233.47	Profit After Tax (PAT) Carried Down	4654406.22	5372704.47	Profit Before Tax (PBT) Brought Down	5999510.22
<u>5372704.47</u>		<u>5999510.22</u>	<u>5372704.47</u>	Profit After Tax (PAT) Brought down	4654406.22
0.00	Provision for Deferred Tax Liability	164857.18	4003233.47	Provision for Deferred Tax asset	0.00
4020498.34	Balance transferred to General Reserve	4489549.04	17264.87		
<u>4020498.34</u>		<u>4654406.22</u>	<u>4020498.34</u>		<u>4654406.22</u>
	<u>Earnings per equity Share:</u>				
	8.04 Basic	5.06			

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

Sd/- Chairman
Sd/- Managing Director
Sd/- Director
Sd/- Director
Sd/- Auditor



MEGHALAYA STATE WAREHOUSING CORPORATION
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FIXED ASSETS	A I- Fixed Assets (Tangible Assets)										USEFUL LIVES (in Years)			
	GROSS BLOCK					NET BLOCK								
	As at 1st April 2023	Additions during the year up to 30.09.2023	after 30.09.2023	adjustment	Sales/ Deductions	As at 31st March 2024	As at 1st April 2023	Deductions	Adjustments	As at 31st March 2024				
LAND AT COST:														
Shillong	28303.00	0.00	0.00	0.00	0.00	28303.00	28303.00			28303.00	28303.00			
Jowai	26719.02	0.00	0.00	0.00	0.00	26719.02	26719.02			26719.02	26719.02			
Williamnagar	1.00	0.00	0.00	0.00	0.00	1.00	1.00			1.00	1.00			
Khanapara	2611790.75	0.00	0.00	0.00	0.00	2611790.75	2611790.75			2611790.75	2611790.75			
Araitmile (Tura)	374179.70	0.00	0.00	0.00	0.00	374179.70	374179.70			374179.70	374179.70			
Nongstoin	623332.00	0.00	0.00	0.00	0.00	623332.00	623332.00			623332.00	623332.00			
M.S.W.C.	233332.00	0.00	0.00	0.00	0.00	233332.00	233332.00			233332.00	233332.00			
BUILDING:														
Shillong	157788.32	49794.00	99810.00	1246.00	0.00	1726146.32	1234858.59	19470.39	0.00	0.00	1254328.98	342929.73	471817.34	86369.62
Jowai	1728035.79	0.00	0.00	0.00	0.00	1728035.79	171895.15	21803.52	0.00	0.00	1293698.67	456140.64	434337.12	86401.79
Williamnagar	2967548.44	1392351.00	0.00	0.00	0.00	4359899.44	2115256.30	102506.30	0.00	0.00	2717762.60	852792.14	2142136.84	217994.97
Khanapara	8189379.25	5314545.00	0.00	500.00	0.00	13503424.25	4184797.32	451442.94	0.00	0.00	4636240.26	4004581.93	8867183.99	67196.21
Araitmile (Tura)	3111481.13	0.00	0.00	0.00	0.00	3111481.13	2332445.04	37160.02	0.00	0.00	2369605.06	779036.09	741876.07	15574.06
Nongstoin	3043331.00	0.00	0.00	0.00	0.00	3043331.00	1526514.33	73413.93	0.00	0.00	1599928.25	1516816.67	1449402.75	151166.55
Office Building	3894463.00	0.00	0.00	0.00	0.00	3894463.00	165117.45	181619.13	0.00	0.00	346736.58	3729345.55	3547726.42	19473.15
OFFICE COMPUTER	22741.00	0.00	187150.00	0.00	0.00	411891.00	213503.95	8743.85	0.00	0.00	222247.80	11237.05	189643.20	20594.55
FURNITURE AND FIXTURE	497740.68	0.00	0.00	0.00	0.00	497740.68	261352.37	65834.15	0.00	0.00	327186.51	236388.31	170554.17	24887.03
DUNNAGE AND EQUIPMENTS	305240.35	0.00	0.00	0.00	0.00	305240.35	305240.35	-15250.43	0.00	0.00	289989.92	0.00	15250.43	15250.43
ELECTRICAL INSTALLATION	2104859.30	0.00	0.00	0.00	0.00	2104859.30	1637800.28	120921.58	0.00	0.00	17588721.86	467059.02	346137.44	105242.97
PLANT & MACHINERY:														
Nongstoin	119317.00	0.00	0.00	0.00	0.00	119327.00	95272.29	4356.31	0.00	0.00	99628.60	24054.71	19698.40	5966.35
Williamnagar	586816.00	0.00	0.00	0.00	0.00	586826.00	12515.57	103950.19	0.00	0.00	116465.76	574310.43	470560.24	29341.30



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

Aii- Fixed Assets (Capital Work in Progress)						
CAPITAL WORK IN PROGRESS	As at 1st April 2023	Additions during the year		Adjustments	Conversions to Fixed Assets (Tangible)	As at 31st March 2024
		up to 30.09.2023	after 30.09.20 23			
Addl 500 MT Khanapara W/h	6025644.00	0.00	0.00	5265195.00	0.00	760449.00
Approach Road at Khanapara	0.00	0.00	0.00	0.00	0.00	0.00
Electricification at Williamnagar	0.00	0.00	0.00	0.00	0.00	0.00
Office Building (MSWC)	1008161.00	0.00	0.00	0.00	0.00	1008161.00
Repair Works at Jowai W/H	0.00	0.00	0.00	0.00	0.00	0.00
Toilet Block & Weighbridge Control Room at Khanapara	0.00	0.00	0.00	0.00	0.00	0.00
Weighbridge at Williamnagar (FC)	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	7033805.00	0.00	0.00	5265195.00	0.00	1768610.00

Sd-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

Sd/-
Auditor



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 FIXED DEPOSITS:				
Security from Tenants			1897688.00	1764364.00
			1897688.00	1764364.00
C DEPRECIATION FUND INVESTMENT ACCOUNT:				
Fixed Deposits			24458926.93	23231033.40
FD transferred from General Fund Investment			1346656.78	1227893.53
			25805583.71	24458926.93
D RETIREMENT BENEFIT ENDOWMENT, EMPLOYEE WELFARE FUND INVESTMENT:				
Savings Bank Account			74228.00	34744.00
Fixed Deposits			5160498.00	5310498.00
			5234726.00	5345242.00
E SUNDRY DEBTORS:				
	<u>More than six months</u>	<u>Less than six months</u>		
Food Corporation of India	0.00	460397.00	460397.00	438287.00
Chandan Choudhury	0.00	0.00	0.00	19003.00
Durga Prasad	0.00	863.00	863.00	0.00
Gautam Prasad	0.00	180089.00	180089.00	0.00
Kaliashram Kedernath	0.00	80527.00	80527.00	0.00
			721876.00	457290.00
F ACCRUED INTEREST ON FIXED DEPOSITS:				
Accrued Interest on General Fund Investment			3666901.00	2023941.00
Accrued Interest on Depreciation Fund investment			2008294.00	1132469.00
Accrued Interest on Retirement Benefit Fund			565519.00	295921.00
Accrued Interest on Security Deposit of Tenants			146312.00	71810.00
			6387026.00	3524141.00
G ADVANCES:				
Advance to Staff			195000.00	95000.00
			195000.00	95000.00

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

Sd/-
Auditor



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

H LIABILITIES FOR EXPENSES:

Audit Fees Payable	31500.00	31500.00
ECPF to PF Organisation Payable	127559.00	118106.00
GST Payable	178086.00	185282.00
Professional Charges Payable	55800.00	55800.00
TDS on Dividend Payable	21722.00	0.00
TDS Payable	10092.00	9700.00
Electric and Electrical Charges Payable	2112.00	2551.00
Conveyance Allowance (EE) Payable	3852.00	3853.00
Wages Payable	45833.00	0.00
Telephone Charges Payable	2176.00	2177.00
	478732.00	408969.00

I SECURITY DEPOSITS

Security Deposit from Construction Contractors	452253.00	347471.00
Security Deposit from Tenants	1897688.00	1764364.00
Security Deposit (Tender for Outsourced Man Power)	5000.00	5000.00
Security Deposit (Manpower)	62500.00	62500.00
	2417441.00	2179335.00

J ESTABLISHMENT EXPENSES

Advertisement	23110.00	18774.00
Arrear- DA	89358.00	123378.00
Audit Fees	35000.00	35000.00
Bank Charges	1068.00	1454.50
Books & Periodicals	1229.00	2244.00
Conveyance Expenses and Allowances	293003.00	291019.00
Digital Signature Charges	3000.00	0.00
ECPF (Deposit) Expenses	769053.00	726099.00
Electric and Electrical Charges	27443.00	28393.00
Insurance (Vehicle) Charges	12465.00	0.00
Miscellaneous Expenditure	2889.00	3298.00
Rent, Rates and Taxes	2500.00	0.00
Office Contingency	3100.00	2700.00
Pay & Allowances	6656467.00	6205522.00
Postage & Stamps	6820.00	12873.00
Printing & Stationery	36356.00	79130.50
Professional Charges	4790.00	9540.00
Professional Charges (Compiler)	62000.00	62000.00
Prior period adjustments	25429.00	25629.00
Repairs	652147.00	616248.00
Telephone Charges	26197.00	26545.00
Travelling Expenses	102714.00	66709.00
TA/DA to staff	0.00	1110.00
Wages	1065973.00	915318.00
Sitting Fees	4000.00	0.00
Annual Subscription Fees	90000.00	0.00
B.O.D & A.G.M Meeting Expenses	73.00	0.00
	9996184.00	9252984.00

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

Sd/-
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 II to the Companies Act, 2013
- 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 over the years.
- 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.

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.

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

Sd/-
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. 13,45,104/- has been made during the year, after adjusting all opening provisions, opening advance taxes and opening TDS against Income tax with regards to previous years for which assessments have been completed.
2. Fixed Deposits have been earmarked as follows:

Sl.	Particulars	Amount (Rs.)
A.	Depreciation Fund Investment	2,58,05,583.71
B.	General Fund Investment	5,27,97,544.29
C.	Security Deposits from Tenants	18,97,688.00
D.	Retd. Benefit Endowment, Employees Welfare Fund Investment	52,34,726.00

3. The Authorized Share Capital of the Company has been increased from Rs. 5 Crores in the previous FY to Rs. 10 Crores in the Current FY (i.e., 10 Lac shares of Rs. 100 each) vide Government of Meghalaya's Notification dated 23rd of November, 2023. Furthermore, Share Capital of Rs. 1 Crore has been received from the State Government during the year vide Govt. Sanction No. COOD/0024/22032024/4435/01 dated 22nd of March, 2024. Moreover, entire balance of Share Application Money (pending allotment) has been transferred to Paid-up Capital during the FY (Rs. 91 Lakhs being transferred to Paid-up Capital from CWC and Rs. 196.12 Lakhs transferred to Paid-up Capital from State Government).
4. During the year, (a) Rs. 13,46,656.78 was transferred from General Fund Investment to Depreciation Fund Investment ; (b) Rs. 1,33,324.00 was transferred from General Fund Investment to Security Deposit from Tenants' Investment and (c) Rs. 55,000.00 was transferred from EPF Fund Investment to General Fund Investment.
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. The amount has been booked as "Financial Assistance Receivable".
7. Current years' profit balance of Rs. 44,89,549.04 has been transferred to General Reserve.



8. Capital Work-in-Progress has a year-end balance to the tune of Rs. 17,68,610.00 against Capital and Construction Works commissioned and commenced, but not yet completed, as at 31st of March, 2024. Accordingly, no depreciation has been charged on the same.
9. Prior period adjustments have been made wherever necessary.
10. Provision for Deferred Tax Liability for the financial year 2023-24 to the tune of Rs. 1,64,857.18 has been provided in the accounts.
11. Previous year's figures have been regrouped, rectified and/or reclassified, wherever necessary.

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

Sd/-
Auditor



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

Deferred Tax for the Financial Year 2023-2024

Fixed Asset Category	Rate	Opening Balance	Additions (up to 30.09.2023)	Balance after additions	Additions (after 30.09.2023)	Deductions	Total	Depreciation as per Income-tax (vi)	Closing Balance	Depreciation as per Books (vii)
	(i)	(ii)			(iii)	(iv)				
a. Furniture & Fixtures	10.00%	326733.37	0.00	326733.37	0.00	0.00	326733.37	32673.34	294060.03	65834.15
b. Dunnage & Equipments	15.00%	10760.00	0.00	10760.00	0.00	0.00	10760.00	1614.00	9146.00	-15250.43
c. Electrical Equipments	15.00%	514137.74	0.00	514137.74	0.00	0.00	514137.74	77120.66	437017.08	120921.58
d. Water Installation	15.00%	213502.88	0.00	213502.88	0.00	0.00	213502.88	32025.43	181477.45	42742.73
e. Vehicle	15.00%	35892.27	0.00	35892.27	0.00	0.00	35892.27	5383.84	30508.43	0.00
f. Machinery	15.00%	571140.66	0.00	571140.66	0.00	0.00	571140.66	85671.10	485469.56	108306.50
g. Office Computer	40.00%	18905.04	0.00	18905.04	187150.00	0.00	206055.04	44992.01	161063.02	8743.85
h. Land	0.00%	3664325.47	0.00	3664325.47	0.00	0.00	3664325.47	0.00	3664325.47	0.00
i. Building	10.00%	10096092.59	6756690.00	16852782.59	99810.00	1746.00	16950846.59	1690181.46	15260665.14	887416.23
j. Roads & Bridges	5.00%	638766.09	0.00	638766.09	0.00	0.00	638766.09	31938.30	606827.78	127942.17
k. Ring Well	5.00%	1571.27	0.00	1571.27	0.00	0.00	1571.27	83.56	1587.70	0.00
TOTAL		16091927.37	6756690.00	22848617.37	286960.00	1746.00	23133831.37	2001683.71	21132147.66	1346656.78

Depreciation as per Income-tax Act, 1961

Depreciation as per Books

Timing Difference

Deferred Tax Liability

2001683.71

1346656.78

655026.93

164857.18

Note- Effective Rate taken as per Sec.115BAA : -

25.168%

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director
Sd/-
Auditor



OFFICE OF THE MEGHALAYA STATE WAREHOUSING CORPORATION
SHILLONG

INDEPENDENT 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 2024**, 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 and Rules made thereunder for safeguarding the assets of the corporation and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgement 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 misstatements, 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 on Auditing issued by the institute of Chartered Accountants 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 auditors' judgement, 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 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 manner 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, 2024 and profit/loss.

Basis for Qualified Opinion:

We draw attention to the following qualifications:

1. The Significant Accounting Policies or the Notes on Accounts has no mention of method adopted for treatment of Government Grants.
2. 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.
3. There was one instance 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. (in the final audit report we will give some instances that can be found from tally).
4. Actuarial valuation of Gratuity and Retirement Benefits has not been done by the Corporation as required under AS 15.
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 FY 2018-19 for Managerial Subsidy is yet to be received by the Corporation.
7. The Corporation did not hold requisite number of Board Meetings as well as Executive meetings.

<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 2023-24

UDIN: 24062930BKHIUA9574

Date: 23-08-2024

Place: Shillong

Sd/-
Managing Director

Sd/-
Shruti Pradhan & Associates
Chartered Accountants
Proprietor



OFFICE OF THE MEGHALAYA STATE WAREHOUSING CORPORATION

SHILLONG

Management's Reply to the Statutory Auditor's Report for the year 2023-2024

Independent Auditors' Report to the Members

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 2024**, 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 and Rules made thereunder for safeguarding the assets of the corporation and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgement 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 misstatements, 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 on Auditing issued by the institute of Chartered Accountants 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 auditors' judgement, 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 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 manner 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, 2024 and profit/loss.

Basis for Qualified Opinion:

We draw attention to the following qualifications:

1. The Significant Accounting Policies or the Notes on Accounts has no mention of method adopted for treatment of Government Grants.
 2. 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.
 3. There was one instance 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. (in the final audit report we will give some instances that can be found from tally).
1. We understand there is no change in accounting policies. What was charged is only the methodology of charging depreciation.
 2. During the current Financial Year no Govt. grant/Financial Assistance except Share Capital was received by the corporation. However matter is noted for future reference
 3. Noted



4. Actuarial valuation of Gratuity and Retirement Benefits has not been done by the Corporation as required under AS 15.
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. The Corporation did not hold requisite number of Board Meetings as well as Executive meetings.
4. As per clause AS-15 is applicable for enterprise/entity having 50 or more employee. LIC was also approach for actuarial valuation as required under AS 15 and has informed that minimum 10 employees are required for making actuarial valuation. Since Corporation has less than 10 employees, the matter is noted for future reference.
5. Since the storage rent bills are raised basing on the rate as per agreement, Sundry Debtor has been calculated on that basis. However, all Sundry debtors has been recovered as on date except for an amount of Rs. 9,134/- which is under process.
6. The matter has been taken up with State Government Response is still awaited.
7. Noted for compliance.

<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 2023-24

UDIN: 24062930BKHIUA9574

Date: 23-08-2024

Place: Shillong

Sd/-

Shruti Pradhan & Associates
Chartered Accountants
Proprietor

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 2023.

The preparation of financial statements of **Meghalaya State Warehousing Corporation (Corporation)** for the year ended **31 March 2023** 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 8 July 2023**.

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 2023** 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>Fixed Asset: Rs. 346.94 lakh (Gross Block)</p> <p>1. The above includes the cost of Office Building (Rs. 28.10 lakh) completed in October 2021 but capitalised in 2022-23. As the building was already completed and occupied during the year 2021-22, it should have been capitalised during 2021-22. This resulted in understatement of depreciation by Rs. 1.31 lakh (prior period: Rs. 0.65 lakh; current year: Rs. 0.66 lakh) and overstatement of Fixed Assets (Net Block) to the same extent. Consequently, 'Profit for the year' is overstated by the same amount.</p> <p>Current Liabilities and Provisions</p> <p>2. This does not include liability of Rs. 0.60 lakh (current year: Rs. 0.30 lakh; prior period: Rs. 0.30 lakh) payable towards Annual Subscription of National Association of Warehousing Corporations, which should have been provided for. This has resulted in understatement of 'Current Liabilities and Provisions' and overstatement of 'Profit for the year' by Rs. 0.60 lakh each.</p> <p>Capital Work-in Progress: Rs. 70.34 lakh</p> <p>3. This is overstated by Rs. 0.91 lakh due to wrong inclusion of repair expenses relating to Jowai Warehouse Complex, which should have been charged to revenue. This has corresponding resulted in overstatement of 'Profit for the year' to the same extent.</p>	<p>As the final cost of the building get established only when the Corporation received the final bill from CPWD the executing body. The capitalisation could not be effected. Final bill was received during the financial year 2022-2023.</p> <p>Payment intimation letter has been received during the period hence, no provision could be provided. However, the matter is noted for future reference.</p> <p>Corrective adjustment entries shall be effected during the financial year 2023-2024.</p>



Comments of the Comptroller and Auditor General of India	Replies of the Management
<p>B. General</p> <p>1. The Central Warehousing Corporation (CWC) in exercise of powers conferred under section 20(4) of the Warehousing Corporation Act, 1962 had instructed (December 2018/February 2019) the Corporation to pay minimum annual dividend of 30 per cent of 'Profit After Tax' (PAT) or 5 per cent of 'Net worth', whichever is higher, from the financial year 2014-15 onwards. However, the Corporation is yet to comply with the above directions of the CWC. This fact merits for suitable disclosure under 'Note to Accounts'</p> <p>2. As per Accounting Standard – 10 (refer para 81), the financial statements of the Corporation, for each class of Property, Plant and Equipment inter-alia should disclose the useful lives, the method of depreciation and the depreciation rates used. However, no such disclosures were made under 'Notes on Accounts'</p>	<p>Noted</p> <p>Noted</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 2024.

The preparation of financial statements of **Meghalaya State Warehousing Corporation (Corporation)** for the year ended **31 March 2024** 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 August 2024**.

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 2024** 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 Property And Assets Fixed Assets (Schedule A I) Building at Khanapara: Rs. 135.03 Lakh (Gross Block)</p> <p>1. This is understated by Rs. 20.12 lakh as the capital cost incurred on construction of additional 500 MT Warehouse Building at Khanapara was not capitalised, although the construction had already been completed (December 2022) on the Balance Sheet date. This has correspondingly resulted in understatement of 'Fixed Assets – Building at Khanapara' and 'Current Liabilities & Provisions' to the same extent. Further, due to non-charging the depreciation on the said fixed assets for the current year, the 'profit for the year' was also overstated by Rs. 1.01 lakh.</p> <p>B. General</p> <p>2 The Central Warehousing Corporation (CWC) in exercise of powers conferred under section 20(4) of the Warehousing Corporation Act, 1962 had instructed (December 2018/February 2019) the Corporation to pay minimum annual dividend of 30 per cent of 'Profit After Tax' (PAT) or 5 per cent of 'Net worth', whichever is higher, from the</p>	<p>Since the final figure for balance payment against the work was not received hence same could not booked in the account although the work was completed. The balance amount will be taken into account as soon as the final bill is received from CPWD.</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 30 percent of PAT or 5% of net worth and the matter will be decided by the AGM of shareholders.</p>



financial year 2014-15 onwards. However, the Corporation is yet to comply with the above directions of the CWC. This fact merits for suitable disclosure under 'Note to Accounts'. The Corporation has not taken corrective action despite the issue having been highlighted in the CAG's Separate Audit Report for the year 2020-21 (comment no. A), 2021-22 (comment no. A1) and 2022-24 (comment no. B1).

Sd/-
Principal Accountant General
(Audit)

Sd/-
Managing Director
Meghalaya State Warehousing
Corporation Shillong