

37th
ANNUAL
REPORT
2013-2014



SIDICO

**SIKKIM INDUSTRIAL DEVELOPMENT
AND INVESTMENT CORPORATION LTD.
GAMNGTOK (SIKKIM)
PHONE : 03592-202637/203092**

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**SIKKIM INDUSTRIAL DEVELOPMENT
AND INVESTMENT CORPORATION LTD.
GAMNGTOK (SIKKIM)
PHONE : 03592-202637/203092**


BOARD OF DIRECTORS AS ON 31.03.2014
CHAIRMAN

SHRI K.B. BHANDARI,
Nominated by the Government.

DIRECTORS

Shri M.G Kiran IAS,
Principal Secretary to Government of Sikkim,
Finance, Revenue & Expenditure Department.

Shri D. Anandan IAS,
Secretary to Government of Sikkim,
Department of Commerce & Industries.

Shri H.K. Chettri,
Managing Director,
State Bank of Sikkim.

General Manager/Nominee,
IDBI Bank Ltd., Kolkata.

General Manager/Nominee,
SIDBI, Guwahati.

S.R Gyatso
Chief General Manager,
SIDICO

BANKERS

State Bank of Sikkim
Central Bank of India
State Bank of India
Axis Bank
Dena Bank
Allahabad Bank
Bank of Maharashtra
Corporation Bank
IDBI Bank

BRANCH OFFICE

Jorethang
South Sikkim

AUDITORS

D.P. Sen. & Company,
Chartered Accountants
Kolkata

REGD. OFFICE

Bhanu Path
Gangtok-737103
Sikkim



(A Government of Sikkim Undertaking)
Bhanu Path, Gangtok-737 103

18/4/2016

No. SIDICO/796

61/16-12

Dated: 13th October 2014.

NOTICE

Notice is hereby given that the 37th Annual General Meeting of the Sikkim Industrial Development & Investment Corporation Ltd. will be held on Tuesday, the 28th of October 2014 at 2.00 pm at Hotel Tibet, Gangtok to transact the following business:-

27th April 2016

1. To receive, consider and adopt the report of the Directors and Audited Balance Sheet and Profit & Loss Account for the year ended 31st March, 2014.
2. To appoint Auditor for the year ending 31st March, 2015 from the conclusion of the meeting till the close of the next Annual General Meeting and to fix their remuneration.

BY ORDER OF THE BOARD

SD /-

(S.R. Gyatso)
Chief General Manager



REPORT OF THE BOARD OF DIRECTORS OF THE SIKKIM INDUSTRIAL DEVELOPMENT & INVESTMENT CORPORATION LIMITED FOR THE YEAR ENDED 31ST MARCH, 2014

The Board of Directors has pleasure in presenting the 37th Annual Report on the operation of the Corporation together with the Audited Statement of Accounts for the year ended 31st March, 2014.

The Corporation has completed 37 years of existence and its performance for 2013-2014 in terms of sanctions, disbursements and recovery of loans has been enumerated herein. The State provides the required environment for development of industries herein. The State has many clean industries units that include pharmacy units and hydro power projects. The State has put a lot of stake to develop Hydro potential in the state.

Tourism has now become the largest service industry in Sikkim. The State Government has acknowledged tourism as one of the thrust areas for development in the 12th Five Year Plan. Eco-tourism, village tourism, culture tourism, adventure tourism and religion tourism has ample scope in the State. The rich culture heritage, the peace and tranquility, the natural scenic beauty as well as large collection of flora and fauna topped up by the congenial and hospitable nature of the people are the favorable attributes in the tourism industry. The State Government is promoting village tourism and home stays in rural areas to provide livelihood option to the villagers. Tourist arrival in the state has recorded an impressive increase over the years and has proved a major source of livelihood for the stakeholders in tourism.

Under rural development, urban infrastructure building, education, health, power generation, organic farming etc., the State Government has carved a niche for itself in the country. The delivery of quality health services continues to be a top priority of the Government. The upcoming 575 bedded multi-specialty hospital at Gangtok will provide the best medical facilities and treatment to the people of the state at an affordable cost. The project is in its initial stage of completion.

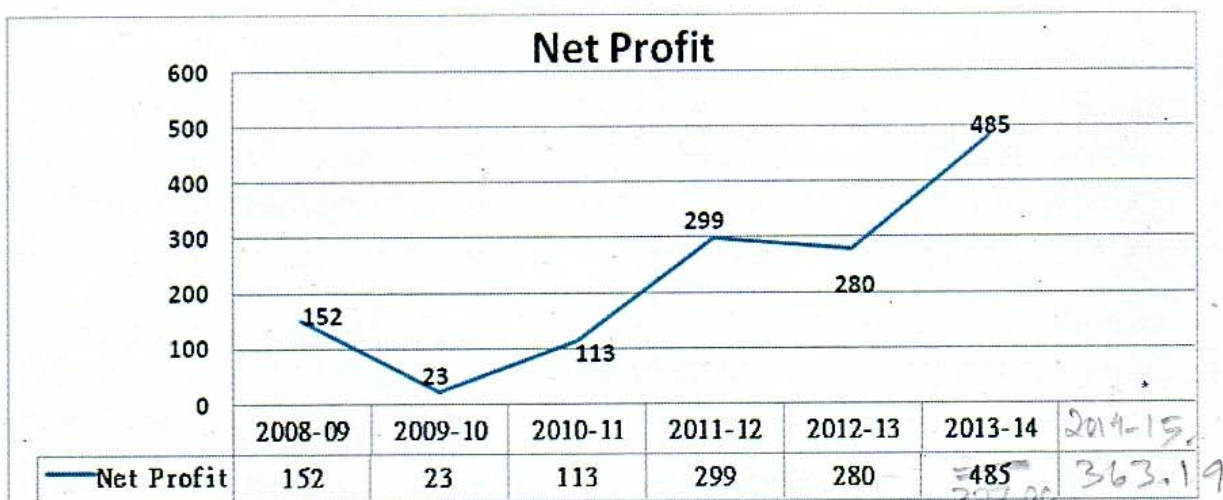
SIDICO has been an excellent delivery channel of the state Government and has successfully implemented the Chief Ministers Self Employment Scheme, HUDCO scheme, Comprehensive Education Loan, Chief Ministers' Free Scholarship Scheme, ASIDE Scheme and Projects as mandated to it.



FINANCIAL RESULTS/HIGHLIGHTS

A comparative statement of financial result of the Corporation for the last two years may be placed below:

Particulars	(Rs in lakhs) Year ended 31.03.2014	(Rs in lakhs) Year ended 31.03.2013
1. INCOME		
I. Interest on loans	1803.27	1928.62
II. Other incomes	<u>476.44</u>	<u>334.27</u>
	<u>2279.71</u>	<u>2262.89</u>
2. EXPENDITURE.		
I. Interest charges	1502.61	1511.94
II. Administrative & other charges	288.17	380.10
III. Provision for NPA	--	--
IV. Bad Debts written off	<u>1790.78</u>	<u>1892.04</u>
Gross Profit	488.93	370.85
Depreciation	3.52	4.25
NPA Provision written back	-	-
Provision for Income Tax	157.51	86.37
Operating Profit	327.88	280.23



The accounts of the Corporation have been prepared on accrual basis except in the case of income on interest on loan which is accounted for on receipt basis. The Board takes note of the pleasure to report that the working of the Corporation during the year resulted in an operating profit of Rs. 327.89 lakhs after making provision for liability arising under the income Tax Laws. During the year, the Corporation has made a provision for declaration of dividend @ 3% of its paid-up capital as on 31.03.2014 amounting to Rs. 51.43 lakhs to the shareholders. Provision has also been made for payment of dividend tax amounting to Rs 8,34,693.



Thereafter, the Corporation has been able to earn a surplus of Rs 681.75 Lakhs. The profitability can be sustained by the increase in the volume of business and also by recovery of overdue by all possible means.

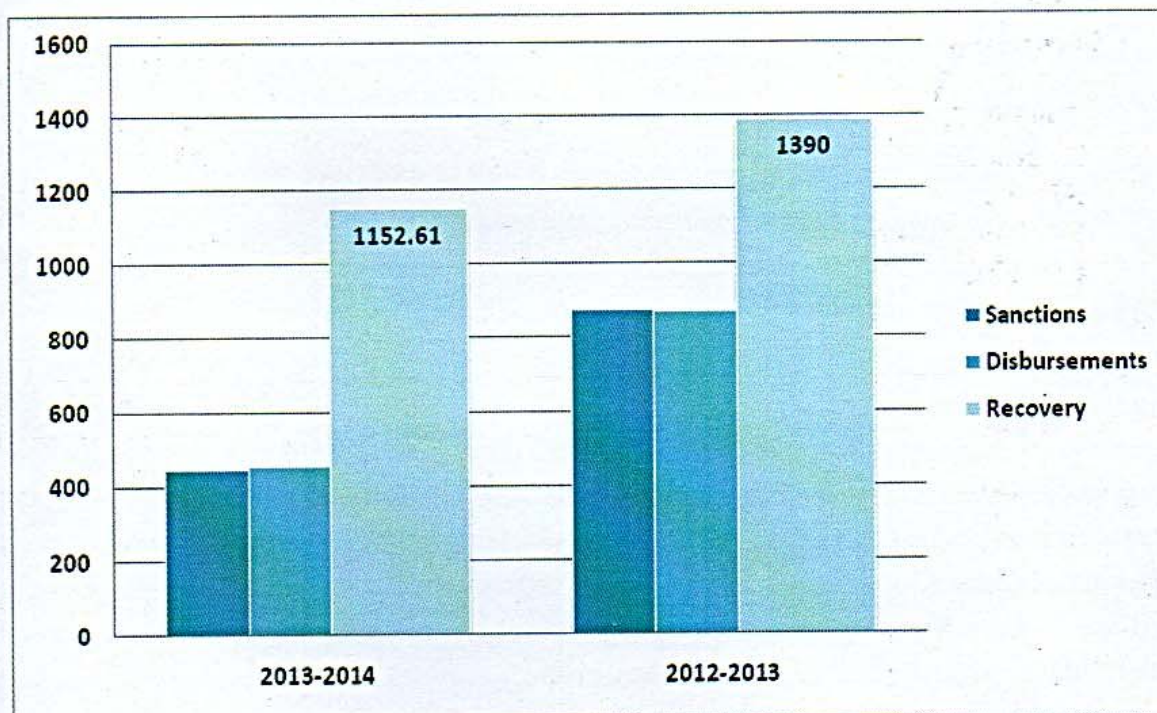
SIDICO needs access to low as funds -with the cost of borrowing being expensive, it is becoming difficult for the corporation to offer loans at competitive rates as spelled out by all the banks and other financial institutes as such SIDICO.

Review of Operations.

During the year under review, **SIDICO's** main goals were qualitative improvement of loan portfolio and boosting of recovery. The major parameters indicating the performance of the Corporation during the year in operation areas of sanctions, disbursements and recovery was satisfactory.

Particulars

	2014-15	2013-2014	(Rs. In lakhs) 2012-2013
1. Sanctions	572.75	449.30	878.90
2. Disbursements	589.30	455.17	871.85
3. Recovery	1100.71	1152.61	1390.15



Sanctions

The board scheme-wise classification of financial assistance sanctioned during the last two years is given below.

(Rs. In lakhs)

Sl.NO	Description	2013-2014		2012-2013	
		NO.	Amount	No.	Amount
1	Hotels/Restaurants	7	8.95	7	14.00
2	Composite/SSI	2	2.20	1	1.50
3	Personal Computer	28	18.00	36	17.40
4	Multipurpose	257	420.15	520	846.00
	Total	294	449.30	564	878.90



During the year, the Corporation sanctioned Rs 572.75 lakhs to 252 units/beneficiaries as against Rs 878.90 lakhs to 564 beneficiaries in the previous year. Since inception, the Corporation has sanctioned 10154 applications for an aggregate amount of Rs 116.46 Crores.

Disbursements

During the year under review, the Corporation disbursed Rs 430.10 lakhs as compared to Rs 871.85 lakhs in the previous year. The breakup of scheme-wise disbursement made during the last two years is given below:

(Rs In lakhs)			
Sl.NO	Description	2013-2014	2012-2013
1	Hotels/Restaurants	12.55	7.75
2	Composite/SSI	1.70	0.70
3	Personal Computer	18.77	17.40
4	Multipurpose	422.15	846.00
	Total	455.17	871.85

The cumulative disbursement of loan since inception is Rs 118.88 Crores. Efforts were made to reduce the time lag between sanction and corresponding disbursement.

Recovery & Follow-up.

During the year under review, considerable emphasis was laid for recovery of loans overdue and management of non-performance assets. The health of any institution is judged by its capacity to generate net internal funds and its recovery performance. The Corporation has made all concerted efforts for recovery of dues on a case-to-case basis. Meeting with the entrepreneurs were conducted to help and find reasons for default to take timely corrective action and measures have been suggested to facilitate to pay off the accumulated dues and wherever necessary repayment terms have been modified for convenient adherence for recovery by the borrowers. One time settlement was pursued as a serious recovery strategy, whenever it was found to be the best available exit route for the Corporation. The Corporation had to pursue with number of entrepreneurs for compromise settlement. The Corporation had paid special efforts for One Time Settlement in respect of old and sticky accounts in order to encourage better recycling of funds, which involves sacrifice of some interest. Chronic defaulting units were identified and the Corporation started filing fresh application cases/execution petitions under the Sikkim Public Demand Recovery Act, 2006. The aforesaid strategies and untiring efforts put in by all concerned have yielded a recovery of Rs. 1089.86 lakhs.



Sl. No	Particulars	Principal	Interest	Total demand
1.	Arrears at the beginning of the year	681.93	798.63	1480.56
2.	Amount Fallen due during the year	943.55	411.54	1355.09
3.	Total Demand	1625.48	1210.17	2835.65
4.	Less: Recovery During the Year	858.78	301.36	1160.14
5.	Less: Suit Filed Cases	182.36	224.57	406.93
6.	Arrears at the end of the year.	584.34	684.24	1268.58

The Summary of Recovery, Performance during the year under review are given below:-

Chief Minister's Self Employment Scheme.

Chief Minister's Self Employment Scheme is being implemented by the Government of Sikkim through SIDICO with a view to address the problem of unemployment in the state, under which all unemployed youth who have successfully completed livelihood/vocational courses to start up employment ventures in business, service and industrial activities. During the year in review, Rs 13.83 Crores to 910 beneficiaries were sanctioned as against Rs 7.30 Crores to 467 beneficiaries during the previous year. Since inception there has been sanction of Rs. 9196 lakhs to 7728 applicants. During the year the Corporation has been able to recover a sum of Rs 295 Lakh under the CMSES Scheme.

Comprehensive Education Loan Scheme.

The Comprehensive Education Loan is being implemented by Government of Sikkim through SIDICO. It is meant for students desiring to take up higher academic studies and professional courses in India and abroad. The maximum loan amount for study within the State is Rs. 10.00 lakhs, for study in India is Rs. 12.00 lakhs and abroad is Rs. 15.00 lakhs. Loan is interest free for duration of the course e plus one year or 6 months after getting employment whichever is earlier.

During the year under review, the Corporation sanctioned Rs 9.67 crores to 610 students (inclusive of 269 additional loan cases) for pursuing higher studies as against the sanction of Rs. 6.05 crores to 431 students in the previous year. The cumulative sanction since inception is Rs. 44.56 crores to 2124 students. During the year, the Corporation has recovered an amount of Rs. 1.93 crores under the scheme.

Chief Minister's Self Reliant Scheme

This scheme is formulated by the Government of Sikkim for those youths who have no formal educational qualification but possess experience in any vocational activity to take up income generating self employment. The maximum financial assistance eligible under the scheme is Rs 50,000/- per individual. The loan shall be interest free for the first two years from the date of first disbursement. Thereafter it shall bear interest @ 6% per annum and shall be repayable in 5 years on EMI basis.

Chief Minister's Free Scholarship Loan

During the year under review the Corporation took up sanction of only one candidate (as per the scheme) for study at Howard School of Education, USA for Rs. 22 lakhs.



Interest Rate Structure

Interest rate structure on Term Loan and Multipurpose Loan on 31.03.2013 is given below:

SI.NO	PARTICULARS	PERCENTAGE
1	Upto and inclusive of Rs. 200000/-	12.00 % p.a
2	Over Rs. 200000/-	12.50% p.a
3	Multipurpose Loan	12.50% p.a

Equity Participation

The Corporation did not participate in the equity of any project during the year. The equity participation made by the Corporation as on date is as follows:-

(Rs. In lakhs)			
SI.NO	Name of company	No. of Shares	Amount invested
1	Sikkim Vanaspati Limited	932763	93.28
2	West Bengal Consultancy Organization	75	0.75
3	Sikkim Jewels Ltd.	78129	116.15
4	10 Ancillary Units of Sikkim Jewels Ltd.	48750	48.75
	TOTAL	1059717	258.93

Investments beside sizeable amount of term loan are locked up in M/s Sikkim Vanaspati Ltd. And M/s Sikkim Jewels Ltd. and its 10 ancillary units. Since the network of the investments made by the Corporation in M/s Sikkim Vanaspati Ltd. M/s Sikkim Jewels Ltd and its 10 ancillary units is negative, the Corporation has made 100% provision for diminution of investments in value of investments in the said companies during the year.

Authorized and Paid Up Capital

The Authorized Share Capital of the Corporation is Rs. 20.00 crores. The pattern of share holding of the Corporation as on March 31, 2014 is given below:-

Pattern of Shares Holding	Amount	(Rs. In Lakhs)
		%
Government of Sikkim	1077.50	62.85
IDBI	636.80	37.15
TOTAL	1714.30	100.00

The Corporation requires more support from the State Government by way of equity participation to improve the liquidity position of the Corporation. Due to non-availability of adequate resources and high cost of funds, the Corporation is finding it exceedingly difficult to finance of new proposals.



Borrowing.

1. Refinance

The Corporation did not draw refinance from SIDBI. The Corporation has repaid an aggregate amount of Rs. 7.50 lakhs during the current financial year. The outstanding balance of refinance availed from SIDBI stood at Rs. 3.37 lakhs as on March 31, 2014 as against Rs. 10.88 lakhs during the previous year.

2. Take over finance loan from HUDCO

As per directives of the Government of Sikkim, the Corporation in March, 2013, availed a loan of Rs. 113.35 Crores at the interest rate of 10.70%(floating) per annum from Housing & Urban Development Corporation Limited(HUDCO) to repay the outstanding dues of the consortium of Banks. The loan is repayable in 28 quarterly installments commencing from 31.05.2013 to 29.02.2020 besides payment of interest charged on the outstanding loan on quarterly basis. The repayment of the loan is guaranteed by the Government of Sikkim. The outstanding balance of the loan as on 31st March, 2014 is Rs 96.57 Crores. During the year a sum of Rs 16.77 Crores and Rs 10.84 Crores were paid towards the Principal and Interest payment respectively.

3. Term Loan of Rs.15.00 crores and Rs. 35.00 crores availed from State Bank of Sikkim

The Corporation has availed a soft Term Loan of Rs. 50.00 crores from the State Bank of Sikkim on January, 2013, on behalf of the Government of Sikkim, to meet the immediate requirement of fund for making repayment to HUDCO, from whom SIDICO had availed Term Loan aggregating to Rs. 113.35 crores.

As per Government Order dated 18.3.2013 issued by the Finance, Revenue & Expenditure Department, Government of Sikkim in favor of HUDCO, yearly budgetary provision for repayment of the loan had to be provided in the Annual plan of the State Government and to transfer the amount to SIDICO for timely service of the loan.

The first quarterly installment of principal and interest amounting to Rs. 732.12 on the loan from HUDCO fell due on 31st May, 2013. In order to meet the repayment obligation to HUDCO for the Financial Year 2012-2013, SIDICO was directed by the Government to avail a term loan of Rs. 35.00 crores from state

The term loan of Rs. 15.00 crores bears an interest rate of 10% per annum and the loan of Rs. 35.00 crores bears interest @ 12% per annum. The loan shall be repayable in 3 years on yearly installment basis and the interest on the loan shall be served on quarterly basis. The Government of Sikkim through the Department of Finance, Revenue & Expenditure Department has undertaken to facilitate repayment of the aforesaid loan from its resources.

As per the Government directives the interest on the above loans is to be service from the recovery of CMSES Loan. During the year in review a sum of Rs 293 lakhs was made towards the payment of interest due.



Assets Classification and Provisioning

The assets have been classified into five broad categories viz. Standard Assets, Sub-Standard Assets, Thoughtful Assets I, Thoughtful Assets II and Loss Assets as per guidelines of RBI.

The classification of assets into the first three categories is taking into account the time lag between the account becoming doubtful of recovery, its redemption whereas the loans which are uncollectable (i.e.) sold/missing assets and/or suit field cases are classified as loss assets. The total provision on Non-Performing Assets as on 31st March, 2014 comes Rs. 5,32,41,975/-. Since the Corporation has already made NPA provision of Rs. 11.37 crores in the books, no further provision has been made as well as no provision is also written back during the year. Since nonperforming assets are a huge burden on the profitability, the Corporation is gearing up its efforts for reduction in the quantum of loss assets through one time settlement process and recovery proceeding through Sikkim Public Demand Recovery Act, 2006.



Management

During the year under review, the following changes took place in the Board of Directors of the Corporation.

The board welcomed Shri K.B Bhandari as the new Chairman SIDICO in place of Shri B.B Rai. Shri D. Anandan, IAS, Secretary Commerce & Industries Deptt. has joined as the new Director on the board vice Shree P.T Enthenpa, IAS, Secretary, commerce & Industries Deptt.

Shri T. Wengchuk, Managing Director, retired from service on superannuation w.e.f 01-July-2014.

Shri H.K. Chettri, SCS, Managing Director, State Bank of Sikkim has joined as Director vice Shri S.K. Shilal, SCS.

The Board places on record its deep sense of gratitude and appreciation for the valuable services rendered by the outgoing Director, Shri S.K. Shilal and Mr. T. Wangchuk, Managing Director.

Audit and Inspection

Accounts of the Corporation for the year ended 31st March, 2014 have been audited by M/s D.P. Sen. & Company, Chartered Accountants, Kolkata.



Acknowledgment

The Board places on record its appreciation and gratitude for the guidance, support and co-operation received from Government of Sikkim, **IDBI** and **SIDBI**.

The Board also appreciates the faith reposed in the Corporation by the entrepreneurs of the assisted units, officers and staff of the Corporation for their sincere effort and dedicated services rendered, whose combined efforts have enabled the Corporation to complete another year of sustained growth and progress.

On behalf of the Board of Directors

K.B. BHANDARI
CHAIRMAN



Independent Auditor's Report

To the Members of Sikkim Industrial Development and Investment Corporation Limited.

We have audited the accompanying financial statements of Sikkim Industrial Development and Investment Corporation Limited, Gangtok, East Sikkim ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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 misstatement.

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

1. Further to our comments above, we report that:

- i. Sundry payable for unallocated loan installment received amounting to Rs .2, 04,369/- is subject to necessary adjustments upon reconciliation.
- ii. Balances of Loans and Advances given are subject to confirmation from respective parties.
- iii. In our opinion, the Balance Sheet and Profit & Loss Account dealt by this report comply with applicable accounting standards notified by ICAI except AS-15 on 'Employee Benefits (Revised 2005)'.
- iv. As stated by the management, comprehensive physical verification and reconciliation of Fixed Assets with records has not been carried out. In absence of quantification of differences, if any, no provision has been made in the account in respect of any possible loss on this account.



1. Subject to Para 1 above, In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014; and
 - b) in the case of the Profit and Loss Account, of the profit for the year ended on that date;
2. We report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) The Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
3. We report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) The Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
 - b) In our opinion, the Balance Sheet and Statement of Profit and Loss comply with the applicable Accounting
 - a) Standards except mentioned above.

For D. P. Sen & Co.
Chartered Accountants
FRN: 301054E

S.K.Nayak
(Partner)
Membership No: 058711

- c) Place: Gangtok
- d) Date: 28th October, 2014



Balance Sheet as at 31st March, 2014

	Schedule	As at 31.03.14		As at 31.03.13	
		Amount (Rs)	Amount (Rs)	Amount (Rs)	Amount (Rs)
<u>SOURCES OF FUND</u>					
<u>SHAREHOLDER'S FUND</u>					
SHARE CAPITAL	1		171,430,000		171,430,000
CAPITAL RESERVE	2		23,673,189		23,673,189
<u>LOAN FUND</u>					
SECURED LOAN	3		1,392,752,142		1,568,720,304
UNSECURED LOAN	4		20,287,166		20,287,166
FUND FOR OTHER PURPOSES	5		693,073,115		435,309,346
PROFIT & LOSS ACCOUNT (CR. BALANCE)			68,175,284		41,364,425
TOTAL			2,369,390,896		2,260,784,430
<u>APPLICATION OF FUND</u>					
<u>FIXED ASSETS</u>	6				
GROSS BLOCK		17,974,723		18,983,528	
LESS : DEPRECIATION		4,226,105		4,359,795	
NET BLOCK			13,748,618		14,623,733
<u>INVESTMENT</u>	7		75,000		5,075,000
<u>CURRENT ASSETS, LOANS & ADVANCES</u>					
CASH AND BANK BALANCE	8	12,824,866		323,368,400	
TERM DEPOSIT	9	766,742,044		463,759,761	
LOANS AND ADVANCES	10	1,554,136,150		1,464,977,946	
OTHER CURRENT ASSETS	11	49,515,845		32,700,220	
<u>TOTAL CURRENT ASSETS</u>		2,383,218,905		2,284,806,327	
<u>LESS : CURRENT LIABILITIES & OTHER PROVISION</u>	12	27,651,628		43,720,630	
<u>NET CURRENT ASSETS</u>			2,355,567,278		2,241,085,697
<u>PROFIT & LOSS ACCOUNT (DR. BALANCE)</u>					
TOTAL			2,369,390,896		2,260,784,430

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

THE SCHEDULE REFERRED FROM AN INTEGRAL PART OF THE BALANCE SHEET IN TERM OF OUR REPORT OF EVEN DATE

FORD P Sen. & Co.
Chartered Accountants
Firm Regn. No. 301054E

M.No.-05871
Place: Gangtok
Date: The 28th day of October, 2014

K.B Bhandari
Chairman

S.R. Gyatso
Chief General Manager

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2014**

	Schedule	As on 31.03.2014 Amount (Rs)	As on 31.03.2013 Amount (Rs)
<u>INCOME</u>			
INTEREST ON LOAN	13	180,326,949	192,861,889
OTHER INCOME	14	47,643,774	33,426,741
TOTAL		227,970,723	226,288,630
<u>EXPENDITURE</u>			
PAYMENT & PROVISION TO EMPLOYEES	15	25,989,805	23,323,291
INTEREST CHARGES	16	150,261,694	151,194,250
OFFICE EXPENSES	17	2,827,894	3,226,297
SECURITIZATION LOAN EXPENSES	18	-	11,460,359
DEPRECIATION	6	351,801	424,685
TOTAL		179,431,194	189,628,882
BALANCE BEING OPERATING PROFIT		48,539,528	36,659,748
LESS: DIMUNITION IN VALUE OF INVESTMENT		-	8,637,235
TOTAL PROFIT FOR THE YEAR BEFORE TAX		48,539,528	28,022,513
LESS: PROVISION FOR INCOME TAX		15,751,077	-
TOTAL PROFIT FOR THE YEAR AFTER TAX		32,788,451	28,022,513
<u>ADD : PROFIT (LOSS) BROUGHT FORWARD</u>			
FROM LAST YEAR		41,364,425	20,073,968
<u>LESS : DIVIDEND @ 3%</u>		5,142,900	5,142,900
LESS: DIVIDEND TAX (Including Previous Year)		834,693	1,589,156
BALANCE PROFIT/(LOSS) TRANSFERRED TO BALANCE SHEET		68,175,284	41,364,425

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

THE SCHEDULE REFERRED FROM AN INTEGRAL PART OF THE BALANCE SHEET IN TERM OF
OUR REPORT OF EVEN DATE

FOR D.P Sen. & Co.

Chartered Accountants

Firm Regn. No. 301054E

(S.K Nayak) Partner

M.No.-05871

Place: Gangtok

Date: The 28th day of October, 2014

K.B Bhandari
Chairman

S.R. Gyatso
Chief General Manager



SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2014		
<u>SCHEDULE – 1</u>	As at 31.03.2014	As at 31.03.2013
SHARE CAPITAL	Amounts (Rs)	Amounts (Rs)
<u>AUTHORISED</u>		
2, 00,000 Equity Shares of Rs. 1000/- each	200,000,000	200,000,000
<u>ISSUED, SUBSCRIBED & PAID UP</u>		
1, 07,750 Equity Shares of Rs. 1000/- each	107,750,000	107,750,000
fully paid up in cash, held by Govt. of Sikkim		
63,680 Equity Shares of Rs. 1000/- each		
fully paid up in cash held by Industrial		
Development Bank of India	63,680,000	63,680,000
TOTAL	171430000	171,430,000
<u>SCHEDULE – 2</u>	As at 31.03.2014	As at 31.03.2013
CAPITAL RESERVE	Amounts (Rs)	Amounts (Rs)
FUND RECEIVED FROM GOVERNMENT	15311000	15,311,000
(MICRO ENT.)		
GRANT FROM GOVERNMENT OF SIKKIM	2291189	2291189
RESERVE FUND FOR INVESTMENT	6071000	6,071,000
TOTAL	23673189	23,673,189
<u>SCHEDULE – 3</u>	As at 31.03.2014	As at 31.03.2013
SECURED LOANS	Amounts (Rs)	Amounts (Rs)
SMALL INDUSTRIES DEVELOPMENT	337500	1087500
ALLAHABAD BANK (SECURITIZATION LOAN)	0	285261666
LOAN FROM HUDCO	965743329	1132371138
STATE BANK OF SIKKIM	426671313	150000000
TOTAL	1,392,752,142	1,568,720,304



SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2014

	As at 31.03.2014	As at 31.03.2013
SCHEDULE - 4		
UNSECURED LOANS	Amounts (Rs)	Amounts (Rs)
LOAN FROM GOVT. OF SIKKIM	20287166	20,287,166
(Including Soft Loan of Rs . 2 Crores placement for Directive lending to a Unit)		
TOTAL	20287166	20,287,166
SCHEDULE - 5	As at 31.03.2014	As at 31.03.2013
FUND FOR OTHER PURPOSES	Amounts (Rs)	Amounts (Rs)
1) FUND RECEIVED FROM GOVT. OF SIKKIM		
A. FOR CMSES SCHEME:		
FUND RECEIVED UPTO 31.03.2013	785357316	725,357,316
ADD : RECEIVED DURING THE YEAR	163000000	60,000,000
ADD : RECOVERY UPTO 31.03.2014	101628481	72,110,819
	1049985797	857,468,135
LESS : LOAN DISBURS ED UPTO 31.03.2014	752427136	680,608,336
LESS : TRAINING AND OTHER EXPENSES UPTO 31.03.2014	13195233	11,949,557
LESS: LOAN REPAYMENT TO GOVT. OF SIKKIM FOR CONSORTIUM BANK LOAN REPAYMENT AND PAYMENT OF INTEREST ON SBS LOAN.	91693691	62,384,869
CLOSING BALANCE	192669737	102,525,373
B. SOFTWARE TECHNOLOGY PARK:	21636	21,636
C. FOR COMPREHENSIVE EDUCATIONAL LOAN:		
FUND RECIEVED UPTO 31.03.2013	349025146	289,025,146
ADD: RECIEVED DURING THE YEAR	100000000	60,000,000
ADD: CHIEF MINISTERs ' FREE SCHOLORs HIP	3000000	3000000
ADD: GRANT FROM GOVERNMENT OF SIKKIM (CEL)	3600000	750,000
ADD: RECOVERY UPTO 31.03.2014	56966086	37679504
	512591232	390454650
LESS: DISBURs ED UPTO 31.03.2014	275530134	230177156
LESS: CHIEF MINISTERs ' FREE SCHOLORs HIP DISBURs ED	2200000	
LESS: GRANT FROM GOVERNMENT OF SIKKIM (CEL) DISBURs ED	2850000	
LESS: EXPENSES UPTO 31.03.2014	306085	281292
CLOSING BALANCE	231,705,013	159,996,202
C. FOR CHIEF MINISTER'S SELF RELIANT MISSION:		
FUND RECEIVED UPTO 31.03.2013	0	0
ADD: RECIEVED DURING THE YEAR	135000000	0
	135000000	-
LESS: DISBURs ED UPTO 31.03.2014	25700000	-
	109300000	-
2) FUND FROM OTHER BODIES		
a) FOR EXPORT INFRASTRUCTURE SCHEME		
OPENING BALANCE AS ON 01.04.2013	166910570	102,779,801
ADD: FUND RECIVED DURING THE YEAR	88500000	137,316,000
ADD: INTEREST ON SPECIFIC FDRs	5775000	5,951,371
ADD: RECOVERY OF MOBILISATION ADVANCE AND INTEREST ON MOBILISATION ADVANCE	2084840	7,160,736
	263270410	253,207,908
LESS: AMOUNT DISBURs ED DURING THE YEAR	105999246	86,297,338
CLOSING BALANCE	157271164	166,910,570
b) NBCFDC	92124	92,124
c) DPR ON NHWAY	2013441	2,013,441
d) NATIONAL MISSION ON FOOD PROCESSING	0	3750000
TOTAL	693073115	435,309,346



SCHEDULE FORMING PART OF BALANCE SHEET FOR THE YEAR ENDED 31.03.2014

FIXED ASSETS

SCHEDULE – 6												
Sl. No	Names of the Assets	GROSS BLOCK (Rs)				Rate %	DEPRECIATION				NET BLOCK	
		As on 01.04.13	Additions during the year	Sales during the year	As on 31.03.14		Upto 31.03.13	For the year (13-14)	Adjustment during the year	As on 31.03.14	As on 31.03.14	As on 31.03.13
		Rs	Rs		Rs		Rs	Rs	Rs	Rs	Rs	Rs
1	Land	12,461,293	-	808,000	11,653,293	0%	-	-	-	-	11,653,293	12,461,293
2	Office Equipment	2,202,611	109,526	-	2,312,137	15%	1,670,024	84,695	-	1,754,719	557,418	532,587
3	Furniture & Fixture	1,578,154	214,419	-	1,792,573	10%	1,042,487	56,121	-	1,098,608	693,965	535,667
4	Motor Vehicle	2,741,470	-	524,750	2,216,720	20%	1,647,284	210,985	485,491	1,372,778	843,942	1,094,186
	Current year Total :	18,983,528	323,945	1,332,750	17,974,723		4,359,795	351,801	485,491	4,226,105	13,748,618	14,623,733
	Previous Year Total :	18,928,318	55,210	-	18,983,528		3,935,110	424,685	-	4,359,795	14,623,733	14,993,208



SCHEDULE FORMING PART OF BALANCE SHEET FOR THE YEAR ENDED 31.03.2014

<u>SCHEDULE – 7</u>	As at 31.03.2014	As at 31.03.2013
<u>INVESTMENT (AT COST)</u>	Amounts (Rs)	Amounts (Rs)
IN UNQUOTED SHARES		
WEBCON LTD.		
75 equity shares of Rs. 1000/- each fully paid up	75,000	75000
<u>SIKKIM VANASPATI LTD.</u>		
9, 32,763 equity shares of Rs. 10/- each fully paid up	9,327,630	9327630
<u>SIKKIM JEWELS LTD.</u>		
72,697 equity shares of Rs. 100/- each fully paid up	7,269,700	7269700
<u>SIKKIM JEWELS LTD</u>		
5,432 equity shares of Rs. 100/- each at a premium of Rs. 700/- each	4,345,600	4345600
<u>SIKKIM JEWELS LTD</u>		
48,750 equity shares of Rs. 100/- of ancillary units	4875000	4875000
	25,892,930	25892930
<u>Less : Provision for diminution in value of investment</u>	25817930	25817930
	75,000	75000
<u>OTHER INVESTMENTS</u>		
UTI - DYFDO (Present Market Value is more than Cost as at 31.03.2013)	-	5000000
TOTAL	75,000	5075000
<u>SCHEDULE – 8</u>	As at 31.03.2014	As at 31.03.2013
CASH IN HAND AND BALANCES WITH BANKS	Amounts (Rs)	Amounts (Rs)
CENTRAL BANK OF INDIA	1381926	4445737
ALLAHABAD BANK	0	77037
UCO BANK	0	284596
BANK OF MAHARASHTRA	1029311	7131421
CORPORATION BANK	1012887.35	0
DENA BANK	221041	2416578
ESCROW ACCOUNT WITH CORPORATION BANK	441,031	0
<u>ESCROW ACCOUNT WITH DENA BANK</u>		296541846
STATE BANK OF INDIA	1133598	2429287
STATE BANK OF SIKKIM (SECRETARIAT)	10928	58159
<u>STATE BANK OF INDIA (JORETHANG)</u>	1296971	1119745
STATE BANK OF SIKKIM (MAIN)	1,334,880	0
AXIS BANK LIMITED	3,011,358	8863796
IDBI BANK	1,950,935	0
CASH IN IMPREST ACCOUNT	0	198
<u>TOTAL</u>	12824866.15	323368400



<u>SCHEDULE – 9</u>	As at 31.03.2014	As at 31.03.2013
<u>TERM DEPOSITS</u>	Amounts (Rs)	Amounts (Rs)
TERM DEPOSITS	766742044	463,759,761
TOTAL	766742044	463,759,761
<u>SCHEDULE – 10</u>	As at 31.03.2014	As at 31.03.2013
<u>LOANS AND ADVANCES</u>	Amounts (Rs)	Amounts (Rs)
(A) LOANS		
(a) LENDING ON OWN ACCOUNT		
CHIEF MINISTER ROJGAR YOJANA	426103	426,103
SMALL SCALE INDUSTRY LOAN	18408232.22	18,990,581
COMPOSITE LOAN	2593600.39	2,639,100
HOTEL LOAN	36019577.01	36,950,074
VEHICLE(SVO)/TRANSPORT LOAN	1583298.13	1,766,197
COMPUTER AND MULTIPURPOSE LOAN	187019880	223,551,749
MOTOR VEHICLE LOAN	860864	1,187,866
HOUSING AND CONVEYANCE LOAN	1663271	1,917,961
SHORT TERM LOAN TO COMMERCE & INDUSTRY DEPT.	7173201	0
	255748026.8	287,429,631
<u>LESS: PROVISION FOR NON PERFORMING</u>		
ASSETS	93746380	93,746,380
	162001646.8	193683251
(b) DIRECTIVE LENDING TO GOVT. A/C		
D) LOAN TO SIKKIM VANASPATI LTD.	20000000	20,000,000
LESS : PROVISION FOR LOSS ASSETS	20000000	20,000,000
	0	-
ii) SECURITIZATION LOAN TO GOVT. OF SIKKIM	1391932353	1271050155
TOTAL (A)	1553934000	1,464,733,406
(B) ADVANCES		
STAFF ADVANCES	5000	50000
SUNDRY DEBTORS	6110	3500
(Unsecured and Considered Goods)		
MORTGAGE DEED REGISTRATION FEES	879280	879280
SUNDRY RECEIVABLE	212,765	212,765
(Unsecured and Considered Doubtful)		
	1103155	1145545
<u>LESS : PROVISION FOR MORTGAGE DEED FEES</u>		
AND DOUBTFUL ADVANCES	901005	901,005
TOTAL (B)	202150	244,540
TOTAL (A+B)	1554136150	1,464,977,946



SCHEDULE FORMING PART OF BALANCE SHEET FOR THE YEAR ENDED 31.03.2014		
AS AT 31ST MARCH, 2014		
<u>SCHEDULE – 11</u>	As at 31.03.2014	As at 31.03.2013
<u>OTHER CURRENT ASSETS</u>	Amounts (Rs)	Amounts (Rs)
DEPOSIT FOR TELEPHONE	19025	19,025
ACCRUED INTEREST BUT NOT DUE ON FDR	20777604	14,492,809
ADVANCE TO CAPACITY BUILDING, DOPART	2251397	2,251,397
ADVANCE INCOME TAX	7573019	0
<u>TAX DEDUCTED AT SOURCE</u>	18894800	15936989
TOTAL	49515845	32,700,220
<u>SCHEDULE – 12</u>	As at 31.03.2014	As at 31.03.2013
CURRENT LIABILITIES & PROVISIONS	Amounts (Rs)	Amounts (Rs)
CURRENT LIABILITIES		
- STATE BANK OF SIKKIM (MAIN BRANCH)	0	24,854,533
- CORPORATION BANK	0	132,011
LIABILITIES FOR EXPENSES	28090	139,908
SECURITY DEPOSITS	4266439	5,807,297
PROMOTERS' CONTRIBUTION	40110	40,119
SERVICE TAX & OTHER LIABILITIES PAYABLE	487174	1364072
UNALLOCATED LOAN INSTALMENT RECEIVED	204369	204,369
INTEREST ACCRUED AND NOT DUE (SIDBI)	1493	4539
ADVANCE LEASE RENT	212833	212,833
FUND RECEIVED FROM CAPACITY BID	682450	4524050
	5922958	37283731
PROVISIONS		
PROVISION FOR INCOME TAX	15751076.97	-
PROVISION FOR DIVIDEND	5142900	5,142,900
PROVISION FOR DIVIDEND TAX	834692.67	1293999
TOTAL	27651627.64	43,720,630
SCHEDULE FORMING PART OF THE PROFIT & LOSS ACCOUNT		
FOR THE YEAR ENDED 31ST MARCH, 2014		
<u>SCHEDULE – 13</u>	As at 31.03.2014	As at 31.03.2013
INTEREST ON LOAN	Amounts (Rs)	Amounts (Rs)
SMALL SCALE AND COMPOSITE LOANS	1372523.7	1024492
HOTEL LOANS	3,365,887	4,696,428
VEHICLE AND TRANSPORT LOANS		
COMPUTER AND MULTIPURPOSE LOANS	24675000	23900584
HOUSING AND CONVEYANCE	199541	373364
<u>SECURITIZATION LOAN / HUDCO LOAN/ SBS LOAN</u>	150191020	162490718
TOTAL	180326948.9	192,861,889



SCHEDULE FORMING PART OF THE PROFIT & LOSS ACCOUNT		
FOR THE YEAR ENDED 31ST MARCH, 2014		
<u>SCHEDULE – 14</u>	As at 31.03.2014	As at 31.03.2013
<u>OTHER INCOME</u>	Amounts (Rs)	Amounts (Rs)
DIVIDEND FROM INVESTMENT	536869.84	215,133
MISCELLANEOUS INCOME	345877	99,310
INTEREST ON TERM DEPOSITS	44779876	31,149,463
LEASE RENT ON LAND	268110	268110
LOAN APPLICATION AND PROCESSING FEES	1643810	1652725
VECHILE USER FEE	36000	42,000
PROFIT ON SALE OF VEHICLE	33231	-
TOTAL	47643773.84	33,426,741
<u>SCHEDULE – 15</u>	As at 31.03.2014	As at 31.03.2013
<u>PAYMENT TO AND PROVISION FOR EMPLOYEES</u>	Amounts (Rs)	Amounts (Rs)
SALARIES AND ALLOWANCES	21501291	19,709,079
CONRTIBUTION TO PTOVIDENT FUND	2083399	1,802,229
EPF ADMINISTRATION CHARGES	279524	241,796
GRATUITY AND LEAVE SALARY	354613	534,559
CHAIRMAN EXPENSES	955833	799390
STAFF WELFARE EXPENSES	35108	31,500
MEDICAL REIMBURs EMENT	780037	98075
Leave Encashment	0	106,663
TOTAL	25989805	23323291
<u>SCHEDULE – 16</u>	As at 31.03.2014	As at 31.03.2013
<u>INTEREST CHARGES</u>	Amounts (Rs)	Amounts (Rs)
REFINANCE LOAN (SIDBI)	70674	163891
SECURITIZATION LOAN INTEREST	150191020	151,030,359
TOTAL	150261694	151194250



SCHEDULE FORMING PART OF THE PROFIT & LOSS ACCOUNT		
FOR THE YEAR ENDED 31ST MARCH, 2014		
<u>SCHEDULE – 17</u>	As at 31.03.2014	As at 31.03.2013
<u>OFFICE EXPENSES</u>	Amounts (Rs)	Amounts (Rs)
RENT	956000	390,000
INSURANCE	18201	20,660
ELECTRICITY	25133	17,731
VEHICLE RUNNING AND MAINTENANCE	320905	310072
REPAIR AND MAINT. OF OFF. EQUIPMENTS	40665	41961
POSTAGE AND TELEPHONE	157375	191,731
PRINTING AND STATIONERY	189927	212,631
AUDIT FEES	28090	28,090
CONSULTANCY FEES	101124	-
LEGAL EXPENSES AND ALLOWANCES	248910	229,000
TRAVELLING AND ALLOWANCES	199670	163,066
BOARD DIRECTORs SITTING FEES	0	13,106
ADVERTISEMENT AND PUBLICITY	15000	65,920
MEMBERs HIP EXPENSES	35000	25,000
SERVICE TAX (INCLUDING PREVIOUS YEAR)	0	1,364,055
MISCELLANEOUS EXPENSES	418918.1	137094
MEETING AND TRAINING EXPENSES	62496	1,128
BANK CHARGES	10480.21	15052
TOTAL	2827894.31	3,226,297
<u>SCHEDULE – 18</u>	As at 31.03.2014	As at 31.03.2013
HUDCO LOAN/SECURITIZATION LOAN EXPENSES	Amounts (Rs)	Amounts (Rs)
PROCESSING FEES OF HUDCO LOAN	0	11,460,359
TOTAL	0	11,460,359

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

THE SCHEDULE REFERRED FROM AN INTEGRAL PART OF THE BALANCE SHEET IN TERM OF OUR REPORT OF EVEN DATE

FORD.P Sen.& Co.
Chartered Accountants
Firm Regn. No. 301054E

M.No.-05871
Place: Gangtok
Date: The 28th day of October, 2014

K.B Bhandari
Chairman

S.R. Gyatso
Chief General Manager



Schedule forming part of the Balance sheet and Profit & Loss Accounts
SCHEDULE – 19: ACCOUNTING POLICIES & NOTES TO ACCOUNTS

A. SIGNIFICANT ACCOUNTING POLICIES

1. APPLICABILITY OF ACT

Accounts have been prepared in accordance with the provisions contained in the Memorandum and Articles of Association of the company registered under the Registration of Companies Act (Sikkim) 1961.

2. RECOGNITION OF INCOME & EXPENDITURE

- (a) Income and cost/expenditure are accounted for on accrual basis as they are earned or incurred except in case of interest earned, accounted for on cash basis since 01/04/1989.
- (b) The Corporation has recognized interest income on accrual basis with regard to the securitization loan to Government of Sikkim.

3. FIXED ASSETS

Fixed costs are stated at their original cost less accumulated depreciation. The cost of assets includes its purchase price and any directly attributable costs for bringing of the assets to the working conditions for its intended use.

4. DEPRECIATION

Depreciation on Fixed assets has been provided consistently on written down value method on pro-rata basis at following rates.

<u>Items</u>	<u>Rates</u>
Furniture	10%
Office Equipments	15%
Motor Vehicle	20%

5. INVESTMENTS

Investments are valued at cost or book value, whichever is lower. Provisions for diminution/appreciation in value of investments are provided.

6. GOVERNMENT GRANT

Government grants for acquisition of specified securities and for lending under special schemes are credited to capital reserve

7. CLASSIFICATIONS OF ADVANCES

Advances are classified into standard, substandard, doubtful and loss assets as follows:

- i. Standard (installments not due for more than 6 months), having the provision rate of 0.25%.
- ii. Sub-standard (installments due for a period of 7 months to 18 months), having the provision rate of 10%.
- iii. Doubtful -1 (installments due for less than 3 years), having the provision rate of 30%.
- vi. Doubtful -2 (installments due more than 3 years and less than 10 years), having the provision rate of 75%.
- v. Loss assets (installments due more than 10 years, suit filed cases & having no tangible security), having the provision rate of 100%, depending on their recoverability and security coverage.



B. NOTES TO ACCOUNTS

1. GRATUITY LIABILITY AND VRs :

The organization has taken up a Group Gratuity Scheme with the Life Insurance Corporation India and Rs. 3, 54,613/- has been paid to LIC as premium for the Financial Year 2013-14.

2. SECURITIZATION LOAN FROM CONSORTIUM OF BANKS & HUDCO LOAN:

The Corporation had received a loan of Rs .285 Crores from consortium of four banks in the financial year 2009-10 and booked under Securitization of loan from Banks. The said loan was utilized for payment of compensation against land acquisition through Land Revenue Department, Government of Sikkim and other Departments of Government of Sikkim. The Corporation has accounted for these transactions in the books as securitization loan to Government of Sikkim. The formal loan agreement / loan documentation in this regard has not yet been formulated with Govt. of Sikkim.

During the Financial Year 2012-13 the Corporation has taken a fresh loan amounting to Rs .1, 13, 23, 71, 138/- from HUDCO as per the direction of Govt. of Sikkim to repay the above Securitization loan from Consortium Banks and accordingly the above Securitization Loan from Banks has been fully repaid during the Financial Year 2012-13 except Allahabad Bank amounting to Rs 28, 52, 61,666/- as on 31st March 2013 which has been repaid during the year out of the above HUDCO loan.

3. SECURITISATION OF LOAN TO GOVT. OF SIKKIM

Interest paid to Consortium Banks, State Bank of Sikkim and HUDCO on their loan to the Corporation is recoverable from Govt. of Sikkim. As per the consistent practice followed by the Corporation, interest amounting to Rs. 15, 01, 91,020/- (As per Schedule-16) paid to Consortium Banks, State Bank of Sikkim and HUDCO during the year are charged to the account and the interest charges amounting to Rs. 15,01,91,020/- (As per schedule-13) shown as income as well as recoverable from Govt. of Sikkim.

As a result, the total receivable outstanding from Govt. of Sikkim against Securitization of Loan as on 31st March 2014 is Rs.1,39,19,32,353/- after deduction of Rs . 2, 93, 08,822/- which is adjusted against CMSES Scheme Loan from Govt. of Sikkim as per Govt. direction.

4. FIXED ASSETS:

- Comprehensive physical verification and reconciliation of Fixed Assets with records has not been carried out. In absence of quantification of differences, if any, no provision has been made in the account.
- The Corporation has converted Non Banking Assets of Land amounting to Rs. 1.24 Crores acquired from loan defaulters in the earlier financial years of fixed assets during the Financial Year 2011-12 out of which Land costing of Rs. 8.08 lakhs has been sold during the year at cost price.

5. As per the NPA provision policy followed by the corporation, the total provision on non performing assets is Rs. 5, 32, 41,975/- as on 31st March 2014. Since the corporation has already made NPA provision of Rs. 9, 37, 46,380/- in the books no further provision is made as well as any provision is also written back during the year.

6. There were no material prior period income / expenditure required to be disclosed.

7. Previous year's figures have been regrouped / rearranged, wherever considered necessary to make them comparable with current year's figures.

In terms of our report of even date

FOR D.P Sen.& Co.
Chartered Accountants
Firm Regn. No. 301054E

M.No.-05871
Place: Gangtok
Date: The 28th day of October, 2014

K.B Bhandari
Chairman

S.R. Gyatso
Chief General Manager



Statement 1

**STATEMENT OF BORROWING, REPAYMENT OUTSTANDING
BALANCES AS ON 31.03.2014**

YEAR	STATE GOVERNMENT			IDBI/SIDBI		
	Amount	Repaid	Outstanding	Amount	Repaid	Outstanding
opening balance	4.6	1.29	3.31	108.66	21.52	87.14
1984-85	-	-	3.31	70.51	18.85	138.8
1985-86	-	-	3.31	132.25	32.92	238.13
1986-87	-	0.44	2.87	157.91	43.56	352.48
1987-88	-	-	2.87	330.8	51.8	632.2
1988-89	-	-	2.87	145.32	87.85	689.67
1989-90	-	-	2.87	242.34	104.39	827.62
1990-91	-	-	2.87	213.47	128.69	912.4
1991-92	-	-	2.87	272.41	166.1	1018.71
1992-93	200	-	202.87	73.7	73.45	1018.96
1993-94	-	-	202.87	-	2.07	1016.89
1994-95	-	-	202.87	-	23.19	993.7
1995-96	-	-	202.87	30.79	390.87	633.62
1996-97	-	-	202.87	49	239.7	443.24
	-	-	-	-	219.7	223.54
1997-98	-	-	202.87	39.5	85.7	177.34
1998-99	-	-	202.87	49.7	60.7	166.34
1999-00	-	-	232.87	19.8	60.7	117.65
2000-01	30	-	232.87	56.55	56.88	117.32
2001-02	-	-	202.87	29.85	38.21	108.51
2002-03	-	30	202.87	15	32.66	90.85
2003-04	-	-	202.87	-	31.9	58.95
2004-05	-	-	202.87	-	22.54	36.41
2005-06	-	-	202.87	-	20.13	16.28
2006-07	-	-	202.87	25	12.99	28.29
2007-08	-	-	202.87	30	6.24	49.94
2008-09	-	-	202.87	22.5	8	67
2009-2010	-	-	202.87	-	12.12	54.88
2010-2011	-	-	202.87	-	15.5	39.38
2011-2012	-	-	202.87	-	15.5	23.88
2012-2013	-	-	202.87	-	13	10.88
2013-2014	-	-	202.87	-	7.5	3.37
TOTAL	234.6	31.73	202.87	2115.06	2111.68	3.37



Statement 2 STATEMENT OF LOAN SANCTION, DISBURSEMENT, REPAYMENT & OUTSTANDING AS ON 31.03.2014

Year	Sanction			Disbursements			Repayments		Outstanding	
	No.	Term Loans	BL & ORs	Term Loans	BL & ORs	Term Loans	Term Loans	BL & ORs	Term Loans	BL & ORs
OB As on 31.3.1986	443439	556.00	202.69	70.14	49.31	393.96	124.32	64.93	14.42	16.78
1986-87	150	305.29	85.28	161.22	48.93	23.35	23.35	32.05	23.35	32.05
1987-88	139	237.23	74.35	341.48	27.76	36.5	36.5	26.74	36.5	26.74
1988-89	83	345.25	17.77	207.47	39.48	46.05	46.05	12.58	46.05	12.58
1989-90	97	308.22	16.14	257.95	11.84	73.15	73.15	43.75	73.15	43.75
1990-91	82	196.37	0.31	192.9	2.85	59.3	59.3	0.00	59.3	0.00
1991-92	223	364.98	4.3	254.38	3.57	56.62	56.62	0.00	56.62	0.00
1992-93	31	20.85	200	121.65	200	46.37	46.37	0.00	46.37	0.00
1993-94	27	51.75	0.00	48.15	0.00	53.25	53.25	0.42	53.25	0.42
1994-95	28	43.62	0.00	94.57	0.00	46.12	46.12	0.00	46.12	0.00
1995-96	742	181.75	114.44	121.43	58.13	90.19	90.19	0.00	90.19	0.00
1996-97	889	323.87	0.00	152.32	38.6	134.09	134.09	0.00	134.09	0.00
1997-98	132	146.55	0.00	112.63	7	207.41	207.41	96.5	207.41	96.5
1998-99	242	134.49	78.65	129.98	78.66	167.2	167.2	5	167.2	5
1999-00	140	115.96	0.00	105.15	0.00	129.84	129.84	5.98	129.84	5.98
2000-01	258	178.98	0.00	166.66	0.00	175.29	175.29	0.00	175.29	0.00
2001-02	299	261.51	0.00	263.71	5.00	204.57	204.57	86.62	204.57	86.62
2002-03	388	272.55	0.00	259.4	0.00	264.1	264.1	0.00	264.1	0.00
2003-04	450	285.92	0.00	305.26	0.00	335.76	335.76	0.00	335.76	0.00
2004-05	586	449.7	0.00	452.25	0.00	429.79	429.79	0.00	429.79	0.00
2005-06	621	643.72	0.00	678.12	0.00	511.64	511.64	0.00	511.64	0.00
2006-07	485	557.65	2.41	584.09	2.41	375.12	375.12	0.00	375.12	0.00
2007-08	570	640.95	0.00	646.15	0.00	332.94	332.94	0.00	332.94	0.00
2008-09	643	689.65	0.00	686.85	0.00	353.67	353.67	11.21*	353.67	11.21*
2009-10	558	690.6	0.00	691.4	0.00	554.78	554.78	111.85*	554.78	111.85*
2010-11	439	659.1	0.00	660.43	0.00	647.38	647.38	83.85*	647.38	83.85*
2011-12	593	910.6	0.00	908.6	0.00	734.38	734.38	83.93*	734.38	83.93*
2012-13	564	878.9	0.00	871.85	0.00	756.15	756.15	0.00	756.15	0.00
2013-14	294	449.3	0.00	455.17	0.00	858.78	858.78	0.00	858.78	0.00
TOTAL	9944	10237.65	713.1	9782.22	589.16	6889.68	6889.68	494.2	2757.48	2757.48

2014-15 265 608.15 0.00 Bad Debts written off. 0.00 856.71 0.00 2509.75

TOTAL 10461 11493.67 663.511 10933.20 589.16 1746.39 326.42



Statement 3

Rs. In Lakhs

SCHEME-WISE CLASSIFICATION OF LOAN SANCTIONS AS ON 31.3.2014

Year	Composite		SSI		Hotels		SVO		Others Rs		Total	
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.
OB												
AS ON	188	36.65	116	443.06	66	143.24	73	52.63		0.00	443	675.54
31.3.1986	58	8.89	26	183.86	18	32.2	37	27.05		0.00	139	252
1986-87	96	17.54	17	290.41	19	67.25	18	15.37		0.00	150	390.57
1987-88	83	10.48	24	261.06	11	24.77	21	15.27		0.00	139	311.58
1988-89	35	8.74	25	325.94	12	20.5	11	7.84		0.00	83	363.02
1989-90	43	16.72	11	267.93	5	2.5	38	37.21		0.00	97	324.36
1990-91	30	24.03	9	62.33	22	83.47	21	26.85		0.00	82	196.68
1991-92	144	40.47	3	22.5	37	253.28	38	53.03		0.00	223	369.28
1992-93	12	4.75	0.00	0.00	6	4.5	12	11.6	1	200	31	220.85
1993-94	6	2	0.00	0.00	18	46	3	3.75	0.00	0.00	27	51.75
1994-95	8	3.75	0.00	0.00	10	27	10	12.87	0.00	0.00	28	43.62
1995-96	61	14.15	15	29.04	38	58.45	52	80.11	578	114.44	742	296.19
1996-97	33	6.3	12	25.3	45	74.4	27	34.37	772	96.5	889	232.87
1997-98	44	14.15	9	17.85	65	96.05	14	18.5	0	0	132	146.55
1998-99	21	4.7	7	8.54	76	112.74	6	8.5	132	78.66	242	213.14
1999-00	11	2.95	5	5.5	44	59.5	0.00	0.00	80	48	140	115.96
2000-01	13	4.6	10	13.5	51	61.1	1	1.5	183	98.28	258	178.98
2001-02	15	4.75	20	44.51	98	126.75	2	3.5	164	82	299	261.51
2002-03	13	6.1	9	22.95	62	75.5	0.00	0.00	304	168	388	272.55
2003-04	18	7.35	5	7.8	46	76	0.00	0.00	380	194.77	450	285.92
2004-05	9	3.5	10	14.5	44	70.2	0.00	0.00	523	361.5	586	449.7
2005-06	3	1.2	5	6.75	38	63.75	0.00	0.00	575	572.02	621	643.72
2006-07	3	2.75	2	13.99	29	42	0.00	0.00	451	501.32	485	560.06
2007-08	1	0.3	1	2	38	61.8	0.00	0.00	530	576.85	570	640.95
2008-09	...	...	...	...	29	38.5	0.00	0.00	614	651.15	643	689.65
2009-10	2	0.9	4	7.1	14	18.7	0.00	0.00	538	663.9	558	690.6
2010-11	...	...	...	...	7	9.5	0.00	0.00	432	649.6	439	659.1
2011-12	2	0.75	3	3.5	9	18.5	0.00	0.00	579	887.85	593	910.6
2012-13	...	...	1	1.5	7	14	0.00	0.00	556	863.4	564	878.9
2013-14	1	0.50...	1	1.7	7	8.95	0.00	0.00	285	438.15	294	449.3
TOTAL	895	240.08	323	1897.76	953	1754.87	347	382.9	767	7246.39	10215	11523.5
2014-15	1	-	2	3.00	5	6.50			258	598.65	265	608.15
TOTAL	895	240.08	325	1900.76	958	1761.37	347	382.90	7155	7845.04	10480	12131.65
				1902.26		1765.37						

Note: Highlighted figures indicate disbursements.



Rs.In lakhs

Statement 4

DISTRICT-WISE ANALYSIS OF FINANCIAL ASSISTANCE AS ON 31.3.2014

SLNO	DISTRICT	FY 2015		FY 2014		FY 2013			Term Loan			Investment		Others		Total	
		NO.	Amt.	NO.	Amt.	NO.	Amt.	NO.	Amt.	NO.	Amt.	NO.	Amt.	NO.	Amt.	NO.	Amt.
1	EAST	265	446.85	263	410.5	6658	7127.5	15	178.28	260.17	6673	6976.92	8012.85	6673	8012.85	8012.85	
2	WEST	1	0.75	104	178	1418	1310.78	-	-	9.97	1464	1321.50	1321.50	1464	1321.50	1321.50	
3	NORTH	-	-	74	122.7	775	677.34	-	-	19.8	775	697.14	697.14	775	697.14	697.14	
4	SOUTH	1	1.70	123	167.7	1562	1438.34	2	123.28	230.3	1564	1793.62	1793.62	1564	1793.62	1793.62	
	TOTAL	265	449.30	564	878.9	9902	10553.96	17	301.56	520.24	9919	10598.79	10598.79	9919	10598.79	10598.79	

Note: Highlighted figures indicate disbursements.



Rs. In lakhs

Statement 5

SIZE-WISE CLASSIFICATION OF SANCTIONS AS ON 31.03.2014

Size Term Loans	FY 2015	FY 2014		FY 2013		Since Inception Upto 31.03.2014	
		No.	Amt.	No.	Amt.	No.	Amt.
Upto Rs. 10 lakhs	265	294	449.30	564	878.9	10151	9665.48
Rs. 10-30 lakhs	—	—	—	—	—	30	526.72
Rs. 30-40 lakhs	—	—	—	—	—	4	150.79
Rs. 40-60 lakhs	—	—	—	—	—	8	407.90
Over Rs. 60 lakhs	—	—	—	—	—	3	252.37
TOTAL	265	294	449.30	564	878.9	10196	11003.26



Statement 6

Rs. In lakhs

PURPOSE-WISE CLASSIFICATION OF SANCTIONS AS ON 31.3.2014

PURPOSE-WISE CLASSIFICATION OF SANCTIONS AS ON 31.3.2014												
Type	FY 2014		FY 2013		Term Loan		Investment		Others	Total		
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.		No.	Amt.	
New Project	265	449.30	564	878.90	10128	10740.67	17	297.53	259.01	10151	11297.21	
Expansion/ Diversification	-	-	-	-	47	214.83	-	4.03	61.23	47	280.09	
Rehabilitation	-	-	-	-	1	4.59	-	-	200	1	204.59	
Overrun	-	-	-	-	20	43.17	-	-	-	20	43.17	
TOTAL	265	449.30	564	878.90	10196	11003.26	17	301.56	520.24	10213	11825.06	

608.15



Statement 7

Rs. In lakhs

PURPOSE-WISE CLASSIFICATION OF SANCTIONS AS ON 31.3.2014

	FY 2014		FY 2013		Term Loan	
	No.	Amt.	No.	Amt.	No.	Amt.
Size Term Loans						
Public Sector	-	-	-	-	4	193.23
Private Sector	-	-	-	-	46	1130.39
Others	294	449.30	564	878.9	10151	9679.64
Total	294	449.30	564	878.9	10146	11003.26



Statement 8

Rs. In lakhs

CHIEF MINISTER'S SELF EMPLOYMENT SCHEME UPTO 31.03.2014

Activity-wise	Opening Balance As on 31.03.10		2010-2011		2011-2012		2012-2013		2013-2014		Cumulative		%
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	
Industry	118	84.8	0	0	0	0	0	0	6	15	124	99.8	1
Agriculture	275	230.9	28	42	5	13.5	13	17.5	17	26	338	329.9	4
Animal Husbandry	1255	989.55	174	261	38	61.6	99	127.25	39	58.5	1605	1497.9	16
Services	294	362.75	0	0	0	0	215	330.5	58	103.5	567	796.75	9
Business	2412	2491.33	180	270	64	98.25	71	96	180	229	2907	3184.58	35
Tourism	767	961.5	87	130.5	47	105.75	31	56.5	11	141	943	1395.25	15
Vehicle	0	0	0	0	45	185.16	38	89.25	84	226	167	500.47	5
Others	447	609.08	75	112.5	39	81.5	0	0	515	584	1076	1387.08	15
Total	5568	5729.91	544	816	238	545.76	467	717	910	1383	7727	9191.67	100

Gender-Wise	Opening Balance As on 31.03.10		2010-2011		2011-2012		2012-2013		2013-2014		Cumulative		%
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	
Female	1922	2272.33	220	330	101	230.51	260	296.75	276	403.5	2779	3533.09	38
Male	3646	3457.58	324	486	137	315.25	207	420.25	634	979.5	4948	5658.58	62
TOTAL	5568	5729.91	544	816	238	545.76	467	717	910	1383	7727	9191.67	100



Statement 8 (Contd.)

Rs. In lakhs

CHIEF MINISTER'S SELF EMPLOYMENT SCHEME UPTO 31.03.2014

District-wise	Opening Balance As on 31.03.10		2010-2011		2011-2012		2012-2013		2013-2014		Cumulative		%
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	
East	2102	2133.86	198	297	84	189	185	257	244	394.50	2813	327.36	36
West	1798	1896.35	159	238.5	34	80.97	101	169.25	252	370.50	2344	2755.57	30
North	374	374.25	45	67.5	14	39.6	38	70	65	124.50	536	675.85	7
South	1294	1325.45	142	231	106	236.19	143	220.75	349	493.50	2034	2488.89	27
Total	5568	5729.91	544	816	238	545.76	467	717	910	1383	7727	9191.67	100



Statement 9

COMPREHENSIVE EDUCATION LOAN SCHEME UPTO 31.03.2014

Particulars	Opening Bal. as on		2010-11		2011-12*		2012-13*		2013-14*		Cumulative	
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.
India	231	785.44	240	343.3	494	646.7	417	555.4	586	850.9	1968	3181.74
Abroad	96	1007.91	8	46.5	14	53.5	14	50	24	116.4	156	1274.31
Total	327	1793.35	248	389.8	508	700.2	431	605.4	610	967.3	2124	4456.05

Gender	Opening Bal. as on		2010-11		2011-12*		2012-13*		2013-14*		Cumulative	
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.
Male	149	827.69	147	232.3	282	371.05	227	306.6	298	479.25	1103	2216.89
Female	178	965.66	101	157.5	226	329.15	204	298.8	312	488.05	1021	2239.16
Total	327	1793.35	248	389.8	508	700.2	431	605.4	610	967.3	2124	4456.05

District	Opening Bal. as on		2010-11		2011-12*		2012-13*		2013-14*		Cumulative	
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.
East	158	1011.51	87	125	211	299.9	191	264	257	410.8	904	2111.21
West	71	324.65	58	84	127	169.3	100	141.95	161	240.5	517	960.4
North	16	69.69	14	40	23	33.8	20	44.95	39	92.5	112	280.94
South	82	387.5	89	140.8	147	197.2	120	154.5	153	223.5	591	1103.5
Total	327	1793.35	248	389.8	508	700.2	431	605.4	610	967.3	2124	4456.05

*Includes Additional Loan No. 269 (Sanctioned during 2013-2014).

*Includes Additional Loan No. 275 (Sanctioned during 2012-2013)

*Includes Additional Loan No. 237 (Sanctioned during 2011-2012).