

**KERALA BOOKS AND PUBLICATIONS SOCIETY,
KAKKANAD P.O., KOCHI- 682 030**

**LIST OF GOVERNING BODY MEMBERS
(During the Financial Year 2021-2022)**

1.	Dr. Soorya Thankappan IPS Chairman & Managing Director, Kerala Books and Publications Society, Kakkanad, Kochi- 682 030.	Chairman
2.	Sri. A.P.M Mohammed Hanish IAS Principal Secretary to Government General Education Department, Secretariat Annex, Thiruvananthapuram – 695 001	Member
3.	Sri. Jeevan Babu K IAS Director of General Education, Jagathy, Thiruvananthapuram.	Member
4.	Smt. V Vigneswari IAS Director of Collegiate Education Vikas Bhavan, Thiruvananthapuram.	Member
5.	Prof. (Dr.) K.N Madhusoodanan Vice Chancellor Cochin University of Science & Technology, Thrikkakara, Kochi.	Member
6.	Dr. Byjubai T.P Director of Technical Education i/c, Fort, Thiruvananthapuram.	Member
7.	Sri. M. Abdul Jalil Additional Secretary to Government, Finance Department, Government Secretariat, Thiruvananthapuram.	Member
8.	Sri. Shibu A. T. Director of Printing, Government Central Press, Thiruvananthapuram.	Member
9.	Smt. Mary Margret Prakasia Controller of Stationery PMG Junction, Thiruvananthapuram – 695 033.	Member
10.	Sri. K Asokan Production Manager , KBPS, Kochi – 682 030.	Member

Auditors:

SVRL & Co.
Door No. CC32/1304-B,
Pipeline Road, Palarivattom,
Ernakulam, Kerala-682025
Mobile: 9995253539
Email: skm@svrlandco.com
Website: <http://svrlandco.com/>

Bankers:

1. State Bank of India, CEPZ
2. Principal Sub-Treasury, Thiruvananthapuram
3. State Bank of India, Thrikkakara Civil Station
4. Union Bank of India, Thrikkakara
5. Bank of Baroda, Kakkanad
6. Corporation Bank, Kakkanad
7. Punjab National Bank, Thrikkakara
8. Bank of India, Kakkanad
9. District Treasury, Ernakulam

Directors Report

Dear Governing Body Members,

The 47th Annual report of Kerala Books and Publications Society (KBPS) will be presented along with the audited Balance Sheet and accompanying financial statements for the year ended 31st March 2022, verified by the Auditors M/s. SVRL & Co., Chartered Accountants Ernakulam.

HISTORY

The Kerala Books and Publications Society constituted by Government of Kerala to print and supply Text books to School children of Kerala State started its business with interest bearing Loans received from Government of Kerala. The Society does not have any share capital of its own.

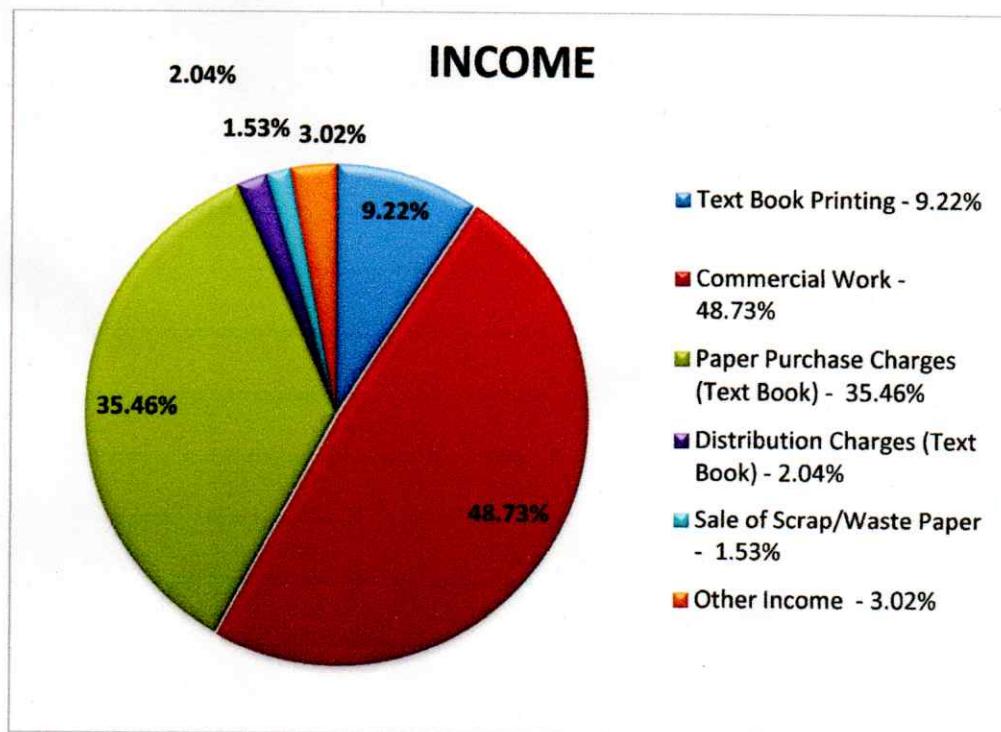
During the Financial Year 2015-16, Government of Kerala has entrusted KBPS with the task of purchase of papers and collateral materials for printing of Textbooks for two years for the Academic Year 2016-17 and 2017-18 vide G.O (Ms) No. 281/2015/G.Edn dated 05-11-2015, G.O (Rt) No. 2577/2017/G.Edn dated 03/08/2017 and G.O (Rt) No. 3283/2018/G.Edn Dated 31-08-2018. The Government further entrusted KBPS with the purchase of paper and collateral materials for the printing of Textbooks for the Academic Year 2018-19, 2019-20, 2020-21 and 2021-22 also. KBPS Distribution teams have successfully completed the distribution of Volume I, II and III school text books for the Academic Year 2021-22. The task of Cutting and packing of Counterfoil of Lottery tickets, Storing of the Counterfoil and Distribution of Lottery tickets to various collection centres have also successfully accomplished by the Society during the Financial Year 2021-22.

FINANCIAL HIGHLIGHTS

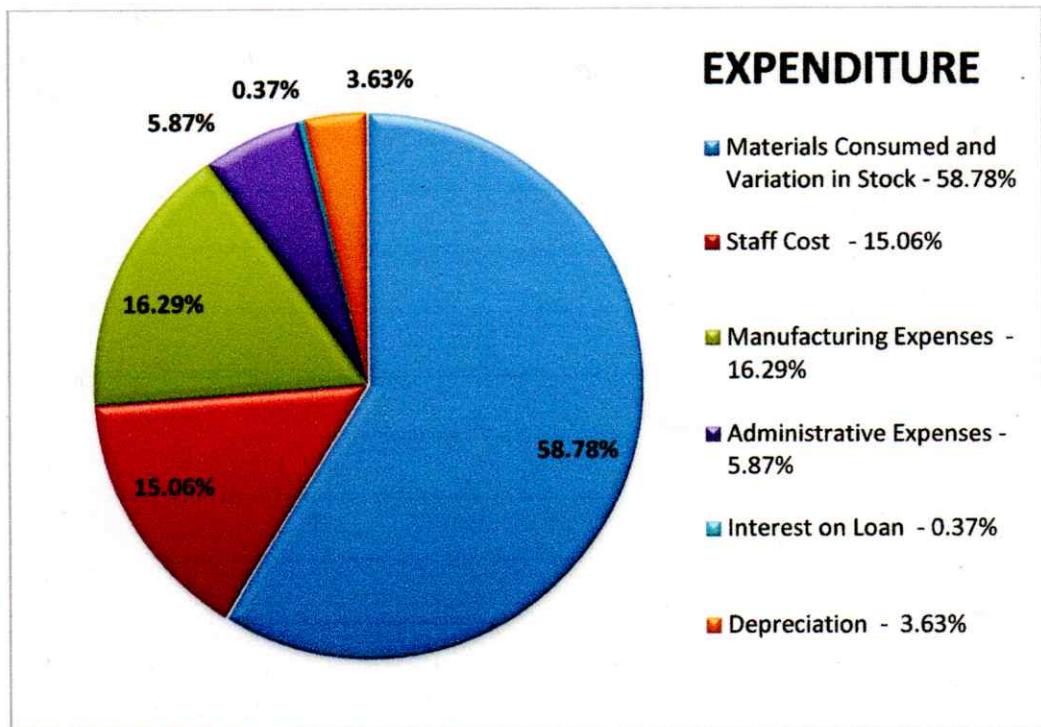
During the year, the Society witnessed an increase of 2.7% in turnover under review over the previous year. The Society earned revenue of ₹ 17,295.23 lakhs and expenditure incurred was ₹ 12,159.86 lakhs and arriving at a surplus (After Tax) of ₹ 2,803.85 lakhs. The depreciation claimed was ₹ 441.54 lakhs.

Financial Results	Rupees in Lakhs
Particulars	2021-22
Sales & Operating Income	17,295.23
PBDIT	5,621.77
Depreciation	441.54
Interest on Government Loan	44.86
Profit before prior period items & tax	5,135.37
Less: Prior period items & others	0.07
Less: Provision for Bad and Doubtful debts	-
Tax expenses	2,331.45
3% Employer Contribution to Pension Fund	-
Net Profit for the year	2,803.85
Profit brought forward from previous year	27,809.11
Excess carried forward to Balance Sheet	30,612.96

COMPONENTS OF INCOME: 2021-22		Amount (In Lakhs)
Text Book Printing		1,595.07
Commercial Works		8,426.26
Paper Purchase Charges (Text Books)		6,133.44
Distribution Charges (Text Books)		353.19
Sales of Scrap/Waste Paper		264.99
Other Income		522.28
Total		17,295.23



COMPONENTS OF EXPENDITURE: 2021-22		Amount (In Lakhs)
Materials Consumed and Variation in Stock		7,147.86
Staff Cost		1,830.82
Manufacturing Expenses		1,980.99
Administrative Expenses		713.79
Interest on Loan		44.86
Depreciation		441.54
Total		12,159.86



The land and building in which the society is functioning are owned by Government of Kerala. An amount of ₹ 7.02 lakhs per year is earmarked as lease rent to be paid to Government for use of land and building. The society has requested Government to transfer the ownership of the land and building to the Society and steps are being taken up at Government level to transfer the same.

Strengths

KBPS is one of the major players in the printing industry in public sector having business of printing of text books and lotteries for the State Government. It also carries out different commercial printing works. The society has ample scope for expansion & diversification in its field as well as other commercial activities. The successful distribution of textbooks to School Societies and distribution of Lottery tickets to various district lottery offices demonstrate the adaptability and the capability of the Society. Economies of scale are the cost advantage that KBPS obtains due to size. This is mainly because of a team of well experienced workforce, suitable machineries employed and favourable working environment in the Society. The Society's high point is its capacity to take up and execute print orders of varied nature, volume and customers. The Society has made a name for the timeline execution of work orders.

Weakness

The printing industry is undergoing rapid technological changes and in order to cope up with the great speed of technology changes, it becomes inevitable to induct the latest and sophisticated machinery to stay in the business. We are facing stiff competition in the market from various printing concerns employing the state of the art technology. The working capital of the Society is getting drained out due to non-releasing of fund in time from various Government Departments. The ownership of Land & Building is still in the hands of Government and transfer of ownership to KBPS will be a boon to the society in future.

Opportunities

Even though electronic media replaces printing industry in every sense, the consistency shown in printing materials like text books, lotteries, booklets, Journals etc over the years and sustained performance in the past few years elevated the name of KBPS to a higher place among the public sector industries in the State. The Society has realized the scope and utilized it to the maximum and this brought the Society as a major player in the public sector printing concern in the State. Market is not a limiting factor to KBPS. There is scope for printing text books of other States and CBSE syllabus textbooks. Greater innovation can help KBPS to produce unique products and service that meet customer needs. There is wide scope for printing products which need high security like Cheques, Licences, ATM cards, Labels, QR and Barcodes etc. The Society desires to become a Printing Hub of the State to provide all the printing related requirements for Government of Kerala and other States through modernization.

Threats

Emergence of Information Technology in all the fields will adversely affect the printing industry. Fast technological changes in the industry can make KBPS less competitive, if the Society will not implement the radical changes happening in the industry. In addition to this, the implementation of tablet computers among school students will somehow adversely affect our text book production in long run. If Government quickly changes business rules in a way which may adversely affect the business of KBPS, such a situation can also increase the risk factor of KBPS in the industry. The taste of the customers of the Society may change very quickly. Hence KBPS must be very much alert in knowing the requirement and the taste of our customers.

New Assignment

The Society is planning to implement ERP system which will ensure better integration between various departments. The Society is in the process of securing IBA empanelment in order to execute printing of cheque books , ATM cards and other high security printing products.

Production attained during 2021-22

During the year 2021-22, the Society has printed 201.19 lakh text books. Society has also undertaken the following printing works :

SL. No	Commercial Production	Copies in lakhs	Value in lakhs (₹)
1	Kerala State Lotteries	19,161.860	7,804.23
2	Transport Commissionerate	77.882	86.51
3	APJ Abdul Kalam Technological University	27.377	139.30
4	Farm Information Bureau	18.748	250.80
5	Health Department	13.414	226.67
6	Directorate of Treasury Tvm	12.000	12.00
7	Controller of Technical Examinations	10.000	88.06
8	Director of Public Instruction	5.000	18.81
9	Kerala Literacy Mission	2.450	5.23
10	Others	8.625	195.76
Total		19,337.356	8,827.37

Looking Forward

Projects for 2022-23

➤ Procurement Strategy, Staffing , Modernization

During the coming year the Society plans to recruit employees to fill up the existing vacancies in technical and production wing. Fresh hands will be taken through Employment Exchange/Open Call.

➤ Plant Expansion, Capital Projects

The list of plant expansion which is proposed to be purchased during the period 2021-22 are below :

- Online variable data barcode & QR code printing system
- Flowline binding Machine
- Defect checking system
- Single knife cutting Machine
- Paper counting Machine
- CTP system
- Lathe Machine
- Ink pumping (transfer) system
- Compressor
- CTP processo
- Software for security printing in Reproduction Section
- Coda Tester (Magnetic cheque analyzer)

Corporate Governance

❖ Number of Governing Body Meeting held : 8

- 160th Governing Body Meeting held on 20-04-2021
- 161st Governing Body Meeting held on 26-07-2021
- 162nd Governing Body Meeting held on 06-10-2021
- 163rd Governing Body Meeting held on 25-10-2021
- 164th Governing Body Meeting held on 15-11-2021
- 165th Governing Body Meeting held on 06-01-2022
- 166th Governing Body Meeting held on 03-03-2022
- 167th Governing Body Meeting held on 26-03-2022

❖ Annual General Body Meeting held : 2

- 45th Annual General Body meeting held on 14-06-2021
- 46th Annual General Body meeting held on 26-03-2022

Personnel Management

Personnel and labour relations were cordial throughout the year.

No. of employees who retired during the year :	6
No. of employees who were recruited during the year :	1
Permanent staff (as on March 2022 including Managing Director)	152
Others (contract) (as on March 2022) :	81
Apprentices/Trainees (as on March 2022) :	2
Persons demised :	-
No. of employees who resigned during the year :	-

Welfare

The Group Medical Insurance Scheme for the employees of KBPS was continued in the year 2021-22 also. 153 Employees and their insured dependents have benefited by availing medical insurance facilities. Onam kit and Onam gift distributed to the eligible employees of KBPS during the year 2021-22. An executive Health check-up camp by Vivid Diagnostic Centre, Vyttila engaged by M/s United India Insurance Company Ltd was conducted during December 2021 for all permanent employees of KBPS and health profile of each employee was given to them. Medical reimbursement for all permanent employees was also provided for the period 2021-22.

Auditors

M/s. SVRL & Co., Chartered Accountants, Ernakulam were our Statutory Auditors and M/s. R. Rajan Associates, Chartered Accountants, Ernakulam were our Internal Auditors for the year under report.

Acknowledgement

The Directors of the Society wish to place on record the valuable support and co-operation given to Society by the Government of Kerala, especially Department of Higher Education, Department of General Education, Finance Department, Kerala State Lotteries, Kudumbasree, Public Relations Department, Bankers, Auditors, Trade Unions, Farm Information Bureau, National Health Mission, Kerala State Literacy Mission Authority, Sarva Shiksha Abhiyan, various Universities Business Associates, Customers and all other stakeholders and well-wishers. We wish to convey our appreciation to all employees of the Society for their enormous personal efforts as well as their collective contribution towards the efficient performance of the Society.

For and on behalf of the Board of Directors

Sd/-
Chairman



INDEPENDENT AUDITOR'S REPORT

To,

The General Body of Kerala Books and Publications Society

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of KERALA BOOKS AND PUBLICATIONS SOCIETY, registered under Travancore – Cochin Literary, Scientific and Charitable Society registration Act, 1955, ("the Society"), (S.No.60 of 1976) which comprise the Balance Sheet as at March 31, 2022 and the Income and Expenditure Statement for the year then ended and notes to the financial statements, including a summary of the 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, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give the information required in the manner so required to give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Society as at March 31, 2022 its Income over Expenditure for the year ended on that date.

Basis for qualified opinion

1. Balances of Debtors, Creditors and Advances (debit/credit) are subject to confirmation and reconciliation.
2. During the current financial year, the Society has claimed ₹. 4,00,61,541/- towards the distribution charges and Out of this the Society received ₹. Nil/- and balance to be receivable is ₹. 4,00,61,541/-. From the past experience regarding realisability of the amount claimed is doubtful and would provide reasonable and reliable evidence for

Head Office : D-No. 1-1-392 ,NIT Post Prasanth Nagar , Kazipet Warangal , -506 004, Telangana

Branch Office : No.32, Pipeline Road, Palarivattom, Cochin - 682025, Kerala

Mobile: 9995253539,9884537663

CHENNAI - HYDERABAD - WARANGAL - LUCKNOW - VIJAYAWADA - AMARVATH Frn.No. *

<http://svrlandco.com/>



the purpose of creating provision in the books of account. Further no Provision is made during the financial year for an amount of Rs. 400.62 Lakhs. Accordingly, the profit of the Society for the current year is overstated to the tune of said amount.

3. Further, the Balance of Sundry Debtors as reported in the balance sheet is over stated, cumulatively, to the tune of Rs.2461.33 Lakhs as a result of not creating provision for such distribution charges claimed from financial year 2015-16 to 2020-21 but not recovered till the end of the current financial year. [Note No. 5]
4. The Society made a payment of Rs. 53,19,912/- to M/s Monotech Systems Limited for acquiring a machinery during the period 2017-18 but the same was still unsettled and in the opinion of the management the realisability of the amount or supply of machinery is doubtful and no provision is made in this regard. Accordingly, the profit of the Society is overstated to the tune of said amount. Further the balance of Advance to Creditors for Fixed is overstated by Rs.53,19,912/-.
5. With regard to unrecognized income for text book printing charges receivable from text book office, due to non-constitution of technical committee and delay in rate revision. The effect of this item in the financial statements cannot be quantified and no managerial estimates are available in this regard. [Note No. 10]
6. Even though the society has not received exemption in the matter of ESI, the Society is not maintaining any statutory requirements relating to the provisions of the Employee State Insurance Act 1948. We are unable to quantify the effect of same in regards. [Note No.15].
7. Society is not maintaining any statutory requirements relating to provident fund, on which show cause, notice is issued from the Provident Fund Department dated 25-07-2019 for the period 09/2014 to 01/2018 and an amount of Rs. 69,61,110/- is still payable. [Note No.1(c)].
8. Non-reversal of excess liability provision booked to the tune of Rs.46.81 Lakhs on account of utilization of printing paper supplied by Government of Kerala for earlier financial years, and thus current liabilities and provisions in Balance Sheet is overstated to that effect. [Note No. 11]
9. Claims settled against advance made to Joji Issac and Vikas K.S. in relation to distribution of books from various Hubs in districts to the concerned societies where not supported by reliable evidences, especially in the cases of Travelling Expenses by the parties and Sorting Charges under Distribution Expenses. The transactions were entered by the above staff's has been audited in depth by the internal auditors and the same was submitted with detailed enclosures for the transactions entered into by the employees without proper evidence before the Governing body and Text Book & Co. Officer with copy to The Secretary to Government, Printing & Stationery , Higher Chartered Accountants



Education Department and The secretary is ordered ,vide communication letter dtd 29-07-2021, The Kerala Books & Publication Society to recommend the course of action to be taken on the employees, amount to be recovered from the employees along with Text book officers report and copy of the proceedings of the Governing Body.

10. On Verification of the Allowance and Absentee Statement, heavy overtime was observed, where, as per section 51 and Section 54 of the Factories Act,1948, "No adult worker shall be required or allowed to work in a factory for more than 48 hours a week and for more than 9 hours a day.
11. The sundry debtor's suspense account in which unknown receipts in bank is accounted is showing an opening credit balance of Rs. 152,609.70/- . During the current year an amount of Rs.28,148/- is debited to this account by crediting P S Rajan (Kerala Waste Paper Store) by Rs 27,000/-and Interest received on Security deposit by Rs. 1148/- and hence the account showing a closing Credit balance of Rs.124,461.70/-.
12. During the current year, the Society had accounted for Rs.8,64,000/- as Professional Fee to Advocates for conducting enquiry against its employees and for filing counter petitions against its disputed creditors/ debtors. From the verification of the records and explanation and information provided by the management that these payments are authorised and approved by Managing Director of the Society. On verification of the documents of Financial Delegation to Manging Director, we are unable to find sanction limit for incurring Legal / Professional Fee expenses assigned to Managing Director. And hence we are of the opinion that Governing Body approval is required for incurring such expenditure. We are further unable to form an opinion on recoverability of legal expenditure incurred in conducting enquires on employees for misconduct at work place.
13. The Society has long outstanding balance on account of Advance payments to Creditors for Capital Goods / Revenue expenditure or Sold Goods/Service to its customers. The detailed list of such balances of material amount amounting to Rs. 487.35 lacs disclosed in Note no.29 and in respect of these amounts provision is made during the financial year 2015-16 amounting to Rs. 119.82 lacs in and for the balance amount Rs. 367.53 lacs no provision is made in the books of accounts. Hence the balance of receivables and profit or loss is overstated by Rs. 367.53 lacs (Note No.29).

We conducted our audit in accordance with the Travancore - Cochin Literary, Scientific and Charitable Society Registration Act, 1955, ("the Society"). Our responsibilities under Standards are described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Society 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 under the provisions of the Act and the rules thereunder, 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 qualified opinion.

Emphasis of Matters

1. TDS default found in the official site of TDS Centralized Processing Cell, which is yet to be reconciled. Our opinion is not qualified in respect of this matter.
2. We draw attention to note 29 regarding that society has not relied on the quantitative details of stock maintained on the accounting software and all valuation of stock including Paper Stock is based on the Stores Ledger, maintained manually by the Stores Department. We are of the opinion that the implementation of an integrated ERP that commensurating the size and nature of the societies business for managing the stock movement and production is inevitable. Further it is explained to us by the management that the implementation of ERP is in the pipeline.
3. We further draw attention to Note 30 that the balance of Sundry Debtors includes Rs. 7,69,79,842/- which is disbursed from the Government but resumed from our TPA Account.
4. We further draw attention to Note No.VI of financial statements that the balance of sundry debtors include, in majority, amounts due from State Government and Government Department and in the absence of evidence regarding non realization of the amount due thereon, even beyond 365 days, the management is not created any provision on such amount due from Government and Government Departments. We are of the opinion that since the amount is due from Government and Government Department no provision is warranted except for those matters described in the basis for qualified opinion.

INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITORS' REPORT THEREON

The Society's management is responsible for the preparation of the other information. The other information comprises the information included in the Annual Report including Annexures to Annual Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.



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 society 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 Society'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 Society 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. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

We further report that:

- a) In our opinion, proper books and accounts have been kept by the Society so far as appears from our examinations of those books.
- b) The Balance Sheet and Income & Expenditure Account dealt with by this report are in agreement with the books of account.



If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Management and those charged with Governance for the financial statements

The Society's 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 Society, in accordance with the provisions of their Memorandum of Association and Rules and Regulations 1976 amended from time to time and Accounting Standard issued by the Institute of Chartered Accountants of India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Society 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 Society'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 Society or to cease operations, or has no realistic alternative but to do so.

The Management are also responsible for overseeing the Society'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



c) In our opinion, the Balance Sheet and Income & Expenditure Account comply with the Accounting Standard issued by the Institute of Chartered Accountants of India.

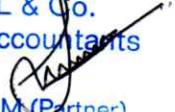
Place: Ernakulam

Date: 29/11/2022

UDIN:22222959BFQZDQ9363



For SVRL & Co.
Chartered Accountants


Sivakumar. M (Partner)
MRN: 222959

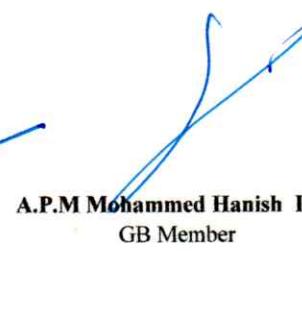
KERALA BOOKS AND PUBLICATIONS SOCIETY, KAKKANAD, KOCHI - 682 030				
BALANCE SHEET AS AT MARCH 31, 2022				
DESCRIPTION	SCHEDULE NO.	MARCH 31, 2022		MARCH 31, 2021
		(Figures in Rupees)		
I SOURCES OF FUNDS:				
PERMANENT CAPITAL LOAN	I	50,00,000.00	50,00,000.00	
RESERVES AND SURPLUS	II	3,07,20,54,060.77	2,79,16,68,965.70	
LOAN FUNDS	III	12,19,52,282.04	11,74,66,595.88	
Total :		3,19,90,06,342.81	2,91,41,35,561.58	
II APPLICATIONS OF FUNDS:				
FIXED ASSETS	IV	67,03,66,478.95		
a) Gross block		41,56,73,303.61		
b) Less: Depreciation Fund			25,46,93,175.34	29,75,40,401.45
c) Net Block				
INVESTMENTS: (At cost, trade, unquoted)			1,00,000.00	1,00,000.00
Shares in KBP Employees Co-operative Society				
CURRENT ASSETS, LOANS AND ADVANCES	V	14,41,16,867.37	19,26,99,101.74	
a) Inventories	VI	2,22,12,02,542.43	2,17,13,35,549.89	
b) Sundry Debtors	VII	68,35,02,210.39	64,26,00,069.07	
c) Cash and Bank balances	VIII	51,11,156.00	1,14,94,182.00	
d) Interest accrued but not due on Fixed Deposit		31,13,67,394.07	13,68,43,560.96	
e) Loans and Advances		3,36,53,00,170.26	3,15,49,72,463.66	
(A)				
Less: CURRENT LIABILITIES AND PROVISIONS	IX	5,41,17,813.51	33,52,94,779.25	
a) Current Liabilities		36,69,69,189.28	20,31,82,524.28	
b) Provisions		42,10,87,002.79	53,84,77,303.53	
(B)				
NET CURRENT ASSETS	(A-B)	2,94,42,13,167.47	2,61,64,95,160.13	
Total :		3,19,90,06,342.81	2,91,41,35,561.58	
Significant Accounting Policies and Notes on Accounts	XIV			

For and on behalf of the Governing Body


Bishwanath Sinha IAS
Chairman

Date: 29/11/2022
Kochi : 682030


P Vijayan IPS
Managing Director


A.P.M Mohammed Hanish IAS
GB Member

As per our report attached
for SVRL & Co,
Chartered Accountants
Firm registration number : 016182S


Sivakumar M
Partner, (Membership No:222959)



KERALA BOOKS AND PUBLICATIONS SOCIETY, KAKKANAD, KOCHI - 682 030			
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022			
DESCRIPTION	SCHEDULE NO.	MARCH 31, 2022	MARCH 31, 2021
		(Figures in Rupees)	
INCOME:			
Printed Material Charges (Sub Schedule-45)		84,26,26,423.00	61,99,28,893.00
Printing Charges		15,95,06,781.00	18,89,01,262.00
Distribution Charge (Text Books)		3,53,19,069.36	4,00,80,294.79
Paper Purchase (Text Books)		61,33,44,488.67	76,11,75,001.63
Sale of Scrap/Waste Paper (Sub Schedule-59)		2,64,98,594.90	3,08,00,078.10
Interest Received (Sub Schedule-39)		2,64,80,927.32	2,49,49,153.00
Miscellaneous Income	X	2,57,47,159.35	1,83,98,111.17
Total :		1,72,95,23,443.60	1,68,42,32,793.69
EXPENDITURE:			
Materials and Stores Consumed	XI (1)	70,93,38,792.63	81,00,44,534.09
Variation in Stock	XI (2)	54,47,600.97	44,68,107.87
Manufacturing and Administrative Expenses	XII	45,25,60,499.81	43,91,95,906.87
Interest on Government of Kerala Loans		22,16,652.00	22,16,652.00
Penal interest on Government of Kerala Loans		22,69,034.16	22,09,326.23
Depreciation	IV	4,41,53,857.37	5,17,61,897.20
Total :		1,21,59,86,436.94	1,30,98,96,424.26
Net surplus		51,35,37,006.66	37,43,36,369.43
Less : Prior period Income/Expenses		7,325.59	NIL
Less : Income Tax paid for previous year (Sub Schedule-9)		-	7,48,150.00
Less : Provisions:			
For Income Tax - Current Year		23,31,44,586.00	17,00,18,940.00
Less: 3% Employer Contribution to KBPS Pension Fund		28,03,85,095.07	20,35,69,279.43
Excess of Income over Expenditure, for the year		28,03,85,095.07	20,35,69,279.43
Add: Excess of Income over Expenditure brought forward from Previous Year		2,78,09,10,560.70	2,57,73,41,281.27
Excess of Income over Expenditure			
transferred to Balance Sheet		3,06,12,95,655.77	2,78,09,10,560.70
Significant Accounting Policies and Notes on Accounts	XIV		

For and on behalf of the Governing Body

Bishwanath Sinha IAS
Chairman

Date: 29/11/2022
Kochi : 682030

P Vijayan IPS
Managing Director

A.P.M Mohammed Hanish IAS
GB Member

As per our report attached
for SVRL & Co,
Chartered Accountants
Firm registration number : 016182S

Sivakumar M
Partner, (Membership No:222959)



KERALA BOOKS AND PUBLICATIONS SOCIETY : 2021-22

SCHEDULE - I

PERMANENT CAPITAL LOAN	March 31, 2022	March 31, 2021
	(Figures in Rupees)	
From Government of Kerala	50,00,000.00	50,00,000.00
Total:	50,00,000.00	50,00,000.00

Note : A

As per G.O.(MS)289/84/H.Edn dated 29.10.1984 sanction is accorded to the Society to treat an amount of Rs. 50 lacs, out of the amount due to Government of Kerala towards the sales proceeds of waste paper, as permanent capital loan to the Society bearing interest @15% per annum repayable within a period of 15 years subject to the conditions that 2.5% penal interest will be charged for belated remittance of the principal and interest. Subsequently, Government vide G.O.(Rt.) No.1639/86/H.Edn dated 20.09.1986 revised the above G.O. thereby exempting the Society from the liability for repayment of principal and reducing the rate of interest from 15% to 10% per annum. Accordingly interest has been provided @ 10% on the loan during the year also. During the year the Society has provided for penal interest @ 2.5% for the belated remittance of interest pertaining to the period from 01.04.2021 to 31.03.2022 amounting to Rs. 4.68 lacs (Previous year: Rs. 4.55 lacs). The Society is yet to pay Rs. 276.99 lacs (Previous year Rs. 267.31 lacs) being interest (including penal interest) accrued on the above loan from 29.10.1984 to 31.03.2022.

SCHEDULE - II

	March 31,2022	March 31,2021
	(Figures in Rupees)	
Investment Subsidy	3,74,405.00	3,74,405.00
Grant from Government of India	62,16,000.00	62,16,000.00
Grant from Government of Kerala	41,68,000.00	41,68,000.00
Total : (A)	1,07,58,405.00	1,07,58,405.00
CAPITAL RESERVES		
GENERAL RESERVE		
Excess of Income over Expenditure brought forward from Income and Expenditure Account	3,06,12,95,655.77	2,78,09,10,560.70
Total : (B)	3,06,12,95,655.77	2,78,09,10,560.70
Grand Total = (A)+(B)	3,07,20,54,060.77	2,79,16,68,965.70

Note : B

The Government of Kerala has sanctioned an amount of Rs. 103.84 lacs as grant against loans availed from Government of Kerala for the import and installation of Harris printing machine. Of the above, Rs. 39.55 lacs was sanctioned vide G.O (Rt) No.2059/ 89/ H.Edn dt. 11.11.87 and Rs. 2.13 lacs vide G.O (Rt) No.62/93 / H.Edn dated 08.01.93 and Rs. 62.16 lacs was sanctioned vide G.O.No.41374 / H1/ 92/H.Edn dated 28.04.93 , which is a Central Government share as indicated by their letter No.50 (1) PF- 87- 79,from Ministry of Finance, Department of Expenditure, Plan, Finance, New Delhi dated 06.01.1988.

Note : C

Accumulated General Reserve for the year 2021-22 is Rs. 30,612.96 lacs. Out of this Rs. 2,803.85 lacs belongs to the excess of Income over Expenditure for the year and Rs. 25,773.41 lacs belongs to the previous year.



KERALA BOOKS AND PUBLICATIONS SOCIETY : 2021-22

SCHEDULE - III

UNSECURED LOAN	March 31, 2022	March 31, 2021
	(Figures in Rupees)	
1. For purchase of Harris model offset printing machine		
a) State Government portion :		
Principal	14,45,000.00	14,45,000.00
Interest	61,60,409.42	59,58,109.42
	76,05,409.42	74,03,109.42
Penal interest	34,76,209.20	32,67,060.44
	1,10,81,618.62	1,06,70,169.86
b) Central Government Portion :		
Principal	94,09,008.00	94,09,008.00
Interest	2,48,03,209.18	2,39,32,876.18
	3,42,12,217.18	3,33,41,884.18
Penal interest	1,49,11,491.62	1,39,70,655.65
	4,91,23,708.80	4,73,12,539.83
2. For purchase of HMT machine :		
Principal	2,00,135.00	2,00,135.00
Interest	8,43,102.60	8,15,083.60
	10,43,237.60	10,15,218.60
Penal interest	4,54,237.63	4,25,548.60
	14,97,475.23	14,40,767.20
3. For purchase of Muller Martini Saddle Switcher machine:		
Principal	19,00,000.00	19,00,000.00
Interest	80,84,213.30	78,18,213.30
	99,84,213.30	97,18,213.30
Penal interest	44,12,913.32	41,38,347.45
	1,43,97,126.62	1,38,56,560.75
4. For purchase of spare parts and machinery:		
Principal	25,00,000.00	25,00,000.00
Interest	1,01,55,293.00	98,05,293.00
	1,26,55,293.00	1,23,05,293.00
Penal interest	54,98,189.28	51,50,168.72
	1,81,53,482.28	1,74,55,461.72
5. Interest accrued and due on Permanent capital loan:		
Interest	1,87,10,958.90	1,82,10,958.90
Penal interest	89,87,911.59	85,20,137.62
	2,76,98,870.49	2,67,31,096.52
Total:	12,19,52,282.04	11,74,66,595.88

Notes :

C.1. In the case of Harris printing machine, the Government has originally sanctioned a loan of Rs. 306.58 lacs (net of grants). Of the above, Rs. 110 lacs was sanctioned vide G.O. (Rt) No.1185/87/ H.Edn dt. 15.06.87, Rs. 91.45 lacs vide G.O. (Rt) No.1118/87/H.Edn dt. 03.10.87 & 10.11.87, Rs. 90.45 lacs vide G.O. (Rt) No.2059/ 87/ H.Edn dt. 11.11.87, Rs. 14.68 lacs vide G.O. (Rt) No.1002/89/ H.Edn dt.13.06.89, which is inclusive of the Central Government share of Rs. 207.20 lacs.



C.2. *Vide G.O (Rt) No.62 / 93 / H.Edn dated 08.01.93. read with their letter no: 41374 / H1/ 92 / H.Edn dated 28.04.93, the State Government portion of the above loan was repayable in 5 annual installments starting from the first anniversary from the date of order at an interest of 14% per annum, besides penal interest @ 2.75 % per annum for belated repayment. During the year, the Society has provided for penal interest of Rs. 2.09 lacs (Previous year: Rs. 2.04 lacs) @ 2.75% for the belated remittance of principal and interest pertaining to the period from 01.04.2021 to 31.03.2022. The Society is yet to make a repayment of the last installment of Rs. 14.45 lacs (Previous year: Rs. 14.45 lacs) due on 08.01.98 besides interest over due.*

C.3. *As per the order referred in C.1. above, the Central Government share of the loan was repayable in 15 annual (quarterly equal amounts) installments from July 1988 along with interest @ 9.25% per annum, besides penal interest @ 2.75 % per annum for belated repayment. The Society has not made repayments since 01.01.98 and as at year end entire balance amounting to Rs. 94.09 lacs (Previous year Rs.94.09 lacs) is over due. During the year, the Society has provided for penal interest of Rs. 9.17 lacs (Previous year Rs. 8.93 lacs) @ 2.75% for the belated remittance of principal and interest pertaining to the period from 01.04.2020 to 31.03.2021. Though penal interest for the period from 01.07.88 to 01.07.93 amounting to Rs. 9.25 lacs has already been remitted to Government of Kerala in the earlier years, interest for the remaining period is still outstanding.*

C.4. *In the case of HMT printing machine , the Government has originally sanctioned a loan of Rs. 5 lacs vide G.O. (MS) No.203 / 89 /H.Edn dt. 16.10.89. Similarly for Muller Martini Saddle Stitcher machine, a loan of Rs. 47.5 lacs was sanctioned vide G.O. (MS) No.188/ 89/ H.Edn dt. 29.09.89. For the purchase of spare parts and machinery, another loan of Rs. 62.5 lacs was originally sanctioned vide Government orders G.O.(RT)No. 237 / 91 / H.Edn dt. 21.02.91 (Rs. 31.5 lacs) , G.O. (RT) No. 344 / 91 / H.Edn dt. 08.03.91 (Rs.22.5 lacs) and G.O. (RT) No.442/91/H.Edn dt. 25.03.91 (Rs. 8.5 lacs).*

All the above loans were repayable in 5 annual installments starting from the date of the Government order No. G.O.(MS) No.79 / 95 /H.Edn dated 26.06.1995 along with interest @ 14 % per annum, besides penal interest @ 2.75 % per annum for belated repayment. Being so, all the above loan amounts along with interest is overdue. During the year, the Society has provided for penal interest of Rs. 6.51 lacs (Previous year Rs. 6.34 lacs) @ 2.75% for the belated remittance of principal and interest pertaining to the period from 01.04.2021 to 31.03.2022.



KERALA BOOKS AND PUBLICATIONS SOCIETY : 2021-22

SCHEDULE - IV : FIXED ASSETS

(Figures in Rs.)

Description	As on 01.04.2021	Gross block						Depreciation						As on 31.03.2021
		Addition and Deletions during the year			As on 31.03.2022	Rate	Up to 31.03.2021	For the year	On deletions during the year	Up to 31.03.2022	As on 31.03.2022	As on 31.03.2021		
		Before 30.09.2021	After 30.09.2021	Total Additions										
Land and buildings :														
Land development expenditure	1,09,303.19	-	-	-	1,09,303.19	-	-	-	-	-	1,09,303.19	1,09,303.19	1,09,303.19	
Water supply works	2,06,785.70	-	-	-	2,06,785.70	10%	2,00,940.35	-	-	2,01,524.89	5,260.81	5,260.81	5,845.35	
Building	3,11,75,935.68	-	-	-	3,11,75,935.68	10%	1,47,39,842.81	16,43,609.29	-	1,63,83,452.10	1,47,92,483.58	1,464,36,992.87	1,14,518.16	
Temporary Erections	3,18,106.00	-	-	-	3,18,106.00	40%	2,03,987.84	45,807.26	-	2,49,395.10	68,710.90	68,710.90	1,47,92,483.58	
Plant and machinery :														
Fire fighting equipments	2,91,225.03	-	-	-	2,91,225.03	15%	2,36,621.16	8,190.58	-	2,44,811.74	46,413.29	46,413.29	54,603.87	
Process room equipments	2,24,305.71	-	-	-	2,24,305.71	15%	2,24,007.25	44.77	-	2,24,052.02	253.69	253.69	298.46	
Composing room equipments	47,254.76	-	-	-	47,254.76	15%	47,158.31	14.47	-	47,172.78	81.98	81.98	96.45	
Compressor Emerson CR 30 KOM	12711.86	-	12,711.86	-	12,711.86	15%	12,711.86	1,906.78	-	12,711.86	1,906.78	1,906.78	1,906.78	
Plant and machinery	59,38,65,326.94	3,32,573.00	43,517.14	3,76,090.14	59,424.11	417.08	59,424.11	4,02,96,596.19	-	59,424.11	4,02,96,596.19	4,02,96,596.19	22,83,69,137.01	
Factory equipments	14,06,794.45	-	-	-	14,09,794.45	15%	13,86,355.45	3,515.85	-	13,86,355.45	3,515.85	3,515.85	26,82,89,643.06	
Gardening equipment	19,715.58	-	-	-	19,715.58	15%	17,331.87	357.56	-	17,331.87	357.56	357.56	23,39.00	
Electrical installation	97,71,166.07	-	-	-	97,71,166.07	15%	56,99,09,53	6,10,811.18	-	56,99,09,53	6,10,811.18	6,10,811.18	19,923.15	
Weigh bridge	2,61,424.80	-	-	-	2,61,424.80	15%	2,60,539.67	132.77	-	2,60,539.67	132.77	132.77	2,383.71	
Plant and machinery installed but not in use	9,02,173.74	-	-	-	9,02,173.74	15%	9,01,046.92	169.02	-	9,01,046.92	169.02	169.02	885.13	
2.2 Ton Air Conditioner	0.00	2,02,217.58	-	2,02,217.58	2,02,217.58	15%	2,02,217.58	30,332.64	-	2,02,217.58	30,332.64	30,332.64	1,126.82	
Air conditioner	7,08,348.54	-	-	-	7,08,348.54	15%	4,93,157.53	32,278.65	-	7,08,348.54	4,93,157.53	4,93,157.53	1,71,884.94	
Telephone installation	3,57,938.50	-	-	-	3,57,938.50	15%	3,21,051.59	5,536.04	-	3,57,938.50	3,21,051.59	3,21,051.59	5,25,436.18	
Telephone	51,146.97	-	-	-	51,146.97	15%	31,792.70	2,903.14	-	51,146.97	31,792.70	31,792.70	3,26,587.63	
Water cooler	68,672.50	-	-	-	68,672.50	15%	53,975.87	2,204.49	-	68,672.50	53,975.87	53,975.87	16,451.13	
Office and other equipments	6,46,927.71	-	-	-	6,46,927.71	15%	6,31,542.46	2,307.79	-	6,46,927.71	6,31,542.46	6,31,542.46	12,492.14	
Computer and accessories :	1,28,32,178.18	49,018.03	21,328.81	70,346.84	1,29,02,525.02	40%	1,12,68,676.94	6,49,273.47	-	1,29,02,525.02	1,12,68,676.94	1,12,68,676.94	13,077.46	
Furniture and fixtures :														
Electrical fittings	7,75,896.80	-	-	-	7,75,896.80	10%	3,71,849.05	40,404.78	-	7,75,896.80	3,71,849.05	3,71,849.05	3,63,642.97	
Furniture and fittings	78,49,273.77	1,59,078.64	4,86,186.20	6,45,264.84	84,94,538.61	10%	41,00,061.92	4,15,138.36	-	84,94,538.61	41,00,061.92	41,00,061.92	4,04,047.75	
Canteen furniture	2,25,092.80	-	-	-	2,25,092.80	10%	2,05,451.89	1,964.09	-	2,25,092.80	2,05,451.89	2,05,451.89	3,749,21,85	
Other assets :														
Library	26,842.28	-	-	-	26,842.28	40%	23,040.69	1,520.64	-	26,842.28	23,040.69	23,040.69	2,07,415.98	
Vehicles :														
Motor vehicle	69,13,847.34	-	-	-	69,13,847.34	15%	45,25,496.56	3,58,252.62	-	69,13,847.34	48,83,749.18	48,83,749.18	1,964.09	
Cycle	1,144.65	-	-	-	1,144.65	15%	1,142.00	0.40	-	1,142.00	1,142.00	1,142.00	2.25	
Total	66,90,59,847.69	7,55,599.11	5,51,032.15	13,06,631.26	67,03,664,78.95	-	4,41,53,857.37	-	-	41,56,73,03,61	25,46,93,175.34	25,46,93,175.34	2,65	
Previous Year	66,74,90,004.00	5,31,473.99	10,38,369.70	15,69,843.69	66,90,59,847.69	-	31,97,57,549.04	5,17,61,897.20	-	37,15,19,446.24	29,75,40,401.45	29,75,40,401.45	34,77,32,454.96	



KERALA BOOKS AND PUBLICATIONS SOCIETY : 2021-22

CURRENT ASSETS, LOANS AND ADVANCES

A. CURRENT ASSETS

SCHEDULE- V

INVENTORIES	March 31, 2022	March 31, 2021
	(Figures in Rupees)	
(As valued, verified and certified by the Managing Director):		
a) Raw materials (Sub Schedule-43)	7,10,34,241.45	11,90,51,379.89
b) Printing materials including printing charges	3,09,89,145.07	4,63,60,828.85
c) Miscellaneous stores, spares, electrical goods and uniform cloth (Sub Schedule-42)	2,59,46,150.61	2,09,27,115.66
d) Loose tools on revaluation	13,12,211.46	14,48,741.37
e) Work-in-progress: Text books, lottery tickets etc. under printing	1,48,35,118.78	49,11,035.97
Total :	14,41,16,867.37	19,26,99,101.74

SCHEDULE - VI

SUNDRY DEBTORS	March 31, 2022	March 31, 2021
	(Figures in Rupees)	
(Unsecured, considered good subject to confirmation)		
1 Commissioner of Commercial Taxes	9,01,438.79	9,01,438.79
2 Kerala State Open School	24,88,092.92	
Less : Provision for doubtful debts	3,59,081.50	21,29,011.42
3 DPI for Text book distribution (Sub Schedule-46)	24,98,03,005.00	20,81,26,503.00
4 DPI for Text book Printing	88,81,95,563.71	75,23,16,477.39
5 DPI (Textbook Paper Purchase) (Sub Schedule-31)	56,58,67,209.07	5,89,21,382.07
6 Animal Disease Control Project	11,862.00	11,862.00
7 Animal Husbandry Department	6,000.00	52,235.00
8 Cochin University of Science and Technology	33,688.02	33,688.02
9 Commissioner of Government Examinations	32,791.00	32,791.00
10 Director of Health Services	13,83,858.90	13,83,858.90
11 Director of Higher Secondary Education/ SCERT	1,27,07,746.67	1,27,07,746.67
12 Director of State Lotteries (Sub Schedule-47)	35,70,29,117.60	42,77,10,799.58
13 Transport Commissionerate	18,69,644.00	15,79,644.00
14 District Rural Development Agency	5,58,274.60	5,58,274.60
15 Farm Information Bureau (Sub Schedule-19)	1,10,26,868.03	80,84,464.03
16 Forestry Information Bureau	6,91,871.00	8,22,525.00
17 Hindustan Newsprint Limited	1,14,04,901.44	1,14,04,901.44
18 Institute of Land and Disaster Management	45,150.00	68,557.00
19 Kannur University	84,450.77	84,450.77
20 Kerala Institute of Local Administration	1,90,935.75	1,75,031.75
21 Kerala State Road Transport Corporation	-32,409.15	-32,409.15
22 Kudumbasree (Sub Schedule-48)	16,43,799.20	18,20,804.20
23 Labour Commissioner	2,04,954.77	2,04,954.77
24 Education Department	5,79,838.00	5,79,838.00
25 Mahatma Gandhi University	1,84,770.80	1,84,770.80
26 NRHM Directorate	7,42,549.00	7,42,549.00
27 Public Relations Department	10,62,814.80	44,22,163.80
28 State Council of Education, Research and Training	26,45,167.50	26,90,312.50
29 Travancore Devaswom Board	2,02,080.00	2,02,080.00
30 Others (Sub Schedule-20)	10,99,95,589.74	67,34,14,843.54
Total :	2,22,12,02,542.43	2,17,13,35,549.89



KERALA BOOKS AND PUBLICATIONS SOCIETY : 2021-22

SCHEDULE - VII

CASH AND BANK BALANCES	March 31,2022	March 31,2021
	(Figures in Rupees)	
i) Cash and Stamps on hand (Sub Schedule-28)	22,451.39	24,324.89
ii) Balance with Scheduled banks and treasuries		
A. In Savings bank accounts:		
a) Union Bank of India, Thrikkakara (Sub Schedule-49)	55,27,058.75	44,74,299.44
b) State Bank of India - Civil Station Br. (SBT)	3,60,03,160.44	1,61,51,135.29
c) State Bank of India (CEPZ)	3,03,06,651.33	-1,20,49,647.51
d) Bank of Baroda, Kakkad - 5896	46,868.80	1,91,58,625.33
B. In Current bank accounts:		
a) State Bank of Travancore(CA) Civil Station Branch	63,63,720.17	51,21,329.17
b) Union Bank (CA) A/c No. - 36352	6,228.60	6,299.40
c) Union Bank (CA) A/c No. - 36353	5,762.00	5,762.00
Punjab National Bank, Thrikkakara - 2421	99,999.91	99,970.26
C. In term deposits: (Sub Schedule-6)		
a) Bank of Baroda FD	-	4,80,50,000.00
b) Corporation Bank FD	24,14,17,264.00	22,67,46,608.00
c) Union Bank of India FD	-	-
d) State Bank FD	20,39,24,152.00	19,48,96,784.00
e) Bank of India FD	5,26,38,397.00	6,61,62,927.00
f) Auto Sweep FD	10,70,39,000.00	7,36,51,651.59
D. In Treasury accounts:		
a) Principal Sub-Treasury, Trivandrum	1,01,496.00	1,00,000.21
Total:	68,35,02,210.39	64,26,00,069.07

B. LOANS AND ADVANCES

SCHEDULE- VIII

LOANS AND ADVANCES	March 31, 2022	March 31, 2021
	(Figures in Rupees)	
Advances recoverable in cash or kind or for value to be received (Unsecured, considered good)		
a) Staff advances		
Festival advance (Sub Schedule-44)	12,89,233.00	12,40,318.02
Others (Sub Schedule-1)	3,24,719.75	3,56,247.29
	16,13,952.75	15,96,565.31
b) Other advances		
Distribution Advance (Sub Schedule-57)	10,76,797.31	10,76,797.31
Prepaid expenses (Sub Schedule-34)	14,24,326.55	14,19,361.46
Creditors for Fixed Assets (Sub Schedule-62)	71,62,016.28	69,51,302.80
Creditors for Expenses (Sub Schedule-63)	1,06,891.57	7,94,852.11
Others (Sub Schedule-2)	1,47,41,360.25	1,46,80,971.07
	2,45,11,391.96	2,49,23,284.75
c) Deposits		
Kerala State Electricity Board (Sub Schedule-3)	24,55,207.00	24,55,207.00
PWD Godown deposit	45,668.00	45,668.00
Telephone Deposits - BSNL (Sub Schedule-4)	31,927.50	31,927.50
Others (Sub Schedule-5)	1,75,265.00	1,01,480.00
	27,08,067.50	26,34,282.50
d) Income Tax Deducted at source (Sub Schedule-7)	4,67,87,910.98	2,51,50,648.58
e) KVAT Receivables	1,20,512.00	1,20,512.00
f) Advance Tax Payment	22,81,86,250.00	7,50,00,000.00
g) Deposit for Stay on Demand (Sub Schedule-60)	68,45,601.00	68,45,601.00
h) TCS On Purchase	5,93,707.88	5,72,666.82
Total:	31,13,67,394.07	13,68,43,560.96



KERALA BOOKS AND PUBLICATIONS SOCIETY : 2021-22

CURRENT LIABILITIES AND PROVISIONS

SCHEDULE - IX

A. CURRENT LIABILITIES

CURRENT LIABILITIES	March 31, 2022	March 31, 2021
	(Figures in Rupees)	
1. Sundry creditors (Subject to confirmation)		
a) Government of Kerala Add: Sale of waste paper during the year	2,30,10,547.77 21,11,298.00	2,51,21,845.77 2,30,10,547.77
b) Rebate to DPI Text book paper used for commercial printing	75,90,595.21 2,12,05,067.00	75,90,595.21 2,12,05,067.00
	2,87,95,662.21	2,87,95,662.21
c) Tamil Nadu Newsprint and Papers Limited Tamilnadu Newsprint and Papers Limited Unit II Tamil Nadu Newsprint and Papers Limited (Commercial Others (Sub Schedule-8)	-5,02,95,933.41 -2,23,27,735.00 -7,34,887.01 82,37,702.09	15,20,65,914.64 2,97,57,278.29 -63,90,737.00 1,42,77,556.24
	-6,51,20,853.33	18,97,10,012.17
2. Other liabilities		
a) Creditors for expenses: Rent of premises (Sub Schedule-18) Electricity charges Payable Audit fee payable Others (Sub Schedule-10)	2,69,28,768.04 - 90,000.00 90,01,025.08	2,69,28,768.04 11,89,669.00 1,80,000.00 -8,05,349.25
	3,60,19,793.12	2,74,93,087.79
b) Dues to Government/Semi Government agencies: CPF contribution (Sub Schedule-11) ESI contribution (Sub Schedule-12) Income tax deducted at source (Sub Schedule-13)	-3,05,578.95 5,48,356.29 6,76,696.25	-7,62,139.95 4,83,945.20 16,44,312.00
	9,19,473.59	13,66,117.25
c) Duties & taxes (Goods and Service Tax)(Sub Schedule-14)	1,47,47,300.85	3,69,53,840.32
d) Payable to staff: Dearness allowance arrears Others (Sub Schedule-15)	92,071.81 10,76,536.15	1,17,16,298.52 23,39,471.16
	11,68,607.96	1,40,55,769.68
e) Others: Earnest money and security deposit (Sub Schedule-32) Director of Public Instruction Gunny Bags Advance from Customers (Sub Schedule-16) Others (Sub Schedule-17)	89,41,187.59 15,20,356.56 1,20,000.00 18,84,439.19	1,02,92,877.19 15,20,356.56 1,20,000.00 19,76,508.31
	1,24,65,983.34	1,39,09,742.06
Total: 1(a)+1(b)+1(c)+2(a)+2(b)+2(c)+2(d)+2(e)	5,41,17,813.51	33,52,94,779.25



KERALA BOOKS AND PUBLICATIONS SOCIETY : 2021-22

B. PROVISIONS

PROVISIONS	March 31, 2022	March 31, 2021
	(Figures in Rupees)	
1. Performance allowance payable	87,90,748.00	82,49,491.00
2. Ex-gratia payable a/c	800.00	800.00
3. Provision for Income tax	33,27,73,116.00	17,00,18,940.00
4. Provision for surrender leave salary	1,30,86,072.00	1,22,07,796.00
5. Provision for Old and Doubtful Debts	1,19,82,139.28	1,19,82,139.28
6. TDS on Purchase of Goods (194 Q) payable	1,16,644.00	-
7. Provision for GPF contribution	73,801.00	73,801.00
8. Provision for Pension contribution	1,45,869.00	6,49,557.00
Total:	36,69,69,189.28	20,31,82,524.28

SCHEDULE - X

MISCELLANEOUS INCOME	March 31, 2022	March 31, 2021
	(Figures in Rupees)	
Discount received		
Counter Foil Cutting	1,35,37,027.44	73,42,302.48
Distribution of Lottery Tickets	70,95,327.68	55,85,660.53
Rent on Godown Space - Lottery	3,39,777.94	3,07,060.99
Dividend Received		
Sale of tender form (Sub Schedule-61)	64,279.91	3,59,237.10
Forfeited EMD/SD (Sub Schedule-41)	27,59,832.32	2,01,004.07
Rent from KBPE Co-operative Society	37,776.00	37,776.00
Agricultural Income	22,392.00	45,737.00
Others		
Guest house rent	2,033.00	150.00
Miscellaneous Income (Sub Schedule-50)	1,393.00	784.00
Penalty (Recovery) (Sub Schedule-51)	18,87,320.06	45,18,399.00
	18,90,746.06	45,19,333.00
Total:	2,57,47,159.35	1,83,98,111.17



KERALA BOOKS AND PUBLICATIONS SOCIETY : 2021-22

SCHEDULE -XI

MATERIALS AND STORES CONSUMED AND VARIATION IN STOCK

MATERIALS AND STORES CONSUMED - XI (1)	March 31, 2022	March 31, 2021
	(Figures in Rupees)	
A. Raw materials		
Opening stock	11,90,51,379.89	12,72,80,643.42
Add: Purchases	64,38,10,425.76	79,07,07,901.59
Less: Purchases returns	11,74,580.27	31,50,000.39
Total	76,16,87,225.38	91,48,38,544.62
Less: Closing stock	7,10,34,241.45	11,90,51,379.89
Consumption		
	69,06,52,983.93	79,57,87,164.73
B. Miscellaneous stores and spares		
Opening stock	2,04,42,151.76	2,14,89,490.43
Add: Purchases	2,37,79,685.73	1,23,95,257.62
Less: Purchases returns	11,41,716.17	26,412.00
Total	4,30,80,121.32	3,38,58,336.05
Less: Closing stock	2,53,54,322.12	2,04,42,151.76
Consumption		
	1,77,25,799.20	1,34,16,184.29
C. Tools		
Opening stock	14,48,741.37	15,74,679.05
Add: Purchases	50,254.00	36,718.49
Total	14,98,995.37	16,11,397.54
Less: Closing stock	13,12,211.46	14,48,741.37
Consumption		
	1,86,783.91	1,62,656.17
D. Electrical goods		
Opening stock	4,84,963.90	7,47,462.28
Add: Purchases	5,41,088.18	4,16,030.52
Total	10,26,052.08	11,63,492.80
Less: Closing stock	5,91,828.49	4,84,963.90
Consumption		
	4,34,223.59	6,78,528.90
E. Uniform cloth		
Opening stock	-	-
Add: Purchases	3,39,002.00	-
Less: Purchases returns	-	-
Total	3,39,002.00	-
Less: Closing stock	-	-
Consumption		
	3,39,002.00	-
COST OF GOODS CONSUMED	(I)	70,93,38,792.63
		81,00,44,534.09

VARIATION IN STOCK - XI (2)	March 31,2022	March 31,2021
	(Figures in Rupees)	
Opening stock of printed materials including printing charges	4,63,60,828.85	4,74,48,556.84
Opening stock of work-in-progress	49,11,035.97	82,91,415.85
	5,12,71,864.82	5,57,39,972.69
Less: Closing stock of printed materials including printing charges	3,09,89,145.07	4,63,60,828.85
Closing stock of work-in-progress	1,48,35,118.78	49,11,035.97
	4,58,24,263.85	5,12,71,864.82
VARIATION IN STOCK	(II)	54,47,600.97
		44,68,107.87



KERALA BOOKS AND PUBLICATIONS SOCIETY : 2021-22

SCHEDULE - XII

MANUFACTURING AND ADMINISTRATIVE EXPENSES	March 31, 2022	March 31, 2021
	(Figures in Rupees)	
1 Staff cost:		
Salaries	8,32,02,363.15	7,45,29,062.41
Surrender leave salary	36,99,801.33	59,12,598.00
Gratuity	58,40,652.00	36,22,271.00
CPF Employer Contribution (Sub Schedule-64)	68,88,241.00	96,29,994.25
ESI Employer Contribution	10,18,215.54	13,00,951.04
Performance allowance (Sub Schedule-53)	85,62,307.00	80,37,528.00
Medical reimbursement (Sub Schedule-38)	68,22,365.34	1,14,21,397.85
KBPS Pension Fund	-	-1,04,946.76
Canteen expenditure (Sub Schedule-23)	81,35,335.35	79,91,110.39
Staff welfare expenses (Sub Schedule-24)	18,29,386.00	15,87,149.66
Dearness allowance arrears	51,786.81	1,18,17,440.78
Pay arrears	-	-
Daily wages	2,34,03,000.91	2,73,06,259.35
Additional Wages	3,19,29,471.65	2,55,20,818.53
Other costs including stipend ex-gratia, bonus etc (Sub Schedule-21)	16,98,692.12	25,45,861.18
	18,30,81,618.20	19,11,17,495.68
2 Job work (Sub Schedule-54)	15,57,93,172.38	13,56,63,823.20
3 Piece work (Sub Schedule-55)	84,60,619.29	1,00,48,704.26
4 Carriage inwards/outwards (Sub Schedule-29)	2,57,28,017.73	2,86,94,993.99
5 Power, light and water charges (Sub Schedule-27)	81,18,068.00	94,10,766.00
6 Security charges	43,43,560.50	36,86,664.00
7 Rent on land and buildings (Sub Schedule-35)	-	7,02,037.00
8 Travelling expenses (Sub Schedule-58)	2,53,780.00	1,99,915.00
9 Postage , telegram and telephone charges (Sub Schedule-30)	1,53,018.73	1,36,919.01
10 Insurance (Sub Schedule-26)	9,06,465.50	10,76,911.67
11 Printing and stationery	77,797.33	98,323.39
12 Vehicle running and maintenance:		
a) Petrol expenses	5,99,563.47	
b) Repairs	6,06,380.38	
c) Vehicle insurance	-55,763.00	
	11,50,180.85	10,73,358.84
13 Repairs and maintenance:		
a) Plant and machinery (Sub Schedule-36)	1,26,76,651.76	
b) Building	-	
c) Others (Sub Schedule-37)	1,02,84,945.63	
	2,29,61,597.39	93,64,499.19
14 Rates and taxes (Sub Schedule-40)	6,58,480.95	1,83,528.23
15 Office and Miscellaneous expenses (Sub Schedule-22)	55,18,701.00	60,03,142.72
16 Distribution Expenses (Sub Schedule-56)	3,51,62,118.67	4,16,04,328.59
17 Computer and Accessories (Consumable)	1,93,303.29	1,30,496.10
Total :	45,25,60,499.81	43,91,95,906.87



KERALA BOOKS AND PUBLICATIONS SOCIETY : 2021-22

SCHEDULE - XIII

PRIOR PERIOD EXPENSE / (INCOME)	March 31, 2022	March 31, 2021
	(Figures in Rupees)	
Prior period income	-	NIL
<u>Less</u>		
Prior period expenses:		
Others (Sub Schedule-25)	7,325.59	NIL
Total:	-7,325.59	NIL



KERALA BOOKS AND PUBLICATIONS SOCIETY

SCHEDULE – XIV

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE YEAR ENDED 31.03.2022

➤ SIGNIFICANT ACCOUNTING POLICIES

(A) Inventory:

1. Work-in-Progress and Finished goods of Inventory have been valued at lower of cost and net realizable value. Closing Stock of Raw Materials, Miscellaneous Stores and Spares etc have been valued at their last purchased price. The Closing Stock of the Paper purchased by KBPS for printing of Textbooks have been valued at their last purchased price and considered in the Financial Statements.
2. Loose Tools have been revalued at the year-end. 20% of the cost of serviceable tools at the year-end is treated as consumed.
3. The value of the printing paper received from the Government of Kerala up to the Academic Year 2015-16 is not accounted in the books of the Society, since the paper belongs to the Government. Accordingly, the value of stock of such paper and the liability towards the unused paper stock, as on the Balance sheet date is not considered in the financial statements.

(B) Revenue Recognition:

1. Printing, Printed Material Charges, Distribution Charges and Paper purchase charges for printing of Text Books by KBPS have been recognized as revenue, upon billing.
2. The Distribution Charges were claimed by KBPS from the Director of Public Instruction (DPI) is by adding 25% of the actual expenses of the Society as Administrative Charges of the concerned years, based on the analysis of expenses of the last three years with the indirect expenses incurred by KBPS in connection with distribution of Text books. However, due to continuous non-realization of Administrative Charges from Text Book Officer for the period from 2011-12 to 2014-15, KBPS has claimed the expenses incurred for distribution of textbooks including actual Administrative Charges for Distribution from the Director of Public Instruction from the period 2016-17 onwards.
3. The Paper purchased by KBPS for printing of Text Books is claimed from the Director of Public Instruction on the basis of the actual paper cost at the year end and the expenses incurred for the procurement of Paper. Sale proceeds of waste paper of Rs. 21,11,298/- (apportioned in the ratio of 6:2 between the Society and the Government) and cutting waste is accounted on cash basis. Stock of waste paper as on March 31, 2022, if any, has not accounted thereof and the value is unrecoverable. The apportionment of sale proceeds of waste paper is ratified by Government of Kerala only up to 31-03-2006.
4. Based on the agreement between KBPS and Kerala State Lotteries Department dated 19.09.2016, the Society claimed the Income of Cutting of Counterfoilsof Rs. 19,21,732/-, Storage of Counterfoils of Rs. 45,286/- and Distribution of Lottery tickets of Rs. 9,39,941/- at the rates as stipulated in the revised Agreement dated 24-03-2021.
5. The Income generated from the Sales of Counterfoil Cutting of Lottery tickets are reimbursed by the Society to Regional Deputy Director of State Lotteries, Ernakulamas and when the Income realized.
6. Bank interests are recognized on accrual basis.



(C) Fixed Assets:

1. Fixed Assets are stated at their historical cost less accumulated depreciation. The cost includes cost of acquisition and all other attributable costs of bringing the assets to the working condition for the intended use, including indirect expenses.
2. Depreciation is charged on Fixed Assets as per the rates prescribed under the Income Tax Act, 1961 and for the Fixed Assets purchased after 30.09.2021 half the rate of depreciation has been charged.

(D) Investments:

1. Investments in shares in KBPE Co-operative Society have been valued at cost, as it is unquoted.

(E) Employee Benefits:

1. The Society has entrusted with M/s LIC of India for covering its existing employees under Group Gratuity Cash Accumulation Scheme are mentioned below :

Sl. No.	Policy Name	Master Policy Number	Effective Date
1	Group Gratuity Cash Accumulation Scheme	45406	15.10.1982
2	New Group Gratuity Cash Accumulation Scheme	602000597	15.10.2014
3	Group Gratuity Scheme	602005841	15.10.2021

As a defined contribution plan, premium is being paid based on actuarial valuation done by LIC and annual renewal date of all policies is on 15th October of every year.

2. (a) The regular employees of Society is covered under a contributory pension scheme implemented by the society, vide Government orders' no G.O (MS)No 66/2011/H.Edn. Dated 18-05-2011, G.O. (MS)No.194/2013/H.Edn. Dated 18.05.2013 and G.O. (P) No.588/2014/H.Edn Dated 23.07.2014. An amount equal to 12% of Emoluments (Basic pay + DA) of all employees who are in service will be paid by the employer towards employer's contribution to the pension scheme to be credited to the pension fund created for the purpose. Further Employers annual contribution is @ 3% of the profit earned by the society each year under the provisions of rule 10 (13) (b) of KBPS rules and regulations. This amount has to be met by the Society from its own fund. Contribution @ 5% Emoluments (Basic pay + DA) by the employees who entered into service between 01-04-2011 to 31-03-2013 and @ 10% for those who entered into service on or after 01-04-2013, (similar to 'National Pension Scheme' as admissible to Government employees) is made applicable and contribution will be made to the KBPS Pension fund.

(b) As per G.O. (P) No.588/2014/H.Edn Dated 23.07.2014, 6% of Basic Pay and DA of all employees who are in service will be remitted towards KBPS General Provident Fund.

(c) The Employer and Employee contributions towards KBPS Pension Fund and the Employee contribution towards General Provident fund are kept in separate bank accounts with Union Bank of India. Hence not recognized in the books of the society. Consequently, interest on the same is not recognized as income of the society. [Reference – Notes on Accounts 1(a)]
3. As per the contributory pension scheme implemented by the society, Employers annual contribution @ 3% of the profit earned by the society each year, under the provisions of rule 10 (13) (b) of KBPS rules and regulations, were provided in the books of accounts. The scheme was introduced from the financial year 2011-12 and appropriate provisions have been made, in the accounts, year to year, up to



31.03.2015. The accounting policy followed by the Society was to transfer the employer's contribution @3% on profit before tax during these years. However, the Pension Board has taken a decision at the 11th Pension Board Meeting held on 23/01/2017 to transfer 3% employer's contribution to KBPS Pension fund, on profit after tax, and hence from Financial Year 2015-16 onwards 3% Employers contribution has been calculated as Profit after Tax.

As per மு.ஓ. (கை).Mo. 417/2019/ உ. பி.பி. Dated 24.12.2019, State Government has ordered the stoppage of the Government approved Contributory pension scheme and re-instating E.P.F. pension scheme of Central Government. 156th meeting of Governing Body and 15th meeting of Pension Board held on 29-01-2020 approved to comply the Government Order. Hence, from the Financial Year 2018-19 onwards, the Society stopped the 3% and 12% Employer contribution to KBPS Pension scheme.

4. Surrender Leave Salary is accounted on Accrual basis. Accordingly, the society has made provision of ₹. 1,30,86,072/- during the year as Surrender leave salary payable.

(F) Income Tax:

Income of the society is chargeable to tax and provision is created every year, on the basis of tax computation made there on.

Consequent to the amendments in the Income Tax Act, 1961, the Society's income from business activities are taxable, though it continues to have the registration as a charitable society.

The date of 12A registration of the Society was on 22.03.2022 for the Assessment Year from 2022-23 to Assessment Year 2026-27.

(G) Service Tax:

During the Financial Year 2016-17, KBPS obtained Service Tax registration and ensured Service Tax compliance.

(H) Goods and Service Tax

During the Financial Year 2017-18, KBPS migrated from KVAT to Goods and Service Tax and ensured the GST compliance.

(I) Provisions and Contingencies:

1. A provision is recognized when there is a present obligation as a result of past events for which it is probable that an outflow of resources will be required to settle the obligation in respect of which reliable estimate can be made. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.
2. Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events, not wholly within the control of the society.

(J) Deferred Tax Asset/Liability

The Society has not adopted Accounting Standard – 22, accounting for future liability of taxes on income/losses due to timing difference of taxability in the preparation of financial statements.



➤ NOTES ON ACCOUNTS

1. (a) The details of KBPS Pension & Provident Fund Account as on 31.03.2022 are as follows

Bank Deposit [Pension and Provident fund]

Sl.No.	Bank	Amount (₹)	Interest (₹)
1	District Treasury, Kakkanad (FD)	₹ 8,40,56,313.00	₹ 69,11,646.00
2	385402050000332 (SB)	₹ 5,26,154.90	₹ 31,382.00
3	385402050000333 (SB)	₹ 25,15,991.33	₹ 55,708.00

Sl. No.	Account Name	Bank	A/c. No.	Operators	Purpose
1	KBPS Pension Fund A/c	Union Bank of India	385402050000332	Managing Director & Controller of Finance and Accounts	For Pension Transaction
2	KBPS General Provident Fund A/c	Union Bank of India	385402050000333	Manager (Personnel and Administration) & Controller of Finance and Accounts	For GPF Transaction
3	Managing Director, KBPS , Kakkanad	District Treasury, Ernakulam (Kakkanad)	799010100003784	Managing Director	For opening FD in treasury

(b) 3% Employer's contribution to KBPS Pension Scheme from the Financial Year 2011-12 to 2017-18 are as follows

FINANCIAL YEAR	PROFIT BEFORE TAX	PROFIT AFTER TAX	ADJUSTED THE PROFIT AFTER TAX AMOUNT WITH PROFIT BEFORE TAX AMOUNT	FUNDS DEPOSITED TO KBPS PENSION FUND ACCOUNT
2011-12	15,83,718.00	-	-	15,83,718.00
2012-13	33,92,894.00	-	-	33,92,894.00
2013-14	57,02,165.00	-	-	57,02,165.00
2014-15	52,75,561.00	-	-	52,75,561.00
2015-16	-	32,86,963.00	53,95,941.00	-
2016-17	-	1,35,79,109.00	-21,08,978.00	1,14,70,131.00
2017-18	-	1,84,77,395.00	-	1,84,77,395.00



(c) Employees' Provident Fund: -Order No. KR/KCH/ENF-1(6)5148(7A)/2019/4621 Dated 25-07-2019 in Diary No. 49/2018 received from Regional PF Commissioner – II, EPFO, Kochi demanded for non-compliance of provision of the Employees Provident Fund and Miscellaneous Provision Act 1952 for the period from 09/2014 to 01/2018. The Society remitted ₹. 4,06,74,199.00/- (₹. 95,27,062/- + ₹. 2,85,38,479/- + 26,08,658/-) towards the demanded amount of ₹. 4,76,35,309/-. Balance demand of ₹. 69,61,110/- is outstanding to EPFO.

2. The TDS credit of the yearrelated to TDS in respect of interest transferred to KBPS Pension Fund is 1,45,869/-.
3. During the Financial Year 2021-22, an amount of ₹.58,40,652/- has been accounted as expenses by the Society towards Employees' Group Gratuity Cash Accumulation Scheme of LIC. [Sch. no XII: *Manufacturing and Administrative Expenses*]
4. The unpaid interest arrears on the Government of Kerala Loan as on 31.03.2022is₹. 1064.98Lakhs (Previous year ₹. 1020.12Lakhs) including penal interest of ₹. 377.41Lakhs (Previous year ₹. 354.72 Lakhs).[Sch. no III: *Unsecured Loans*]
5. (a) For the Academic Year 2021-22, KBPS claimed ₹. 4,00,61,541/- towards the distribution charges and out of this the amount received by Society was nil.
- (b) For the Academic Year 2020-21, KBPS claimed ₹. 4,93,10,512/- towards the distribution charges and out of this the Society received ₹. 3,76,09,001/-.
- (c) For the Academic Year 2019-20, KBPS claimed ₹. 7,01,60,797/- towards the distribution charges and out of this the Society received ₹. 3,00,00,000/- as advance vide G.O (Rt.) No. 1813/2019/G.Edn Dated 21/05/2019.
- (d) For the Academic Year 2018-19, KBPS claimed ₹. 6,47,94,350/- towards the distribution charges and out of this the Society received ₹. 3,00,00,000/- as advance vide G.O (Rt.) No. 2046/2018/G.Edn Dated 02/06/2018 and G.O (Rt.) No. 3641/2018/G.Edn Dated 22/09/2018 (₹.1,50,00,000/- each).
- (e) For the Academic Year 2017-18, KBPS claimed ₹. 6,37,22,293/- towards the distribution charges and out of this the Society received ₹.1,00,00,000/- as advance vide order No.A2/728/2017/TBO Dated 09-06-2017.
- (f) For the Academic Year 2016-17, KBPS claimed ₹. 4,82,27,702/- towards distribution charges and out of this the Society received ₹. 1,00,00,000/- as advance vide order No. A2/786/2016/TBO dated 14-05-2016. Further, as per Order No. A2/786/2016/TBO dated 25-07-2017, the Director of Public Instruction has accorded the sanction of a further amount of ₹.95,29,135/- towards the distribution charges for the academic year 2016-17 and has also informed that, as per the existing Government norms, the Society can claim only Distribution/Transportation charges and that the Society is not eligible to claim loading and unloading charges, sorting charges, Administration charges etc.
- (g) For the Academic Year 2015-16, KBPS claimed ₹. 5,77,41,956/- towards distribution charges and out of this the Society received ₹. 1,91,33,333/- as advance vide order No. G.O (Rt). 3226/15/G.Edn. Dated 04-08-2015. The Delivery Challans (DC), Bills and supported details provided for verification of TBO for releasing the balance amount of ₹. 3,86,08,623/-



Academic Year	Distribution Charges Claimed	Amount Sanctioned	Balance Amount Recoverable	Order No. & Date
2021-22	₹. 4,00,61,541/-	-	₹. 4,00,61,541/-	
2020-21	₹. 4,93,10,512/-	₹. 3,76,09,001/-	₹. 1,17,01,511/-	A2/35/2020/TBO Dated 24.06.2020, A2/35/2020/TBO Dated 08.09.2020, A2/35/2020/TBO Dated 24.11.2020 & A2/35/2020/TBO Dated 27.07.2020
2019-20	₹. 7,01,60,797/-	₹. 3,00,00,000/-	₹. 4,01,60,797/-	G.O (Rt.) No. 1813/2019/G.Edn Dated 21/05/2019
2018-19	₹. 6,47,94,350/-	₹. 3,00,00,000/-	₹. 3,47,94,350/-	G.O (Rt.) No. 2046/2018/G.Edn Dated 02/06/2018 & G.O (Rt.) No. 3641/2018/G.Edn Dated 22/09/2018
2017-18	₹. 6,37,22,293/-	₹. 1,00,00,000/-	₹. 5,37,22,293/-	A2/728/2017/TBO Dated 09-06-2017
2016-17	₹. 4,82,27,702/-	₹. 1,95,29,135/-	₹. 2,86,98,567/-	A2/786/2016/TBO dated 14-05-2016 &A2/786/2016/TBO dated 25-07-2017
2015-16	₹. 5,77,41,956/-	₹. 1,91,33,333/-	₹. 3,86,08,623/-	G.O (Rt). 3226/15/G.Edn Dated 04-08-2015

(h) From Academic Year's 2011-12 to 2014-15, the Society had raised invoices for distribution before the Text Books Officer, including the Administrative expenses, Software development charges etc. Every year, entire amount of such invoices was not sanctioned by the TBO. Following are the details of the same:

Academic Year	Distribution Charges Claimed	Amount Sanctioned	Balance Amount Recoverable	Order No. & Date
2014-15	₹. 5,74,13,759/-	₹. 3,84,74,386/-	₹. 1,89,39,373/-	A2/406/14/TBO Dated 25-03-2015
2013-14	₹. 5,87,09,805/-	₹. 3,94,04,308/-	₹. 1,93,05,497/-	A2/2312/13/TBO Dated 12-03-2014
2012-13	₹. 5,67,24,049/-	₹. 3,57,70,917/-	₹. 2,09,53,132/-	A2/1084/10/TBO Dated 05-10-2013
2011-12	₹. 5,42,06,584/-	₹. 3,17,10,470/-	₹. 2,24,96,114/-	A2/1084/10/TBO Dated 24-07-2013
	₹22,70,54,197/-	₹14,53,60,081/-	₹8,16,94,116/-	



- (i) During the Financial Year 2015-16, the Society had made 100% provision on the balance amount recoverable from the Text Books Officer, on account of Distribution Charges and during the Financial Year 2016-17, the Society has written off the balance amount recoverable from TBO as listed in 5(h) of ₹. 8,16,94,116/- for the Financial Years 2011-12,2012-13,2013-14 and 2014-15 based on the decision of 145th meeting of Governing body held on 21.11.2016. During the Financial Year 2019-20, Society claimed an additional distribution charges of Rs.20,55,323/- for the Academic Year 2014-15.
- (j) For the Academic Year 2014-15, Postal Department claimed invoice for Rs 3,18,58,838/- KBPS sanctioned only Rs 3,04,02,651/- and informed Postal Department that balance amount will be released on receipt of acknowledged challan. Further to the above, completion certificate countersigned by Divisional Superintendent of M/s India Post in connection with the distribution of Vol I & II text books for the Academic Year 2014-15 was forwarded to Text Book Office, Thiruvananthapuram for reimbursement of Rs 14,56,187/. Since the Society has not received any information regarding the non-receipt of text books from Text Book Officer, KBPS raised invoice for Rs 20,55,323/- including GST and other expenses.

6. As per Order No S2-5030/2008/DSL dated 14.07.2009, an amount of ₹. 1,58,19,438/- has been deducted from the arrears of printing charges towards the penalty for delay in printing of lottery tickets relating to the month of September & October 2008. As per G.O 671/2013/TD Dated 02.09.2013, an amount of ₹. 59, 25,224/- was sanctioned against the amount mentioned. The said amount has been received vide demand draft no. 377716 dated 13-12-2013, and is accounted in the books of account vide Receipt No.25729 dated 21-12-2013.

7. Due to non-realizing of the outstanding dues towards sale of paper cutting/printed waste paper/ torn and damage paper/ink free white paper/lottery printed waste paper from Hindustan News Print Limited, the Society filed a writ petition in Honourable High Court of Kerala against Hindustan News Print Limited. In the Judgment of the case WP (C). No. 21755 of 2017 (T) dated 09-10-2017, Honourable High Court of Kerala directed to settle the outstanding dues in twelve monthly instalments and start making the payment from 09-11-2017 and continued on the 9th of every succeeding months. We have received the first nine month instalment only. Hence Society filed contempt case (civil) No. 1528 of 2019-S dated 02-09-2019, against which Honourable High Court of Kerala granted one year time to Hindustan News Print Limited to make the payment to Society. Till date we have not received any further payment and as per our books of accounts the total principal amount outstanding from Hindustan News Print Limited as on 30-09-2022 is Rs. 1,15,60,267/. The amount last received from Hindustan News Print Limited was on 23-07-2018. Since Hindustan News Print Limited has been restructured and Government has revived the operations of the company as "Kerala Paper Products Limited", we claimed the outstanding dues of **Rs. 1,15,60,267/-** from Kerala Paper Products Limited towards sale of paper cutting/printed waste paper/ torn and damage paper/ink free white paper/lottery printed waste paper due to KBPS.

8. The Society claimed the Income of Cutting charges of Counterfoils, Storage of Counterfoils and Distribution of Lottery tickets at the rates as per agreement dated 19-09-2016. The new renewal agreement with Directorate of State Lotteries, Thiruvananthapuram on increased percentage of rate were executed on 24-03-2021 and this agreement is valid from 19-07-2019.



9. During the Financial Year 2021-22, the Society raised total invoices for ₹. 15,36,885/-towards the sale of counter foil cutting and the said amount reimbursed to Regional Deputy Director of State Lotteries,Ernakulam.

10. The following accounts of text book office are not reconciled with the society's accounts as on 31-03-2022. This is due to the fact that, Technical committee for settlement of accounts has not been constituted in this regard.

<u>SLNo</u>	<u>Particulars</u>	<u>Amount</u>
1.	DIRECTOR OF PUBLIC INSTRUCTION/[Sch. No. IV (4): <i>Sundry Debtors</i>]	88,81,95,563.71(Dr)
2.	REBATE TO DPI	75,90,595.21(Cr)

The reason for the above balance is a result of un-reconciled balances outstanding after 31-03-2006 (date of last reconciliation) and receipt of advance payments against proposed revision of rates till 31.03.2016. Since the revision of rates for text book printing with effect from 01-04-2006 to 31-03-2016 is not finalized, any income which might have arisen on account of rate revision is not recognized in the year 2021-22.

From Financial Year 2016-17 Government accorded sanction for increase of 35% over the existing rate of printing charges of School Textbooks vide the following Government Orders. [Sch. no VI: *Sundry Debtors*]

- G.O (Ms). 84/2016/G.Edn Dated 20-05-2016 (Academic Year 2016-17)
- G.O (Ms). 769/2018/G.Edn Dated 20-02-2018 (Academic Years 2017-18 and 2018-19)
- G.O (Ms). 5841/2021/G.Edn Dated 13-12-2021 (Academic Years 2019-20 and 2020-21)

11. A. Utilization of Government paper for printing of SCERT Text Books

- a. Utilization during earlier years of 510 metric tonnes of printing paper supplied by Text Book Office (TBO) of Director of Public Instruction (DPI), Government of Kerala (Government paper), for printing of text books of Director, Higher Secondary Education/ State Council of Educational Research and Training (DHSE/SCERT) (Commercial printing) and was ratified by the Governing Body/Government.
- b. Of the above, 85.03 tons costing ₹. 36.24 Lakhs were replaced in earlier years and payment to TBO towards cost of balance paper of ₹. 129 Lakhs is pending for final approval for settlement by the Government, totaling to a liability of ₹. 165.24 Lakhs.
- c. However, a liability of ₹. 212.05 Lakhs (Previous year ₹. 212.05 Lakhs) has been provided for in the accounts in earlier years as due to TBO towards cost of paper as against the actual liability of ₹. 165.24 Lakhs.
- d. This excess provision of ₹. 46.81 Lakhs (₹. 212.05 Lakhs less ₹. 165.24 Lakhs) is not reversed in the books of accounts during the year since the final approval for settlement by the Government is pending. [Sch. no IX: *Current Liabilities and Provisions*]

B. Printing charges of SCERT Text Books

- During the year 2007-08, the Society had received a print order for 3,46,900 copies of SCERT Class XI and 3,96,900 copies of SCERT Class XII text books vide work order No.



AcdA4/11307/TB/HSE/2007 from DHSE and 4,40,000 copies of NCERT class XI text books vide order no.A2/2087/06/SCERT from SCERT.

- Towards this, Society has claimed and recognized as income ₹. 90.46 Lakhs from DHSE at the Government appropriate rates for printing text books and ₹. 239 Lakhs from SCERT during the year 2007-08.
- The DHSE/SCERT later informed the Society to deliver the text books to text book depots across the state and directly collects the sale proceeds from them.
- As per the decision taken in the HLMC meeting held on 05/11/2011, we have disposed the obsolete books of plus-one and plus-two books lying in different text book depots and realized an amount of ₹.9,36,185/- in this regard and credited to the account of Director Higher Secondary/SCERT in the financial year 2012-13.
- Though the sale proceeds of the text books are being remitted to the Society by the text depots at the selling price fixed by the DHSE/SCERT, no adjustment has been done to give effect to the said rate difference in sales up to 2011-12.
- Invoice was raised during the Financial year 2012-13 for 2,52,862 copies of SCERT XII text books printed and distributed during the year 2008-09 to text book depots for ₹.1,09,02,085 as per the decision taken in the HLMC meeting held on 05-11-2011 and the balance outstanding as on 31-03-2022 from DHSE/SCERT is ₹. 1,27,07,746.67.

The Society has requested the Government for the settlement of the cost of the paper payable to Text book department with printing charges receivable from SCERT. *(Sch. no VI Sundry Debtors)*

12. Waste paper and Cutting waste:

- a. The Government of Kerala has determined the quantum of waste paper that may be allowed on the printing paper supplied by them, while printing the books for them on an average 6% wastage is allowed for RO 66 machine and 8% for Harris Machine vide order no. G.O 312/90/H. Edn.dated 11.12.1990.
- b. In view of representation, the Government has issued order no. G.O (Ms) 186/05/G Edn.dated 17.06.2005 allowing the Society to apportion the sale proceeds of the waste paper excluding cutting waste in the ratio 6:2. Accordingly, the Society has allocated the sale proceeds of waste paper excluding cutting waste and the amount realized from the cutting waste has been taken to revenue, as in the previous year.
- c. However, vide G.O. (Ms) No. 141/14/H.Edn. Dated 20-03-2014, the apportionment of Waste Paper Sales proceeds in the ratio of 6:2 was ratified only up to 31.03.2006 and the order is silent for the periods thereafter. *[Sch. no IX: Current Liabilities and Provisions]*

13. Refund of Special Allowance:

- (a) During the year 2008-09, the Society has paid special allowance arrears amounting to ₹.16.15 lakhs to certain categories of employees in the lower grade for the period from 01.03.1997 to 13.10.2003 without Government orders after getting an undertaking from the employees to the effect that the amount will be refunded to the society in case Government do not ratify the payment of arrears.
- (b) The matter has been taken up with the Government, but the approval has not been received yet. However, the society had recovered ₹.8,107.20/- during the current year (Previous Year ₹. 53,735.80/-) and the balance of ₹. 2.71Lakhs (Previous Year ₹. 2.79Lakhs) is outstanding.



14. Lease rent:

- (a) The value of land & building in which the Fixed Assets of the Society has been installed has not been brought to accounts, as the Government vide G.O (MS) No: 80/83/H.Edn dated 19.04.1983, ordered that the same should be treated as property on lease.
- (b) The lease rent has also been fixed by the Government @ 7% p.a from the date of commissioning of the plant. Superintendent Engineer, P.W.D (B & R), Alwaye, vide his Letter No: 9981/72/WB dated 03.09.1980 has valued the building at ₹ 1,00,29,112/-.
- (c) No Rent due for the Financial Year 2021-22 has been provided in the accounts on the above sum itself, since no valuation has been done after 1982.
- (d) No Building Tax has been deducted from the provision of rent on land and building since the Government in its Order No: G.O (MS) 151/86/PW&T dated 14.11.1986 specified that the Building Tax on building of PWD is to be borne by the PWD itself.

The Society has requested the Government to Transfer the ownership of the Land and building and is following up its progress. *[Sch no IX: Current Liabilities and Provisions]*

15. Applicability of Provisions of ESI Act:

The ESI amount collected from the employees of the Society during the Financial Year 2021-22 was remitted to a separate bank account, since the Society had filed an application for exempting the establishment from the provisions of the ESI Act. Showcause notices issued from Employees' State Insurance Corporation from 2014 to 2017, since the ESI exemption not received. Presently even though notification for ESI Exemption for the period from 2014-15 to 2016-17 issued by Government, there is an objection filed by Employees' State Insurance Corporation against KBPS at Government. *[Notes on Accounts 22 (E)]*

- 16. The consumption ratio of Government paper with that of production during the Financial Year is determined to be 91.71% (Previous year 90.30%) [Total consumption of Government Textbook paper / Total Textbook paper Stock *100].
- 17. The Society is in the process of strengthening the internal control in the area of production, stores & inventory, purchase & sales, expenditure & maintenance of accounting and other records relating to the operations of the Society.
- 18. As per the Audit Report of KBPE Co-Operative Society, the dividend for the Financial Year 2021-22 has not been declared. Hence, KBPS not recognized the same on accrual basis during the Financial Year 2021-22.
- 19. During the Financial Year 2021-22, the society has paid advance Income Tax amounting to ₹. 15.32 Crores (Previous Year ₹. 7.50 Crores), in addition to Tax Deducted at Source as per 26AS amounting to ₹. 2.16 Crores (Previous Year ₹. 2.41 Crores.) *[Sch. no VIII: Loans and Advances]*
- 20. The physical verification of finished inventory, work-in-progress, and raw materials, loose tools for the Financial Year 2021-22 have been conducted on 31.03.2022.
- 21. In the opinion of the Governing Body, the Current assets, Loans & Advances have an approximate value, as stated in the Balance Sheet, if realized in the ordinary course of business. The provision for all known liabilities is adequate and is not in excess of amount reasonably considered necessary.
- 22. Contingent Liability:

A) KVAT:-

- (i) As per the demand notice No. A5-2623/11 Dated 14.06.2011 issued from the office of the Inspecting Assistant Commissioner, Commercial Taxes, Ernakulam an amount of ₹. 20,57,897/- along with interest ₹. 11,89,773/- is outstanding for the period 2005-06. The



Society has requested the Government to set off the excess remittance of KVAT for the period from 2006-2011 to the KVAT demand for the period 2005-06.

(ii) 2015-16 Assessment order no. 32070487994/2015-16 dated 12.01.2018 demanding Rs 27,76,045/- received from Assistant Commissioner of Commercial Tax, Ernakulam, revenue recovery disallowing input tax credit Rs 22,23,873 and adding back miscellaneous income Rs 3,05,32,487/- Deputy Commissioner rejected our appeal vide order dated 30.05.2019. Further to the above, Revenue Recovery order no A5-2456/18 dated 09.11.2020 for Rs 29,84,248/- received from Office of Deputy Commissioner of State Tax. Appeal against order of Deputy Commissioner filed by KBPS before Honorable Appellate Tribunal. We have remitted 20% of the tax due for the Assessment Year 2015-16 vide DD No. 125242 dated 27.07.2022 for Rs. 4,51,390/- against petition for Stay Order of KVAT Appellate Tribunal, Ernakulam dated 28.02.2022.

B) GST – Tran 1: -As per Case Proceedings Reference No. ZD320722007727J dated 07-07-2022 issued from the Office of the Deputy Commissioner, Special Circle III, SGST Dept, Ernakulam an ineligible credit amount of ₹. 50,80,945/- which is related to the inputs held in stock without having any prescribed duty paying documents and hence the same needs to be reversed with interest. In addition to that unutilized credit amounting to Rs. 27,58,145/- on inputs (paper) used for printing was demanded on account of Tran 1 verification report for the tax period 2017-18. Based on the reply Letter for accepting our submission and closing the issue forwarded vide Letter No. FA1/09/KBPS/2022-23/4047 dated 10.10.2022.

C) GST Exemption on printing of Text Books :- The Society received the Advance Ruling Order No. KER/125/2021 Dated 31.05.2021 in which “The service of printing of Textbooks supplied by KBPS to State Government is exempted from GST”.

D) Income Tax:-

(i) As per Assessment Order Dated 22-03-2016 under section 143(3) r.w.s 147 of the Income Tax Act 1961, an amount of ₹. 3,42,15,530/- was demanded by Deputy Commissioner of Income Tax (Exemptions), Kochi for the Assessment Year 2008-09. Based on our petition Dated 25-06-2016, the assessing officer granted stay of demand till the disposal of first appeal, on payment of ₹. 51,32,330/- ie. 15% of the disputed demand of ₹. 3,42,15,530/-. Hence we remitted ₹. 51,32,330/- vide cheque No. 02065525 dated on 13-07-2016. In addition to the above amount, we remitted ₹. 5,00,000/- vide cheque No. 02089194 Dated 21-03-2017 as per the demand dated 20-03-2017 from Commissioner of Income Tax (Exemptions), Kochi. Balance demand of ₹. 2,79,08,780/- is outstanding, disputed in appeal. [Sch No. VII: Loans and Advance]

(ii) As per Assessment Order Dated 28-12-2018 under section 143(3) r.w.s 147 of the Income Tax Act 1961, an amount of ₹. 1,75,59,370/- was demanded by Deputy Commissioner of Income Tax (Exemptions), Kochi for the Assessment Year 2011-12. The Society filed an appeal to the Commissioner of Income-Tax (Appeals) on 05-02-2019 and remitted ₹. 11,36,703/- vide cheque No. 02129046 Dated 27-02-2019 for granting stay of demand. Further as per Order Dated 07-05-2019 under section 154 of the Income Tax Act 1961, the demanded amount reduced to ₹. 1,62,96,290/- from ₹. 1,75,59,370/- after considering the TDS credit. Balance demand of ₹. 1,40,57,480/- is outstanding, disputed in appeal. [Sch No. VII: Loans and Advance]



(iii) As per Order Dated 22-02-2018 under section 154 of the Income Tax Act 1961, an amount of ₹. 3,82,840/- was demanded by Deputy Commissioner of Income Tax (Exemptions), Kochi for the Assessment Year 2015-16. Based on our petition dated 31-03-2018, the assessing officer granted stay of demand till the disposal of appeal, on payment of ₹.76,568/- ie. 20% of the disputed demand of ₹. 3,82,840/-. Hence we remitted ₹. 76,568/- vide cheque No. 02125933 on 27-03-2018. Balance demand of ₹. 3,06,272/- is outstanding, disputed in appeal. [Sch No. VIII: Loans and Advance]

(iv) As per Assessment Order Dated 28-10-2019 under section 143(3) of the Income Tax Act 1961, an amount of ₹. 8,41,060/- was demanded by Assistant Commissioner of Income Tax, Exemption Circle, Kochi for the Assessment Year 2017-18. The Society has requested the department to reconsider the demanded amount due to the interest calculation under section 234B and 234C of the Income Tax Act 1961.

(v) As per Intimation Dated 22-08-2019 under section 143(1) of the Income Tax Act 1961, an amount of ₹. 2,85,600/- was demanded by Deputy Commissioner of Income Tax, CPC for the Assessment Year 2018-19. The Society has requested to reconsider the demanded amount due to the addition of Sale of Coconut and interest calculation under section 234A, 234B and 234C of the Income Tax Act 1961.

(vi) As per Intimation Dated 09-07-2020 under section 143(1) of the Income Tax Act 1961, an amount of ₹. 9,30,850/- was demanded by Assistant Director of Income Tax, CPC for the Assessment Year 2019-20. The Society has requested to reconsider the demanded amount due to the interest calculation differences under section 234A and 234B of the Income Tax Act 1961.

(vii) As per Intimation Dated 26-12-2021 under section 143(1) of the Income Tax Act 1961, an outstanding amount of ₹. 3,08,59,070/- was demanded by Assistant Director of Income Tax, CPC for the Assessment Year 2020-21.

(viii) As per Intimation Dated 19-06-2021 under section 143(1) of the Income Tax Act 1961, an outstanding amount of ₹. 8,89,630/- was demanded by Assistant Director of Income Tax, CPC for the Assessment Year 2021-22.

ASSESSMENT YEAR	DEMANDED AMOUNT	AMOUNT REMITTED TOWARDS DEMANDED AMOUNT	BALANCE AMOUNT OUTSTANDING
2008-09	3,42,15,530/-	56,32,330/-	2,79,08,780/-
2011-12	1,62,96,290/-	11,36,703/-	1,40,57,480/-
2015-16	3,82,840/-	76,568/-	3,06,272/-
2017-18	8,41,057/-	-	8,41,060/-
2018-19	2,85,600/-	-	2,85,600/-
2019-20	9,30,850/-	-	9,30,850/-
2020-21	3,08,59,070/-	-	3,08,59,070/-
2021-22	8,89,630/-	-	8,89,630/-

E) Employees' State Insurance: - Since the ESI exemption not received to the Society from the period 2014-15, garnishee order for ₹. 3,54,58,885/- received from Employees' State Insurance Corporation for the period from 2014-15 and stay order also received for the above period. Even though notification for ESI Exemption for the period from 2014-15 to 2016-17 issued by Government,



there is an objection filed by Employees' State Insurance Corporation against KBPS at Government level. ESI exemptions received vide the following Government Orders :

- a. G.O.(P) No.117/2019/LBR dated 25.11.2019 (2017-18)
- b. G.O.(P) No.112/2019/LBR dated 21.11.2019 (2018-19)
- c. G.O.(P) No. 66/2022/LBR dated 04.07.2022 (2019-20)
- d. G.O.(P) No. 59/2022/LBR dated 27.06.2022(2020-21)

23. The detailed Fixed Asset register prepared and updated in the System and the physical verification of the Fixed Assets has been conducted by the Society.

24. The payments made to canteen committee are treated as expenses of the Society and the total expenses of the Society in this regards during the current year is ₹. 81,35,335.35/- (Previous Year ₹. 79,91,110.39/-)

25. From the Academic Year 2016-17 onwards Government entrusted KBPS to purchase papers and collateral materials for printing of Textbooks vide the following Government Orders.

- G.O (Rt) No. 281/2015/G.Edn. Dated 05-11-2015 (Academic Year 2016-17 and 2017-18)
- G.O (Rt) No. 2577/2017/G.Edn Dated 03-08-2017 (Academic Year 2018-19)
- G.O (Rt) No. 3283/2018/G.Edn Dated 31-08-2018 (Academic Year 2019-20)
- G.O (Rt) No. 4038/2019/G.Edn Dated 09-10-2019 (Academic Year 2020-21)
- G.O (Rt) No. 3147/2020/G.Edn Dated 24-11-2020 (Academic Year 2021-22)
- G.O (Rt) No. 5804/2022/G.Edn Dated 07-10-2022 (Academic Year 2021-22 and 2022-23)

During the Financial Year 2021-22, Society purchased paper for Textbooks of ₹. 49,57,36,710.52 and the consumption of ₹. 53,92,42,654.66 accounted as expense and is also claimed as reimbursement, and included in our Income. The closing stock of the Paper purchased by KBPS for printing of Textbooks paper valued at ₹. 4,18,89,442.37 during the Financial Year 2021-22.

26. (A) From the Academic Year 2015-16 (Volume II) onwards, the Society has entrusted the job of distribution of text books to two employees across various depots in Kerala. The Society has opened two Current Accounts in Union Bank of India, Thrikkakara Branch exclusively for the transactions in connection with Distribution of Textbooks and approved the same in the 150th meeting of Governing Body held on 19-03-2018. Hence during the Financial Year 2017-18 till Financial Year 2019-20 the advances requested by the employees in charge of distribution are being deposited to the newly opened current accounts only. And the advances made to them for meeting various expenses of distribution of text books, are being settled in due course.

(B) From 2020-21 onwards Society entrusted Kudumbasree with distribution of Text Books.

27. Case has been filed by M/s Monotech Systems Limited with Ministry of Small and Medium Enterprises Facilitation Council Chennai against KBPS demanding payment in respect of unpaid operational debt amounting to Rs 9,30,016 along with interest @ 18% i.e Rs 3,85,205 amounting to total outstanding of Rs 13,15,221. KBPS has filed written objection to the above petition claiming return of the amounts paid to



M/s Monotech and also to compensate all loss and damage caused to KBPS on account of supply of defective machinery. As the activity of the petitioner comes under trading activity which does not come under the ambit of MESF council, the council dismissed the case on both grounds. M/s Monotech system Ltd. has filed a complaint in the city civil court at Chennai and claiming a due of Rs.15,56,826/-.

KBPS paid an advance amount of Rs. 53,19,912/- towards supply of machinery on November 2017 to M/sMonotech system Ltd. and the amount is not settled till date. Steps are being taken to realize the amount from the party.

28. As per G.O.(Rt)No.3611/2021/G Edu dated 10.08.2021, General Education Department issued Administrative Sanction for releasing the resumed amount of Rs. 55,94,15,797/- Of which, Rs. 27,29,41,592/- is credited to our STSB Account No. 799011400007075 on 17-09-2021 as per Order No G.O No.B/717/2021/TBO dated 09.09.2021and Rs. 20,94,94,363/- is credited to our STSB Account No. 799011400007075 on 24.02.2022 as per Order G.O No.B/717/2021/TBO dated 18.02.2022.

The details of the balance amount to be received from the resumed fund shown below

SL No	Crediting date	Head of A/C	Description	Amount Credited
1	08/01/2021	2202-02-106-99-TBP-24- M&S(Non Plan Voted)	Paper Purchase	₹. 6,48,62,073.00
2	20/01/2021	2202-02-106-99-TBP-24- M&S(NP)	Printing Charges to KBPS	₹. 39,83,464.00
3	27/03/2021	2202-02-106-99-34-3 Other Charges (NP)	Printing Charges for 2017-18	₹. 84,305.00
4	02/02/2021	2202-02-109-70-Plan	Kalithoni Printing Charges	₹. 80,50,000.00
			Total	₹. 7,69,79,842.00

29. The Society has long outstanding balance on account of Advance payments to Creditors for Capital Goods / Revenue expenditure or Sold Goods/Service to its customers. List of such balances shown below of material amount and in respect of these amounts provision is made during the financial year 2015-16 amounting to Rs. 119.82 lacs and for the balance amount Rs.367.53 lacs no provision is made in the accounts.



SL No.	Particulars	Amount in Rs.
1	H M T Machine Tools Ltd	73,466.57
2	VAT Suspense	78,421.00
3	Commissioner of Commercial Taxes	9,01,438.79
4	Directorate of Social Welfare	3,18,410.00
5	Director Higher Secondary	1,27,07,746.67
6	Education Department	5,79,838.00
7	Kerala Sahithya Accademy	10,66,839.00
8	Kerala State Civil Supplies	22,39,063.00
9	NHM State Mission Office	3,44,970.00
10	DPI for Gunny	15,20,356.56
11	Assistant Executive Engineer PWD	15,18,000.00
12	CIPET Institute of Plastics Technology	1,84,080.00
13	Kerala Enviro Infrastructure Ltd	3,92,367.72
14	Indians banks Association	2,53,700.00
15	Institute of Human Resource Development	90,000.00
16	P T James	75,000.00
17	Unnikrishnan P P	76,731.00
18	Auto power Systems	16,520.00
19	Delta Paper Mills Limited	13,29,012.00
20	IBP Auto Service	39,999.00
21	Jos Electricals	14,936.00
22	Karthikeya Paper and Boards limited	5,58,234.00
23	Keralashree	75,000.00
24	Premier Techno Trades	61,160.00
25	Proteck Machinery Pvt Ltd	65,725.00
26	QIPC EAE India Pvt Ltd	1,14,090.00
27	Star knives and Saws	27,761.87
28	Vee jay technologies	30,956.00
29	Voltas Ltd	1,13,176.00
30	Kerala State Open School	21,29,011.42
31	Animal Disease Control Project	11,862.00
32	Cochin University of Science and Technology	33,688.02
33	Commissioner of Government Examinations	32,791.00
34	Director of Health Services	13,83,858.90
35	District Rural Development Agency	5,58,274.60
36	Hindustan Newsprint Limited	1,14,04,901.44
37	Kannur University	84,450.77
38	Labour Commissioner	2,04,954.77
39	Mahatma Gandhi University	1,84,770.80
40	NRHM Directorate	7,42,549.00



41	Travancore Devaswom Board	2,02,080.00
42	Attappady Hills Area Development Society	98,376.00
43	Board of Public Examinations	1,87,237.40
44	DPI Text Book Printing (2015-16) at Govt. Press	30,75,390.00
45	Hindustan Newsprint Limited (2018-19)	1,55,366.00
46	Information Kerala Mission	1,04,993.00
47	Kerala State Commission for Protection of Child Rig	1,55,680.00
48	Kerala State Bio Diversity Board	49,005.00
49	National Health Mission (Tvm)	1,26,089.76
50	Public Works Department, Aluva	2,29,667.00
51	Sarva Shiksha Abhiyan	23,75,718.91
52	Transport Commissioner (EKM)	1,57,508.00
53	The Additional Director General of Police	1,79,930.00
	Total	4,87,35,151.97

30. Previous Year's figures have been regrouped/recast wherever necessary, to confirm to the classification of Current Year.

For and on behalf of the Governing Body

**As per our report attached
For SVRL & Co, Chartered Accountants,
Firm registration number : 016182S**


Bishwanath Sinha IAS
Chairman


P Vijayan IPS
Managing Director


A.P.M Mohammed Hanish IAS
GB Member


Sivakumar M
Partner
(Membership No:222959)

Date : 29/11/2022
Kochi – 682030

