

# **42nd ANNUAL REPORT FOR THE FINANCIAL YEAR 2018-19**



**SIKKIM INDUSTRIAL DEVELOPMENT  
AND INVESTMENT CORPORATION LTD.  
GANGTOK (SIKKIM)**

**PHONE : 03592 - 231530/232622/209622**

**42<sup>nd</sup> ANNUAL REPORT FOR THE FINANCIAL YEAR 2018-19**

**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LTD  
GANGTOK (SIKKIM)**

**PHONE: 03592-/231530/232622/231411/231397**

**EMAIL:mdsidico@rediffmail.com**

**42<sup>nd</sup> ANNUAL REPORT 2018-19**

SIKKIM INDUSTRIAL DEVELOPMENT & INVESTMENT CORPORATION LTD.  
BOARD OF DIRECTORS AS ON 31.03.2019

**CHAIRMAN**

Nominated by the Government

**BOARD OF DIRECTORS**

Additional Chief Secretary to Government of Sikkim,  
Department of Commerce & Industries

Additional Chief Secretary to Government of Sikkim,  
Finance, Revenue & Expenditure Department

Managing Director,  
State Bank of Sikkim

General Manager/Nominee,  
IDBI Bank Ltd., Kolkata

General Manager/Nominee,  
SIDBI, Guwahati

Managing Director,  
SIDICO

**BANKERS**

State Bank of Sikkim  
State Bank of India  
Axis Bank  
Bank of Maharashtra  
Corporation Bank  
IDBI Bank, Jorethang

**BRANCH OFFICE**

Jorethang  
South Sikkim

**AUDITORS**

Sushil Das & Associates,  
Chartered Accountant  
Gangtok

**REGD. OFFICE**

Udyog Bhawan,  
Tadong Gangtok-  
737102



42<sup>nd</sup> ANNUAL REPORT FOR THE FINANCIAL YEAR 2018-19

SIKKIM INDUSTRIAL DEVELOPMENT & INVESTMENT CORPORATION LTD.  
(A Government of Sikkim Undertaking)  
Udyog Bhawan, Gangtok-737 102

No. SIDICO/642

Dated: 01/09/2019

To,  
The Hon'ble Chairman, SIDICO;  
The Additional Chief Secretary, Commerce & Industries Department;  
The Additional Chief Secretary, FRED,  
The Managing Director, State Bank of Sikkim

Sir,

**Re: Board Meeting of SIDICO.**

This is to inform you that the 111<sup>th</sup> meeting of the Board of Directors of Sikkim Industrial Development & Investment Corporation Ltd. (SIDICO) is proposed to be held as:

Date: 9<sup>th</sup> September, 2019

Venue: Conference Hall of Commerce & Industries Dept.  
Tadong, Gangtok.

Time: 2.30 P.M

Your presence is highly solicited for the meet.

The Agenda papers are enclosed herewith.

Thanking You.

Yours sincerely,

**Managing Director,  
SIDICO**

Ref. No: SIDICO/749

Dated: 29.11.2019

To,  
The Hon'ble Chairman, SIDICO;  
The Additional Chief Secretary, Commerce & Industries Department;  
The Additional Chief Secretary, FRED,  
The Managing Director, State Bank of Sikkim

**Sub: Annual General Meeting of SIDICO.**

Sir,

This is to inform you that the 42<sup>nd</sup> Annual General Meeting of SIDICO is scheduled to be held as under:

Date: 11.12.2019

Time: 11.30 a.m

Venue: Conference Hall, Commerce & Industries Department,  
Udyog Bhawan, Tadong.

Your presence is highly solicited for the meet.

The agenda paper is enclosed herewith.

Thanking You.

Yours sincerely,

**Managing Director,  
SIDICO.**

## **DIRECTOR'S REPORT**

The Board presents the Forty First Annual Report together with the Audited Financial Statement and Auditor's Report for the Financial Year ended 31<sup>st</sup> March 2019.

Sikkim Industrial Development and Investment Corporation Limited is a public benefit corporation created by the State to advance job opportunities and economic welfare of the people of the State of Sikkim. The Corporation primarily does this by providing various loans to the people of Sikkim and also by working as a facilitator for the various development projects of the State Government.

### **I. ECONOMIC BACKGROUND**

The Gross State Domestic Product (GSDP) of Sikkim expanded at high Compound Annual growth Rate (CAGR) at 12.21 percent between 2011-12 and 2018-19. The total install power generation capacity of Sikkim is 962.15 Mega Watt. Sikkim's economic growth is expected to gather further momentum in Financial Year 2019-20 benefitting from a conducive global environment. Tourism in Sikkim has emerged as the new profession of the Sikkim people. village tourism, home stay, cultural tourism, trekking tourism, wellness tourism and adventure tourism has been promoted and this has enable tourism industry to reach new height. Government of India has introduced North-East Industrial Development Scheme 2017 and the State will be eligible for various incentives for both manufacturing and service sector.

With the above economic background the coming years will be very challenging for SIDICO as there would be various opportunities available for financing of projects in the tourism, agriculture sector and small scale industries. Policy initiative needs to be taken to make available low cost funds to promote the activities of the Corporation. Resolution on stressed asset has progressed during the year and further steps would be taken to ease out the stressed assets which will reflect in better profitability.

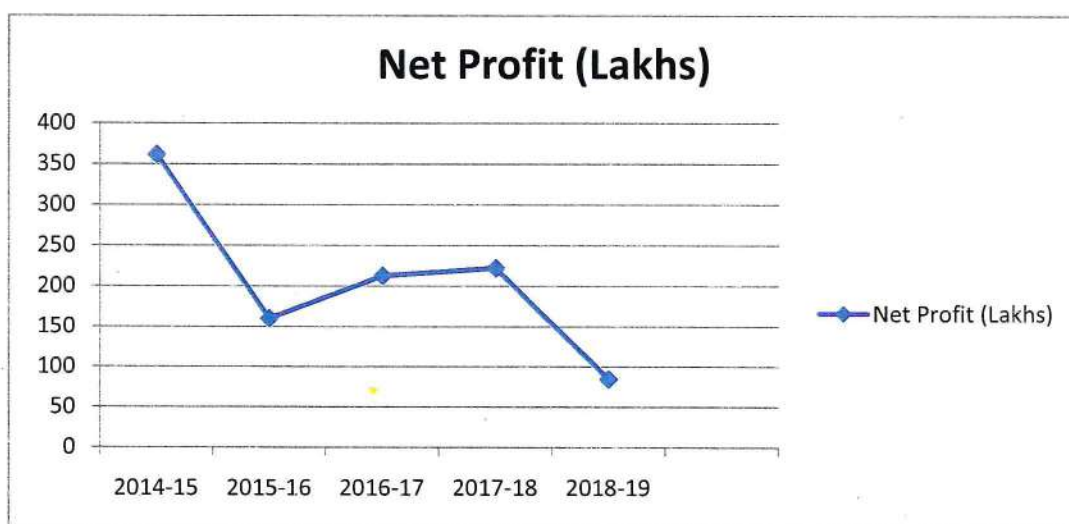
**II. FINANCIAL PERFORMANCE**

<b>PROFITABILITY</b>		Rs in Lakh	
Particulars	2018-19	2017-18	
Total Revenue			
Earnings before interest, depreciation, taxes, amortization and exceptional items	149.45	311.18	
Interest and Finance charges	0.06	0.07	
Depreciation	24.40	4.74	
Profit before tax	124.99	306.37	
Income tax	40.76	84.33	
Profit for the year	84.23	222.04	
Balance profit brought forward	1,385.65	1,027.53	
Exceptional items	-52.89	136.08	
Balance carried over to Balance Sheet	1,416.99	1,385.65	

The interest income from loans during the year was Rs 360.60 Lakh showing an increase of 6.98% in comparison to the previous year. The non interest income increase by 2.76% to Rs 305.97 Lakh in the Financial Year 2018-19 as against Rs 297.74 Lakh in Financial Year 2017-18.

The operating profit of the Corporation reduced by 59.20% in the current Financial Year in comparison to the operating profit for the Financial Year 2018-19. The Corporation posted a net profit of Rs 84.23 in Financial Year 2018-19.

The earnings per share for the Financial Year ended 31<sup>st</sup> March 2019 is Rs 49.14 as against earnings per share for Financial Year ended 31<sup>st</sup> March 2018 was Rs 129.51





**ASSETS AND LIABILITIES**

	Rupees in Lakh	
	2018-19	2017-18
<b>ASSETS</b>		
Fixed Assets	337.69	334.63
Balance with Banks	13,337.18	13,713.47
Loans and Advances	2,719.18	2,748.11
Investments	1,295.79	344.03
Other Assets	312.36	570.54
Securitisation Loan to Government of Sikkim	27,619.49	10,019.31
<b>Total Assets</b>	<b>45,621.69</b>	<b>27,730.09</b>
<b>LIABILITIES</b>		
Capital	1,714.30	1,714.30
Reserve and Surplus	1,695.44	1,643.65
Securitisation loans from Institutions	20,748.08	9,996.90
Unsecured loans from Government of Sikkim	202.87	202.87
Loan from NABARD	13,081.00	6,951.09
Funds for implementation of different Govt. schemes	6,713.90	5,508.95
Provisions	1,329.87	1,591.73
Other Liabilities	136.23	120.60
<b>Total Liabilities</b>	<b>45,621.69</b>	<b>27,730.09</b>

Fixed Assets include The value of office building is Rs 1,65,03,000.00 which is as per the valuation report of the valuer. The asset has been taken into account on the basis of the 106<sup>th</sup> Meeting of the Board of Directors held on 31<sup>st</sup> January, 2018 whereby the investment in Sikkim Jewels has been adjusted against the value of the asset.

The balance with banks comprises of fixed deposit with banks of Rs 5,417.59 Lakh representing funds of Government of Sikkim managed by SIDICO for implementation of various schemes of the Government. It also includes Rs 6,500.00 Lakh of NABARD loan received in March 2018 which has subsequently given as loan to Government of Sikkim.

Investments comprise of investments made to the erstwhile Sikkim Vanaspati Limited amounting to Rs 93.27 Lakh. As the investment is doubtful of recovery a provision for the equal amount has been made in the accounts of the Corporation.

The loans and advances have been classified as per the Corporation's norms. Provision has been made based on the classifications. The total provision for non performing asset as on 31<sup>st</sup> March 2019 is Rs 1106.89 Lakh which is being carried forward for the past few years. The Corporation needs to review the classification norms and bring it at par with the standards followed by the financial institutions in India.



**III. DIRECTORS' RESPONSIBILITY STATEMENT**

Based upon representation from the management the Board state that:

1. In preparing the Annual Account the applicable Accounting Standards have been reviewed and there is no material departures.
2. The Accounting Policies selected have been applied consistently and the judgements and estimates made are reasonable and prudent to give a true and fair view of the Corporation at the end of the Financial Year and of the profit of the Corporation for the year.
3. The Annual Accounts of the Corporation have been prepared on a 'going concern basis'.

**IV. CORE OPERATIONS**

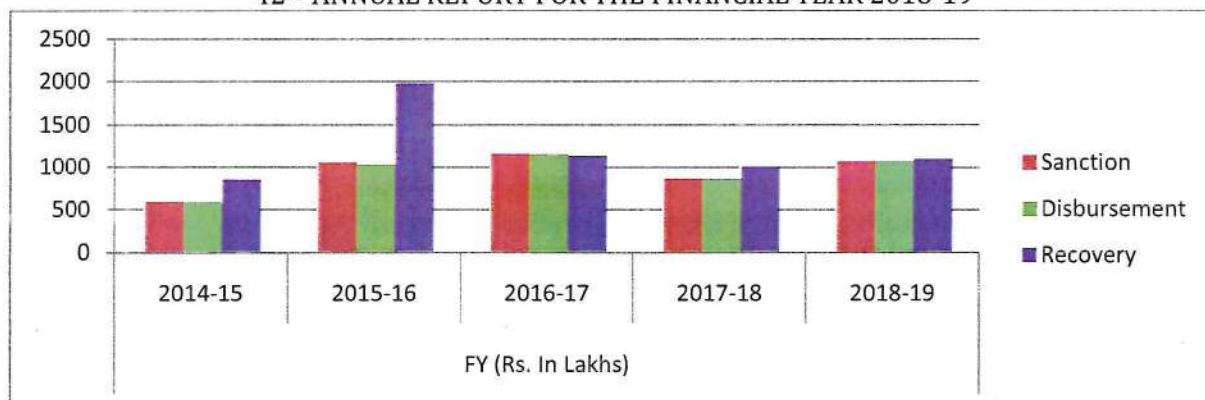
The disbursement of loans and its recovery under the various schemes is the core area of operation of the Corporation. Details for the Financial Year 2018-19 are given below:-

Particulars	(Rs in Lakh)				
	Sanctioned	Disbursed	Recovered	Outstanding	Outstanding
	2018-19	2018-19	2018-19	Balance 31.03.2019	Balance 31.03.2018
Composite Loan	-	-	0.76	20.89	21.65
Computer Loan			18.80	18.62	37.42
Hotel Loan			20.59	249.57	270.16
Motor Vehicle Loan			-	2.69	2.69
Multipurpose Loans	1,067.00	1,067.00	948.27	2174.85	2056.12
Small Scale Industries Loan			98.98	25.75	124.73
Staff Conveyance Loan	3.00	3.00	7.14	10.25	14.39
Staff Housing Loan			0.40	0.51	0.91
Vehicle Transport Loan	-	-	3.99	11.79	15.78
Chief Minister's Rogjar Yojana	-	-	-	4.26	4.26
<b>Grand Total</b>	<b>1,070.00</b>	<b>1,070.00</b>	<b>1,098.93</b>	<b>2,519.18</b>	<b>2,548.11</b>
<b>Previous Year</b>	<b>866.70</b>	<b>866.70</b>	<b>1,005.50</b>	<b>2,548.11</b>	

Major stress was given on recovery of the loans during the Financial Year 2018-19 and the percentage increase in recovery is 8.50% as against the Financial Year 2017-18.

		FY (Rs. In Lakhs)				
		2014-15	2015-16	2016-17	2017-18	2018-19
Sanction		588.15	1051.9	1154.25	866.7	1070
Disbursement		589.3	1021.87	1152.7	866.7	1070
Recovery		847.07	1975.3	1137	1005.5	1098.93

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The other area of operations is the implementation and management of the various Government schemes on behalf of the Government of Sikkim. The details are as given below:-

Particulars	(Rs in Lakh)				
	Sanctioned	Disbursed	Recovered	Outstanding Balance	Outstanding Balance
	2018-19	2018-19	2018-19	31.03.2019	31.03.2018
Comprehensive Education Loan Scheme	1,381.87	468.33	276.27	4154.55	3534.54
Chief Ministers' Self Employment Scheme			618.76	1341.76	685.70
Chief Ministers' Self Reliant Scheme			1.15	747.53	746.37
<b>Grand Total</b>	<b>1,381.87</b>	<b>468.33</b>	<b>896.18</b>	<b>6,243.84</b>	<b>4,966.61</b>
<b>Previous Year</b>	<b>725.46</b>	<b>280.52</b>	<b>615.93</b>		

Chief Ministers Self Employment Scheme includes Rs. 7,94,22,589.00 representing the value of Loan and interest which have been waived by Government of Sikkim vide notification no: 38/Home/2018 dt: 02.07.2018.

#### V. SHARE HOLDING PATTERN

Share Holders	As at 31st March 2019			As at 31st March 2018		
	No. of Shares held	% of Holding	Value (Rs in Lakh)	No. of Shares held	% of Holding	Value (Rs in Lakh)
Govt. of Sikkim	1,07,750	62.85%	1,077.50	1,07,750	62.85%	1,077.50
Industrial Development Bank of India	63,680	37.15%	636.80	63,680	37.15%	636.80
<b>Total</b>	<b>1,71,430</b>	<b>100</b>	<b>1,714</b>	<b>1,71,430</b>	<b>100</b>	<b>1,714</b>

## **VI. INTERNAL CONTROL MECHANISM**

Corporation is committed to ensuring effective internal controls, operational efficiencies, prevention and detection of frauds and errors, security of organizational assets and accurate and timely financial information. The internal control mechanisms reflect the necessary and appropriate checks and balances.

## **VII. AUDIT**

The auditors of the Corporation for the year ended 31<sup>st</sup> March 2019 is M/s Sushil Das and Associates, Chartered Accounts, Gangtok who have submitted their audit report together with the audited financial statements as on that date.

## **VIII. CAUTIONARY STATEMENT**

Risks, uncertainties or future actions could differ materially from those expressed in the Director's report. These statements are relevant on the date of this report. The Directors have no obligation to update or revise any statements whether as a result of new information, future developments or otherwise. Therefore undue reliance should not be placed on these statements.

## **IX. ACKNOWLEDGEMENT**

The Board places on record its appreciation and gratitude for guidance support and cooperation received from the Government of Sikkim and IDBI.

The Board takes this opportunity to thank all employees for their commitment, dedication and cooperation.

Place:- Gangtok  
Date:- 09-09-2019

For and on behalf of Board

H.P Kharel  
Managing Director



## **INDEPENDENT AUDITOR'S REPORT**

To the Members of

Sikkim Industrial Development and Investment Corporation Limited

### ***Report on the Audit of the Standalone Financial Statements***

#### ***Opinion***

We have audited the standalone financial statements of Sikkim Industrial Development and Investment Corporation Limited ("the Corporation"), which comprise the balance sheet as at 31<sup>st</sup> March 2019, 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.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information 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 Corporation as at March 31, 2019, and profit, for the year ended on that date.

#### ***Basis for Opinion***

We conducted our audit in accordance with the Standards on Auditing. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Corporation in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### ***Responsibility of Management for Standalone Financial Statements***

The Corporation's Board of Directors is responsible with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance of the Corporation in accordance with the accounting principles generally accepted in India, including the accounting Standards. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Corporation and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments 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 and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Corporation or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the corporation's financial reporting process.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. We are also responsible for expressing our opinion on whether the corporation has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Corporation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

***Report on Other Legal and Regulatory Requirements***

We report that:

We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- (a) In our opinion, proper books of account as required by law have been kept by the Corporation so far as it appears from our examination of those books.
- (b) The Balance Sheet and the Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account.
- (c) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards.

With respect to the adequacy of the internal financial controls over financial reporting of the Corporation and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".

**Place: Gangtok**

**Date: 09-09-2019**

**For Sushil Das & Associates**

**Chartered Accountants**

**Firm Regd. No: 326657E**

**Sushil Das**

**Partner**

**Membership No: 051057**

**UDIN No: 19051057AAAAC48960**



**“Annexure A” to the independent Auditors’ Report**

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the corporation for the year ended march 31st 2019:

- 1)(a) The Corporation has not maintained proper records showing full particulars, including quantitative details and situation of fixed assets;  
(b) The Fixed Assets have not been physically verified by the management during the year.  
(c) The title deeds of immovable properties, whenever applicable, are held in the name of the corporation.
- 2)(a) The management has not conducted the physically verification of inventory at reasonable Intervals.
- 3) The Corporation has not accepted any deposit from the public and hence the directives Issued by Reserves Bank of India with regards to the deposits accepted from the public are not applicable.
- 4) According to the information and explanations given to us and on the basis of our examination of the books of account, and records, the corporation has been generally regular in depositing un-disputing statutory dues including Provident Fund, Income Tax, Goods and Service Tax, Cess and any other statutory dues with the appropriate authorities. No undisputed amount payable in respect of the above were in arrears as at March 31st 2019 for a period of more than six months from the date on when they become payable.
- 5) In our opinion and according to the information and explanations given to us, the Corporation has not defaulted in the repayment of dues to banks. The corporation has taken loan from financial institutions.
- 6) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the corporation or on the corporation by its officers or employees has been noticed or reported during the year.

**For and on behalf of**  
**Sushil Das & Associates**  
**Chartered Accountants**  
**Firm Registration No: 326657E**

**Sushil Das**  
**Partner**  
**Mem.No: 051057**  
**Place: Gangtok**  
**Date: 09-09-2019**  
**UDIN No: 19051057AAAAC48960**

**1****COMPANY OVERVIEW**

The company was incorporated under the Sikkim Companies Act 1961, the registration number of the company on incorporation is memo no: 40/L/R dated 22/10/1988.

The Company is engaged in the work of Industrial Development in the State of Sikkim by promoting industries and financing the industrial enterprises and requirements of the people of Sikkim. It is also engaged in the carrying out of the schemes of the Government of Sikkim with regard to promoting self employment.

**1****SIGNIFICANT ACCOUNTING POLICIES:****1.1 Basis of preparation of financial statements**

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

**1.2 Use of estimates**

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

**1.3 Revenue Recognition**

Revenue is primarily derived from interest earned from loan given under the various schemes. The interest earned on the loans given is accounted for on cash basis. The interest on loans classified as substandard, doubtful or loss assets is recognised on realisation.

Interest income on securitization loan to Government of Sikkim is recognised on accrual basis.

Interest on fixed income securities i.e term deposits with bank and investments is recognised on accrual basis.

Other Income are accounted for on cash basis.

The company recognises the income from funds made available by the Government of Sikkim for the loan schemes of the Government being managed by the company on :

Cash Basis for Interest earned from the borrowers account and

Interest earned from Term Deposits on accrual basis.

The interest earned from the borrowers account and term deposits banks is credited to the various schemes.

Such schemes of the Government of Sikkim managed by the company are :

- a) Developing Export Infrastructure & Allied Activities,
- b) Chief Ministers Self Employment Scheme
- c) Comprehensive Education Loan Scheme

**1.4 Loans and Advances**

a) Advances are classified into Standard, Sub-standard, Doubtful & Loss Assets.

b) Provision on advances categorised are as follows:

Standards : Installments not dues for more than 7 months- Provision rate 0.25%

Sub-Standards : Installments dues for a period of 7 months to 18 months - Provision rate 10%

Doubtful 1 : Installments dues for less than 3 years - Provision rate 30%

Doubtful 2 : Installments dues more than 3 years less than 10 years - Provision rate 75%

Loss Assets : Installments dues more than 10 years - Provision rate 100%



**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED****1.5 Tangible Assets**

Tangible assets are stated at cost, less accumulated depreciation and impairment, if any. Direct costs are capitalized until.

**1.6 Depreciation and amortization**

- a) Depreciation is calculated on written down value basis on Fixed Assets.  
 b) Fixed Assets are depreciated at the rates considered appropriate by the management as under:

Office Equipment	15%
Computers & Accessories	
Desktop Computer	15%
Computer UPS	15%
Notebook Computer	15%
Laptop Computer	15%
Furniture & Fixture	10%
Motor Vehicle	15%
Computer Software	15%

**1.7 Impairment**

The Management does not periodically assesses using external or internal sources, whether there is an indication that an asset may be impaired.

**1.8 Investments**

Investments are valued at cost. Provision for diminution in value of investment is provided.

**1.9 Inventories**

Inventories are stated at cost or net realisable value, whichever is lower. Cost is determined on weighted average method for all the inventories. Cost comprises expenditure incurred in the normal course of business in bringing such inventories to its location and includes, where applicable, appropriate overheads based on normal level of activity.

**1.10 Staff Retirement Benefits**

- a) Defined Contribution Plan- Contribution to Provident Fund is made at a pre determined rate and is charged to Profit and Loss Account.  
 b) Defined Benefit Plan - The company's liabilities towards gratuity is determined by Life Insurance Corporation of India with whom it has a plan with regard to the above and the amount so determined is deposited with the Life Insurance Corporation of India and such expenditure is debited to the Profit and Loss Account in the year the expenditure is incurred.

**1.11 Taxes on Income**

Current tax is the amount payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act 1961. Deferred Tax is recognised on timing differences being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred Tax Assets in respect of unabsorbed depreciation and carry forwarded losses are recognised if there is a virtual certainty that there will be sufficient future taxable income available to set off such losses.

**1.12 Provisions**

A provision is recognised when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be settle the obligation and a reliable estimate can be made of amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date.



**SIKKIM INDUSTRIAL DEVELOPMENT CORPORATION LIMITED**

**1.13 Contigent Liability**

A disclosure of Contigent Liability is made when there is a possible obligation arising from a past event, the existence of which will be confirmed by occurrence or non occurrence of one or more uncertain future events not within the control of the organisation.

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**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED**

<b>Balance Sheet As At</b>	<b>Note</b>	<b>31st, March 2019 (Rs)</b>	<b>31st, March 2018 (Rs)</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders Funds</b>			
Share Capital	2	17,14,30,000.00	17,14,30,000.00
Reserves And Surplus	3	16,95,44,380.38	16,43,65,596.64
<b>NON CURRENT LIABILITIES</b>			
Long Term Borrowings	4	3,40,31,95,257.00	1,71,50,86,257.00
Other Long-term Liabilities	5	67,13,90,170.00	55,08,95,702.00
<b>Current Liabilities</b>			
Other Current Liabilities	6	1,36,25,453.00	1,20,58,928.00
Short-Term Provisions	7	13,29,87,075.62	15,91,73,198.36
		<b>4,56,21,72,336.00</b>	<b>2,77,30,09,682.00</b>
<b>ASSETS</b>			
<b>NON- CURRENT ASSETS</b>			
<b>Fixed Assets</b>			
Tangible Assets	8	3,17,24,536.00	3,10,85,845.00
Fixed Assets R&D Fund	8A	20,44,962.00	23,77,272.00
<b>Non- Current Investments</b>	9	12,95,79,783.00	3,44,02,630.00
<b>Long Term Loans &amp; Advances</b>	10	3,05,51,42,405.00	1,32,33,73,706.00
<b>Other Non- Current Assets</b>	11	99,61,696.00	1,04,22,870.00
<b>CURRENT ASSETS</b>			
Cash & Bank Balances	12	1,33,37,18,954.00	1,37,13,47,359.00
		<b>4,56,21,72,336.00</b>	<b>2,77,30,09,682.00</b>
Significant Accounting Policies	1	-0.00	-

The accompanying notes 1 to 20 form an integral part of Financial Statement.  
As per our report of even date attached.

**For: Sushil Das & Associates**  
**Chartered Accountants**  
**Firm Regd No: 326657E**

**S.Das**  
**(Partner)**  
**Membership No: 051057**  
**Date: 09-09-2019**  
**Place: Gangtok**  
**UDIN NO: 19051057AAAACY8960**

For and on behalf of the Board of Directors

**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED**

	Note	YEAR ENDED	
Statement of Profit and Loss for the		31st, March 2019	31st, March 2018
		(Rs)	(Rs)
<b>INCOME</b>			
Income From Interest	13	3,60,59,987.00	3,37,05,581.00
Other Income	14	3,05,97,858.00	2,97,74,513.00
Total Revenue		<u>6,66,57,845.00</u>	<u>6,34,80,094.00</u>
<b>EXPENSES</b>			
Employee Benefit Expenses	15	4,83,64,399.00	2,95,58,595.00
Finance Cost	16	6,422.64	6,801.00
Other Expenses	17	33,48,221.00	28,04,022.00
Depreciation and Amorization Expenses	8	24,39,629.00	4,73,688.00
Total Expenses		<u>5,41,58,671.64</u>	<u>3,28,43,106.00</u>
<b>Profit before Exceptional Item &amp; Tax</b>		<b>1,24,99,173.36</b>	<b>3,06,36,988.00</b>
Provision for Income Tax		40,75,896.62	84,33,419.36
<b>Profit after tax carried forward</b>	<b>4</b>	<u><b>84,23,276.74</b></u>	<u><b>2,22,03,568.64</b></u>
Significant Accounting Policies	1		

The accompanying notes 1 to 20 form an integral part of Financial Statement.  
As per our report of even date attached.

**For: Sushil Das & Associates**  
**Chartered Accountants**  
**Firm Regd No: 326657E**

**S.Das**  
**(Partner)**  
**Membership No: 051057**  
**Date: 09-09-2019**  
**Place: Gangtok**  
**UDIN NO: 19051057AAAACY8960**

For and on behalf of the Board of Directors



42<sup>nd</sup> ANNUAL REPORT FOR THE FINANCIAL YEAR 2018-19  
**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED**

**Notes to Accounts for the Year ended 31st March 2019**

The previous period figures have been regrouped/reclassified, wherever necessary to confirm to the current period presentation.

**2**

**SHARE CAPITAL**

Particulars	As At	
	31.03.2019 (Rs)	31.03.2018 (Rs)
<b>Details of Authorised, Issued, Subscribed and</b>		
<b>Fully paid up Shares</b>		
2,00,000 Equity of Rs 1000.00 each, fully paid up (Previous year 2,00,000 Equity Shares)	20,00,00,000.00	20,00,00,000.00
<b>Issued, Subscribed, &amp; Paid Up</b>		
1,71,430 Equity of Rs 1000.00 each, fully paid up (Previous year 1,71,430 Equity Shares)	17,14,30,000.00	17,14,30,000.00
	<b>17,14,30,000.00</b>	<b>17,14,30,000.00</b>

Details of Share holders more than 5 percent of the Company

	As at 31st March 2019		As at 31st March 2018	
	No of Shares Held	(%) of Holding	No of Shares Held	(%) of Holding
Government of Sikkim	107750	62.85%	107750	62.85%
Industrial Development Bank of India	63680	37.15%	63680	37.15%
<b>Total</b>	<b>171430</b>	<b>100%</b>	<b>171430</b>	<b>100%</b>

**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED****Notes to Accounts Contd....****3****RESERVES AND SURPLUS**

Particulars	As At	
	31.03.2019 (Rs)	31.03.2018 (Rs)
<b><u>Profit &amp; Loss Account</u></b>		
Balance as per last Financial Statement	13,85,65,206.64	10,27,53,483.00
Add: profit transferred from Profit and Loss	84,23,276.74	2,22,03,568.64
Add : Exceptional Items (note no. 3)	(52,89,455.00)	1,36,08,155.00
<b>Closing Balance</b>	<b>14,16,99,028.38</b>	<b>13,85,65,206.64</b>
<b><u>Capital Reserves</u></b>		
Grant From Govt. of Sikkim	22,91,189.00	22,91,189.00
Grant From Micro Enterprise	1,53,11,000.00	1,53,11,000.00
Reserve Fund for Investments	60,71,000.00	60,71,000.00
R & D Grant Fund	20,44,962.00	-
<b>Closing Balance</b>	<b>2,57,18,151.00</b>	<b>2,36,73,189.00</b>
<b>Other Reserves</b>	<b>21,27,201.00</b>	<b>21,27,201.00</b>
<b>Total of Reserve and Surplus</b>	<b>16,95,44,380.38</b>	<b>16,43,65,596.64</b>

Note 3

Unusual Items pertains to debit and credit of previous years the details are as under:

Income Tax for Financial Year	Rs	(78,85,705.00)	5,11,681.00
Adjustments of Service Tax input not accounted for in previous year	Rs	-	2,13,086.00
Provision for Investments no longer required	Rs	-	1,39,06,750.00
Provision for NPA no longer required	Rs	25,96,250.00	
		(52,89,455.00)	1,36,08,155.00

**4****LONG TERM BORROWINGS**

Particulars	As At	
	31.03.2019 (Rs)	31.03.2018 (Rs)
<b><u>SECURED LOANS</u></b>		
HUDCO Loan A/c -I	40,98,60,961.00	47,81,72,961.00
HUDCO Loan A/c -II	1,15,00,00,000.00	-
State Bank of Sikkim A/c No: 1	14,49,99,708.00	14,49,99,708.00
State Bank of Sikkim A/c No: 2	36,99,47,422.00	37,65,17,422.00
Loan From NABARD	1,30,81,00,000.00	69,51,09,000.00
	<b>3,38,29,08,091.00</b>	<b>1,69,47,99,091.00</b>

- 1 The above loan represents loan taken on behalf of the Government of Sikkim. The amount payable is represented amount receivable from Government of Sikkim (Securitization Loan) shown under the head Long Term Loans & Advances under Current Assets
- 2 Rs. 2,87,88,292.00 of payment made to HUDCO against HUDCO Loan-I has not been received from Government of Sikkim against the Securitization Loan (Sch-10)
- 3 Fund received from Govt. Of Sikkim Rs. 56,07,056.00 represent amount given by Commerce & Industries Department GOS.

42<sup>nd</sup> ANNUAL REPORT FOR THE FINANCIAL YEAR 2018-19  
**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED**  
**Notes to Accounts Contd....**

Particulars	As At	
	31.03.2019 (Rs)	31.03.2018 (Rs)
<b><u>UNSECURED LOANS</u></b>		
From Government of Sikkim	2,02,87,166.00	2,02,87,166.00
<b>Closing Balance</b>	<b>2,02,87,166.00</b>	<b>2,02,87,166.00</b>
<b>TOTAL LONG TERM BORROWINGS</b>	<b>3,40,31,95,257.00</b>	<b>1,71,50,86,257.00</b>

**5**

**OTHER LONG TERM LIABILITIES**

Particulars	As At	
	31.03.2019 (Rs)	31.03.2018 (Rs)
<b><u>Funds</u></b>		
Developing Export Infrastructure & Allied Activities	4,11,88,546.00	3,92,52,029.00
Chief Ministers Self Reliant Mission	7,47,53,720.00	7,46,37,983.00
National Mission on Food Processing	72,432.00	1,14,432.00
Chief Ministers Self Employment Scheme	13,41,76,193.00	6,85,70,518.00
Comprehensive Education Loan Scheme	41,54,54,578.00	35,34,54,851.00
Capacity Building	1,28,450.00	1,28,450.00
R & D Grant Fund	-	23,77,272.00
Amount refundable to Govt. of Sikkim	9,195.00	65,79,195.00
Fund Received from BBNL	-	57,80,972.00
Fund received from Govt. Of Sikkim	56,07,056.00	
	<b>67,13,90,170.00</b>	<b>55,08,95,702.00</b>

1. Funds made available by the Government of Sikkim for implementation of the schemes which are:

- a) Chief Ministers Self Reliant Mission
- b) Chief Ministers Self Employment Scheme
- c) Comprehensive Education Loan Scheme

The funds are being managed by SIDICO on behalf of the Government of Sikkim and assets of the fund is the ownership of the Government of Sikkim.

2. Chief Ministers Self Employment Scheme includes Rs. 7,94,22,589.00 representing the value of Loan and interest which have been waived by Government of Sikkim vide notification no: 38/Home/2018 dt: 02.07.2018.

2. Developing Export Infrastructure & Allied Activities is the fund provided by the Government of India to Government of Sikkim. The fund has been given to SIDICO to implement the project and all earnings and assets of the fund belong to the project.



**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED****6****OTHER CURRENT LIABILITIES**

Particulars	As At	
	31.03.2019 (Rs)	31.03.2018 (Rs)
Liability for Expenses	-	1,21,000.00
Security Deposit	1,12,63,841.00	1,19,05,828.00
Sundry Deposit	56,100.00	32,100.00
Audit Fee Payable	1,16,000.00	-
Group Gratuity Scheme	15,12,061.00	
Goods and Service Tax Output	6,77,451.00	
	<b>1,36,25,453.00</b>	<b>1,20,58,928.00</b>

**7****SHORT TERM PROVISIONS**

Particulars	As At	
	31.03.2019 (Rs)	31.03.2018 (Rs)
Provision for Standard Asset	4,60,770.00	4,60,770.00
Provision for Non Performing Assets	9,06,89,360.00	9,32,85,610.00
Provision for Loss Assets	2,00,00,000.00	2,00,00,000.00
Provision for Income Tax	1,25,09,315.62	3,51,98,183.36
Provision for Investments	93,27,630.00	93,27,630.00
Provision for Mortgage Deed Fees	-	9,01,005.00
	<b>13,29,87,075.62</b>	<b>15,91,73,198.36</b>

The value of provisions for Standard Assets and Non Performing Assets has been done in earlier years and the actual provision required as on 31.03.2019 cannot be quantified in the absence of details.

**9****NON- CURRENT INVESTMENTS**

Particulars	As At	
	31.03.2019 (Rs)	31.03.2018 (Rs)
Long term investments - at cost		
Sikkim Jewels Limited		-
Sikkim Vanaspati Limited	93,27,630.00	93,27,630.00
Webcon Limited	75,000.00	75,000.00
Investment in Mutual Fund	12,01,77,153.00	2,50,00,000.00
	<b>12,95,79,783.00</b>	<b>3,44,02,630.00</b>

**Closing Balance**

Sikkim Vanaspati Limited has been liquidated. As the investments value as on date is NIL a provision for loss on investment amounting to Rs. 93,27,630.00 has been made and is appearing under Short Term Provision

**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED**  
**Notess to Accounts Contd....**

**10****LONG TERM LOANS & ADVANCES**

Particulars	As At	
	31.03.2019 (Rs)	31.03.2018 (Rs)
<u>Borrowers Account</u>		
Chief Ministers Rojghar Yojna	4,26,103.00	4,26,103.00
Composite Loan	20,89,364.00	21,65,751.00
Computer Loan	18,62,836.00	37,42,453.00
Hotel Loan	2,49,57,215.00	2,70,15,951.00
Motor Vehicle Loan	2,68,933.00	2,68,933.00
Multipurpose Loan	21,74,85,491.00	20,56,11,577.00
Small Scale Industries Loan	25,74,499.00	1,24,73,067.00
Staff Conveyance Loan	10,24,060.00	14,38,661.00
Staff Housing Loan	51,317.00	90,974.00
Vehicle/Transport Loan	11,78,299.00	15,78,297.00
Loan to Sikkim Vanaspati Ltd	2,00,00,000.00	2,00,00,000.00
	<b>27,19,18,117.00</b>	<b>27,48,11,767.00</b>
<u>Others</u>		
Securitization Loan to Govt. of Sikkim	2,76,19,49,878.00	1,00,19,31,164.00
Advance Income Tax	2,12,74,410.00	4,66,30,775.00
Closing Balance	<b>3,05,51,42,405.00</b>	<b>1,32,33,73,706.00</b>

- 1 Securitization Loan to Govt. of Sikkim represents the loan taken by SIDICO from HUDCO, State Bank of Sikkim NABARD and the interest paid there on. The advance is equal to the liability as shown under the head Long Term Borrowings.
- 2 Borrowers account include Non Performing Assets the value of which has not been quantified except for Loan to Sikkim Vanaspati Limited for which a provision for loss assets has been made.

**11****OTHER NON-CURRENT ASSETS**

Particulars	As At	
	31.03.2019 (Rs)	31.03.2018 (Rs)
Advance to Staff	2,45,600.00	37,000.00
Sundry Receivables	36,725.00	21,725.00
Advance to Others	71,73,201.00	75,73,201.00
Advance to DOP	22,51,397.00	22,51,397.00
Telephone Deposit	19,025.00	19,025.00
Sundry Debtors Rent Receivable	6,000.00	6,000.00
Goods and Service Tax Input	2,29,748.00	5,14,522.00
	<b>99,61,696.00</b>	<b>1,04,22,870.00</b>

**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED**  
**Notes to Accounts Contd....**
**12****CASH & BANK BALANCE**

Particulars	As At	
	31.03.2019 (Rs)	31.03.2018 (Rs)
<b>Balances With Banks</b>		
In Current & Savings Account	12,17,14,979.00	95,37,996.00
Deposits with Banks with 12 months Maturity		
SIDICO Fund	-	38,05,20,046.00
Government of Sikkim Funds	54,17,59,767.00	27,91,49,705.00
NABARD Loan Fund	65,00,00,000.00	69,00,00,000.00
	1,19,17,59,767.00	1,34,96,69,751.00
Interest accrued but not due on deposits with banks		
SIDICO Fund	-	80,27,263.00
Government of Sikkim Funds	2,02,44,208.00	41,12,349.00
	2,02,44,208.00	1,21,39,612.00
Total Bank Balance	1,33,37,18,954.00	1,37,13,47,359.00

Deposits with bank include deposits of Govt. Funds with the corporation and held in custody on behalf of the Government of Sikkim.



# 42<sup>nd</sup> ANNUAL REPORT FOR THE FINANCIAL YEAR 2018-19

## SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED

GANGTOK, SIKKIM

Notes to Accounts Continued..

8

### Fixed Assets & Depreciation

Sl.No	Names of the Assets	Rate of Depreciation	GROSS BLOCK (₹)			DEPRECIATION			NET BLOCK	
			As on 01.04.18	Additions during the year	Deletions during the year	As on 31.03.19	Upto 31.03.18	For the year (2018-19)	As on 31.03.19	As on 31.03.18
			₹	₹		₹	₹	₹	₹	₹
1	Land	0%	1,16,53,293.00	-	-	1,16,53,293.00	-	-	1,16,53,293.00	1,16,53,293.00
2	Office Buildings	10%	1,65,03,000.00	15,40,211.00	-	1,80,43,211.00	-	18,04,321.00	1,62,38,890.00	1,65,03,000.00
2	Office Equipment	15%	23,72,995.00	-	-	23,72,995.00	20,35,459.00	50,630.00	2,86,906.00	3,37,536.00
3	<u>Computers &amp; Accessories</u>		-			-	-	-	-	-
3.1	Desktop Computer	15%	93,252.00	1,66,004.00	-	2,59,256.00	43,996.00	32,289.00	1,82,971.00	49,256.00
3.2	Computer UPS	15%	3,570.00	-	-	3,570.00	1,558.00	302.00	1,710.00	2,012.00
3.3	Notebook Computer	15%	31,500.00	-	-	31,500.00	13,745.00	2,663.00	15,092.00	17,755.00
3.4	Laptop Computer	15%	47,250.00	-	-	47,250.00	19,568.00	4,152.00	23,530.00	27,682.00
4	CCTV Camera	15%	-	4,120.00	-	4,120.00	-	618.00	3,502.00	-
5	Software	15%	-	6,35,830.00	-	6,35,830.00	-	95,375.00	5,40,455.00	-
6	Furniture & Fixture	10%	20,70,101.00	34,469.00	-	21,04,570.00	14,07,741.00	69,683.00	6,27,146.00	6,62,360.00
7	Motor Vehicle	15%	43,70,847.00	8,73,241.00	1,75,555.00	50,68,533.00	25,37,896.00	3,79,596.00	21,51,041.00	18,32,951.00
	Current year Total :		3,71,45,808.00	32,53,875.00	1,75,555.00	4,02,24,128.00	60,59,963.00	24,39,629.00	3,17,24,536.00	3,10,85,845.00
	Previous Year Total :		1,93,66,613.00	1,94,87,057.00	17,07,862.00	3,71,45,808.00	55,86,275.00	4,73,688.00	3,10,85,845.00	1,37,80,338.00

1 The value of Land and Factory Building located at Melli, South Sikkim, acquired by SIDICO in the year 2003 has not been included in the value of land.

42<sup>nd</sup> ANNUAL REPORT FOR THE FINANCIAL YEAR 2018-19

SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED

GANGTOK, SIKKIM  
Notes to Accounts Continued..  
8A

Fixed Assets & Depreciation of Research & Development Grant Fund

Sl.No	Names of the Assets	Rate of Depreciation	GROSS BLOCK (₹)			DEPRECIATION		NET BLOCK	
			As on 01.04.18	Additions during the year	Deletions during the year	As on 31.03.19	Upto 31.03.18	For the year (2018-19)	As on 31.03.19
			₹	₹		₹	₹	₹	₹
2	Office Equipment	15%	13,29,022.00			13,29,022.00	1,99,353.00	1,69,450.00	3,68,803.00
3	Computers & Accessories	15%	1,39,296.00	-	-	1,39,296.00	38,654.00	15,096.00	53,750.00
7	Furniture & Fixture	10%	5,39,564.00		-	5,39,564.00	53,956.00	48,561.00	1,02,517.00
8	Motor Vehicle	15%	9,72,578.00			9,72,578.00	3,11,225.00	99,203.00	4,10,428.00
	Current year Total :		29,80,460.00	-	-	29,80,460.00	6,03,188.00	3,32,310.00	9,35,498.00
									20,44,962.00
									11,29,669.00
									85,546.00
									1,00,642.00
									4,85,608.00
									6,61,353.00
									23,77,272.00

**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED****Notes to Accounts Contd....****13****INCOME FROM INTEREST**

Particulars	Year Ended	
	31.03.2019 (Rs)	31.03.2018 (Rs)
Composite Loan	24,613.00	1,09,410.00
Computer Loan	3,92,468.00	6,62,816.00
Hotel Loan	18,93,895.00	24,55,138.00
Housing Loan	1,02,634.00	1,82,422.00
Motor Vehicle Loan	2.00	-
Multipurpose Loan	2,78,27,070.00	2,94,65,962.00
SSI Loan	43,68,813.00	8,18,750.00
Staff Conveyance Loan	98,812.00	11,083.00
Subsidy Appraisal Fee	13,51,680.00	
	<b>3,60,59,987.00</b>	<b>3,37,05,581.00</b>

**14****OTHER INCOME**

Particulars	Year Ended	
	31.03.2019 (Rs)	31.03.2018 (Rs)
Dividend from Investments	6,750.00	14,99,760.00
Interest on Term Deposit	2,16,41,535.00	2,65,67,753.00
Lease Rent on Land	2,62,000.00	2,74,110.00
Loan Application Form Fee	35,600.00	38,744.00
Loan Processing Fee	14,09,264.00	10,22,950.00
Miscellaneous income	-	3,71,196.00
Vehicle User Fee	30,000.00	-
Interest on Investment in Liquid Fund	61,77,153.00	
NOC Fee	10,35,556.00	
	<b>3,05,97,858.00</b>	<b>2,97,74,513.00</b>

**15****EMPLOYEE BENEFIT EXPENSES**

Particulars	Year Ended	
	31.03.2019 (Rs)	31.03.2018 (Rs)
Salary and Allowances	3,50,13,993.00	2,54,62,997.00
Revised Pay Arrear	26,42,000.00	
Contribution to E.P.F	30,01,354.00	24,86,873.00
EPF Administrative Charges	2,47,207.00	2,42,224.00
Gratuity	71,70,301.00	1,76,759.00
Medical Reimbursement	61,469.00	1,49,441.00
Staff Welfare		3,698.00
Uniform Allowances	44,000.00	28,000.00
Spectacle Allowance	37,490.00	27,500.00
Leave Encashment	1,46,585.00	9,81,103.00
	<b>4,83,64,399.00</b>	<b>2,95,58,595.00</b>



**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED****Notes to Accounts Contd....****16****Financial Cost**

Particulars	Year Ended	
	31.03.2019 (Rs)	31.03.2018 (Rs)
Bank Charges	6,422.64	6,801.00
	<u>6,422.64</u>	<u>6,801.00</u>

**17****OTHER EXPENSES**

Particulars	Year Ended	
	31.03.2019 (Rs)	31.03.2018 (Rs)
Advertisement	13,200.00	6,300.00
Audit Fee	40,000.00	40,000.00
Income Tax Consultancy and Audit Fee	40,000.00	91,000.00
GST Consultancy Fees	36,000.00	36,000.00
Architects Fee	30,000.00	-
Board Meeting Expenses	32,258.00	44,146.00
HUDCO Loan Expenses	1,12,159.00	-
Electricity	34,738.00	47,121.00
Legal Expenses	2,67,290.00	2,24,000.00
Membership Fee		35,000.00
Travelling	3,05,490.00	1,88,627.00
Miscellaneous	1,86,217.00	53,530.00
Office Expenses	-	81,381.00
Newspaper & Periodicals	8,154.00	5,633.00
Postage	4,921.00	1,007.00
Printing & Stationary	2,21,726.00	1,37,252.00
Rent	96,000.00	5,01,000.00
Repair Maintenance of Vehicle	46,449.00	2,70,899.00
Vehicle Insurance	1,06,618.00	40,199.00
Repair Maintenance of Equipment	41,230.00	34,250.00
Telephone	95,118.00	1,40,684.00
Consultancy fee for Subsidy Appraisal Fee	98,500.00	-
Chairman Expenses	6,91,858.00	8,25,993.00
GST Expenses	8,40,295.00	
	<u>33,48,221.00</u>	<u>28,04,022.00</u>

**SIKKIM INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED**  
**Notes to Accounts Contd....**

**18****Office Building**

The value of office building of Rs. 1,65,03,000.00 is as per the valuation report of the valuer. The Asset has been taken into account on the basis of the 106th meeting of the Board of Directors held on 31st January 2018 whereby the investment in Sikkim Jewels has been written off on the liquidation of Sikkim Jewels.

**19****LONG TERM LOANS & ADVANCES**

Long Term Loans and Advances include advances paid to borrowers under different schemes amounting to Rs. 27,19,18,117.00. The reconciliation of the borrowers accounts with the control account is being carried out.

**20****RECONCILIATION OF LONG TERM BORROWINGS AND SECURITIZATION LOAN GOVT. OF SIKKIM**

Balance of Long Term Borrowings Rs.	3,38,29,08,091.00
Balance of Securitization loan to Govt. Of Sikkim Rs.	<u>2,76,19,49,878.00</u>
Difference Rs.	<u>62,09,58,213.00</u>

The difference is represented by

Payment made to HUDCO amount not received from Govt. Of Sikkim Rs.	2,87,88,292.00
HUDCO -II Laon received in March not disbursed Rs.	<u>65,00,00,000.00</u>
	<u>62,12,11,708.00</u>
Un-Reconciled Figure Rs.	<u>2,53,495.00</u>

**For: Sushil Das & Associates**  
**Chartered Accountants**  
**Firm Regd No: 326657E**

**S.Das**  
**(Partner)**  
**Membership No: 051057**  
**Date: 09-09-2019**  
**Place: Gangtok**  
**UDIN NO: 19051057AAAACY8960**

For and on behalf of the Board of Directors

**STATEMENT OF LOAN SANCTION,DISBURSEMENT,REPAYMENT & OUTSTANDING AS ON 31.03.2019**

**Statement 1**

Year	Sanction			Disbursements		Repayments		Outstanding
	No.	Term Loans	BL & Ors	Term Loans	BL& Ors.	Term Loans	BL& Ors.	Term Loans
Opening Balance as on 31.03.1987	593	861	205	554	113.86	68.02	48.83	551.19
1987-88	139	237	74	341	27.76	36.5	26.74	857.19
1988-89	83	345	18	207	39.48	46.05	12.58	1045.51
1989-90	97	308	16	258	11.84	73.15	43.75	1198.4
1990-91	82	196	0	193	2.85	59.3	0	1334.85
1991-92	223	365	4	254	3.57	56.62	0	1536.18
1992-93	31	21	200	122	200	46.37	0.42	1811.04
1993-94	27	52	0	48	0	53.25	0	1805.94
1994-95	28	44	0	95	0	46.12	0	1854.39
1995-96	742	182	114	121	58.13	90.19	0	1943.76
1996-97	889	324	0	152	39	134	97	1904
1997-98	132	147	0	113	7	207	5	1811
1998-99	242	134	79	130	79	167	6	1847
1999-00	140	116	0	105	0	130	0	1822
2000-01	258	179	0	167	0	175	87	1727
2001-02	299	262	0	264	5	205	0	1791
2002-03	388	273	0	259	0	264	0	1786
2003-04	450	286	0	305	0	336	0	1756
2004-05	586	450	0	452	0	430	0	1778
2005-06	621	644	0	678	0	512	0	1945
2006-07	485	558	2	584	2	375	0	2156
2007-08	570	558	0	646	0	333	0	2469
2008-09	643	641	0	687	0	354	11	2791
2009-10	558	690	0	691	0	555	112	2816
2010-11	439	690	0	660	0	647	84	2745
2011-12	593	911	0	909	0	734	84	2836
2012-13	564	879	0	872	0	756	0	2951
2013-14	294	449	0	455	0	859	0	2548
2014-15	265	608	0	609	0	857	0	2300
2015-16	370	1067	0	1060	0	943	0	2584
2016-17	366	1154	0	1427	0	1136	0	2874
2017-18	278	867	0	1181	0	1307	0	2748
2018-19	211	1070	0	1070	0	1099	0	2719
<b>TOTAL</b>	11686	15565	713	15671	589	13090	617	2719

\*Bold Figures indicate Bad Debts written off





## Statement2

Rs. In Lakhs

## SCHEME-WISE CLASSIFICATION OF LOAN SANCTIONS AS ON 31.3.2019

Year	composite		SSI		Hotels		SVO		Others		Total	
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.
OB as on 31.03.1988	367	65	157	995	96	235	112	83	0	0	732	1378
1988-89	35	9	25	326	12	21	11	8	0	0	83	363
1989-90	43	17	11	268	5	3	38	37	0	0	97	324
1990-91	30	24	9	62	22	83	21	27	0	0	82	196
1991-92	144	40	3	23	37	253	38	53	0	0	223	369
1992-93	12	5	0	0	6	5	12	12	1	200	31	221
1993-94	6	2	0	0	18	46	3	4	0	0	27	52
1994-95	8	4	0	0	10	27	10	13	0	0	28	44
1995-96	61	14	15	29	38	58	52	80	578	114.44	742	296
1996-97	33	6	12	25	45	74	27	34	772	183.5	889	324
1997-98	44	14	9	18	65	96	14	19	0	0	132	147
1998-99	21	5	7	9	76	113	6	9	132	78.66	242	213
1999-00	11	3	5	6	44	60	0	0	80	48	140	116
2000-01	13	5	10	14	51	61	1	2	183	98.28	258	179
2001-02	15	5	20	45	98	127	2	4	164	82	299	262
2002-03	13	6	9	23	62	76	0	0	304	168	388	273
2003-04	18	7	5	8	46	76	0	0	380	194.77	450	286
2004-05	9	4	10	15	44	70	0	0	523	361.5	586	450
2005-06	3	1	5	7	38	64	0	0	575	572.02	621	644
2006-07	3	3	2	14	29	42	0	0	451	501.32	485	560
2007-08	1	0	1	2	38	62	0	0	530	493.55	570	558
2008-09	0	0	0	0	29	39	0	0	614	602.45	643	641
2009-10	2	1	4	7	14	19	0	0	538	662.95	558	690
2010-11	0	0	0	0	7	10	0	0	432	680.6	439	690
2011-12	2	1	3	4	9	19	0	0	579	887.85	593	911
2012-13	0	0	1	2	7	14	0	0	556	863.4	564	879
2013-14	1	1	1	2	7	9	0	0	285	438.15	294	449
2014-15	0	0	2	3	5	7	0	0	258	598.65	265	608
2015-16	0	0	0	0	5	8	0	0	365	1058.60	370	1067
2016-17	0	0	2	4	0	0	0	0	364	1150.24	366	1154
2017-18	0	0	0	0	1	1	0	0	277	865.70	278	867
2018-19	0	0	0	0	0	0	0	0	211	1070.00	211	1070
TOTAL	895	240	328	1906	964	1774	347	383	9152	11974.63	11686	16278





# **COMPREHENSIVE EDUCATIONAL LOAN SCHEME UPTO 31.03.2019**

Particulars	Opening Bal. as on 31/03/14		2014-15*		2015-16*		2016-17*		2017-18*		2018-19*		Cumulative		
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	%
<b>India</b>	1986	3181.74	90	167.11	233	360.30	111	240.70	176	491.96	217	970.87	2795	5412.68	70.90
<b>Abroad</b>	156	1274.31	18	145.50	21	74.70	16	87.50	25	229.00	33	411.00	269	2222.01	29.10
<b>Total</b>	<b>2124</b>	<b>4456.05</b>	<b>108</b>	<b>312.61</b>	<b>254</b>	<b>435.00</b>	<b>127</b>	<b>328.20</b>	<b>201</b>	<b>720.96</b>	<b>250</b>	<b>1381.87</b>	<b>3064</b>	<b>7634.69</b>	<b>100</b>

Gender Wise	Opening Bal. as on 31/03/14		2014-15*		2015-16*		2016-17*		2017-18*		2018-19*		Cumulative		
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	%
<b>Male</b>	1103	2216.89	51	149.36	116	197.75	60	166.55	83	339.55	96	457.69	1509	3527.79	46.20
<b>Female</b>	1021	2239.16	57	163.25	138	237.25	67	161.65	118	381.41	154	924.18	1555	4106.90	53.80
<b>Total</b>	<b>2124</b>	<b>4456.05</b>	<b>108</b>	<b>312.61</b>	<b>254</b>	<b>435.00</b>	<b>127</b>	<b>328.20</b>	<b>201</b>	<b>720.96</b>	<b>250</b>	<b>1381.87</b>	<b>3064</b>	<b>7634.69</b>	<b>100</b>

District Wise	Opening Bal. as on 31/03/14		2014-15*		2015-16*		2016-17*		2017-18*		2018-19*		Cumulative		
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	%
<b>East</b>	647	1700.41	49	174.50	108	189.75	67	189.40	69	276.96	95	532.16	1292	3473.98	45.50
<b>West</b>	356	719.90	26	70.50	63	104.25	26	53.55	48	163.00	63	375.20	743	1726.90	22.62
<b>North</b>	73	188.44	8	15.60	17	31.75	5	9.50	15	50.50	16	114.70	173	502.99	6.59
<b>South</b>	438	880.00	25	52.01	66	109.25	29	75.75	69	230.50	76	359.81	856	1930.82	25.29
<b>Total</b>	<b>1514</b>	<b>3488.75</b>	<b>108</b>	<b>312.61</b>	<b>254</b>	<b>435.00</b>	<b>127</b>	<b>328.20</b>	<b>201</b>	<b>720.96</b>	<b>250</b>	<b>1381.87</b>	<b>3064</b>	<b>7634.69</b>	<b>100</b>

## **\*Includes**

Additional Loan No. 237 (Sanctioned during 2011-12). Additional Loan No. 55 (Sanctioned during 2016-17).

Additional Loan No. 275 (Sanctioned during 2012-13). Additional Loan No. 39 (Sanctioned during 2017-18).

Additional Loan No. 269 (Sanctioned during 2013-14). Additional Loan No. 29 (Sanctioned during 2018-19).



Details of Chief Minister's Self Employment Scheme  
(CMSES) Upto March 2019

Activity - wise	2002-2003		2003-2004		2004-05		2005-06		2006-07		2007-08		2008-09		2009-10	
	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount
Industry	49	33.50	64	43.50	2	1.00	3	6.80	0	0.00	0	0.00	0	0.00	0	0.00
Agriculture	93	59.00	121	76.50	5	3.00	13	24.40	2	4.00	9	15.50	21	32.00	11	16.50
Animal Husbandry	444	263.50	512	304.00	19	11.00	13	14.50	0	0.00	12	12.05	41	63.50	214	321.00
Services	51	38.50	65	45.50	5	4.00	4	10.00	1	4.00	0	0.00	168	260.75	0	0.00
Business	565	344.50	686	419.00	20	12.00	15	27.00	0	0.00	51	68.63	354	578.70	721	1,041.50
Tourism	156	105.00	159	111.50	8	6.50	8	27.00	3	9.00	40	79.50	193	323.00	200	300.00
Vehicles																
Others	126	87.50	33	24.00	1	1.00	1	5.00	1	5.00	30	65.18	138	246.40	117	175.00
Total	1484	931.50	1640	1024.00	60	38.50	57	114.70	7	22.00	142	240.86	915	1,504.35	1263	1,854.00

Activity - wise	2010-11		2011-12		2012-13		2013-14		2014-15		2015-16		2016-17		2017-18	
	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount
Industry	0	0.00	0	0.00	12	16.50	6	15.00	0	0.00	0	0.00	0	0.00	0	0.00
Agriculture	28	42.00	5	13.50	12	16.50	17	26.00	0	0.00	0	0.00	0	0.00	0	0.00
Animal Husbandry	174	261.00	38	61.60	84	103.75	39	58.50	0	0.00	2.00	5.00	0	0.00	0	0.00
Services	0	0.00	0	0.00	191	253.00	58	103.50	0	0.00	0	0.00	0	0.00	0	0.00
Business	180	270.00	64	98.25	43	76.50	180	229.00	0	0.00	9.00	26.50	0	0.00	0	0.00
Tourism	87	130.50	47	105.75	22	35.75	11	141.00	0	0.00	4.00	15.00	1.00	4.00	1	4.5
Vehicles			45	185.16	73	127.50	84	226.00	0	0.00	10.00	30.00			0	0.00
Others	75	112.50	39	81.50	43	108.25	515	584.00	0	0.00	5.00	17.00	1.00	3.50	0	0.00
Total	544	816.00	238	545.76	468	721.25	910	1383.00	0	0.00	30.00	93.50	2.00	7.50	1	4.5

Cumulative		
Activity - wise	No	Amount
Industry	124	99.80
Agriculture	337	328.90
Animal Husbandry	1592	1,479.40
Services	543	719.25
Business	2888	3,191.58
Tourism	940	1,398.00
Vehicles	212	568.66
Others	1125	1,515.83
TOTAL	7761	9,301.42

2018-19		
Activity - wise	No	Amount
Industry	0	0.00
Agriculture	0	0.00
Animal Husbandry	0	0.00
Services	0	0.00
Business	0	0.00
Tourism	0	0.00
Vehicles	0	0.00
Others	0	0.00
Total	0	0.00





District - wise	2002-2003		2003-2004		2004-05		2005-06		2006-07		2007-08		2008-09		2009-10	
	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount
East	619	399.00	674	429.00	11	8.00	27	54.20	3	12.00	94	166.91	391	643.75	283	421.00
West	418	248.00	458	275.50	21	13.50	15	27.00	1	2.50	21	31.45	269	432.90	595	865.50
North	127	80.00	100	57.50	0	0.00	6	14.00	2	4.00	4	14.25	33	51.50	102	153.00
South	320	204.50	408	262.00	28	17.00	9	19.50	1	3.50	23	28.25	222	376.20	283	414.50
	1484	931.50	1640	1024.00	60	38.50	57	114.70	7	22.00	142	240.86	915	1,504.35	1263	1,854.00

2010-11	2011-12		2012-13		2013-14		2014-15		2015-16		2016-17		2017-18	
	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount
198	297.00	84	189.00	185	257.50	244	394.50	11.00	28.50	1.00	3.50	0	0.00	36%
159	238.50	34	80.97	102	172.75	252	370.50	8.00	26.50	1.00	4.00	1	4.50	30%
45	67.50	14	39.60	38	70.00	65	124.50	2.00	6.00			0	0.00	7%
142	213.00	106	236.19	143	221.00	349	493.50	9.00	32.50			0	0.00	27%
544	816.00	238	545.76	468	721.25	910	1383.00	30.00	93.50	2.00	7.50	1	4.50	100%

2018-19		
No	Amount	%
0	0.00	0%
0	0.00	0%
0	0.00	0%
0	0.00	0%

Cumulative		
No	Amount	%
2825	3,303.86	36%
2355	2,794.07	30%
538	681.85	7%
2043	2,521.64	27%
7761	9,301.42	100%





Gender - wise	2002-2003		2003-2004		2004-05		2006-07		2007-08		2008-09		2009-2010	
	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount
Female	552	346.50	408	408.00	28	19.00	15	21.00	62	141.93	369	600.40	487	730.50
Male	932	585.00	1232	616.00	32	19.50	42	93.70	80	98.93	546	903.95	776	1,125.50
	1484	931.50	1640	1024.00	60	38.50	57	114.70	142	240.86	915	1,504.35	1263	1,854.00

	2010-11		2011-12		2012-13		2013-14		2014-15		2015-16		2016-17		2017-18	
	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	No	Amount
	220	330.00	101	230.51	206	298.50	276	403.50			10.00	28.50	2.00	7.50	1	4.50
	324	486.00	137	410.07	262	422.75	634	979.50			20.00	65.00			0	0.00
	544	816.00	238	640.58	468	721.25	910	1383.00	0	0.00	30.00	93.50	2.00	7.50	1	4.50

2018-19	
No	Amount
0	0.00
0	0.00
0	0.00

Cumulative	
No	Amount %
2738	3,575.34 38.5%
5023	5,820.90 62%
7761	9,396.24 100%

