

VIZHINJAM INTERNATIONAL SEAPORT LIMITED

(A Government of Kerala Undertaking)

THIRUVANANTHAPURAM

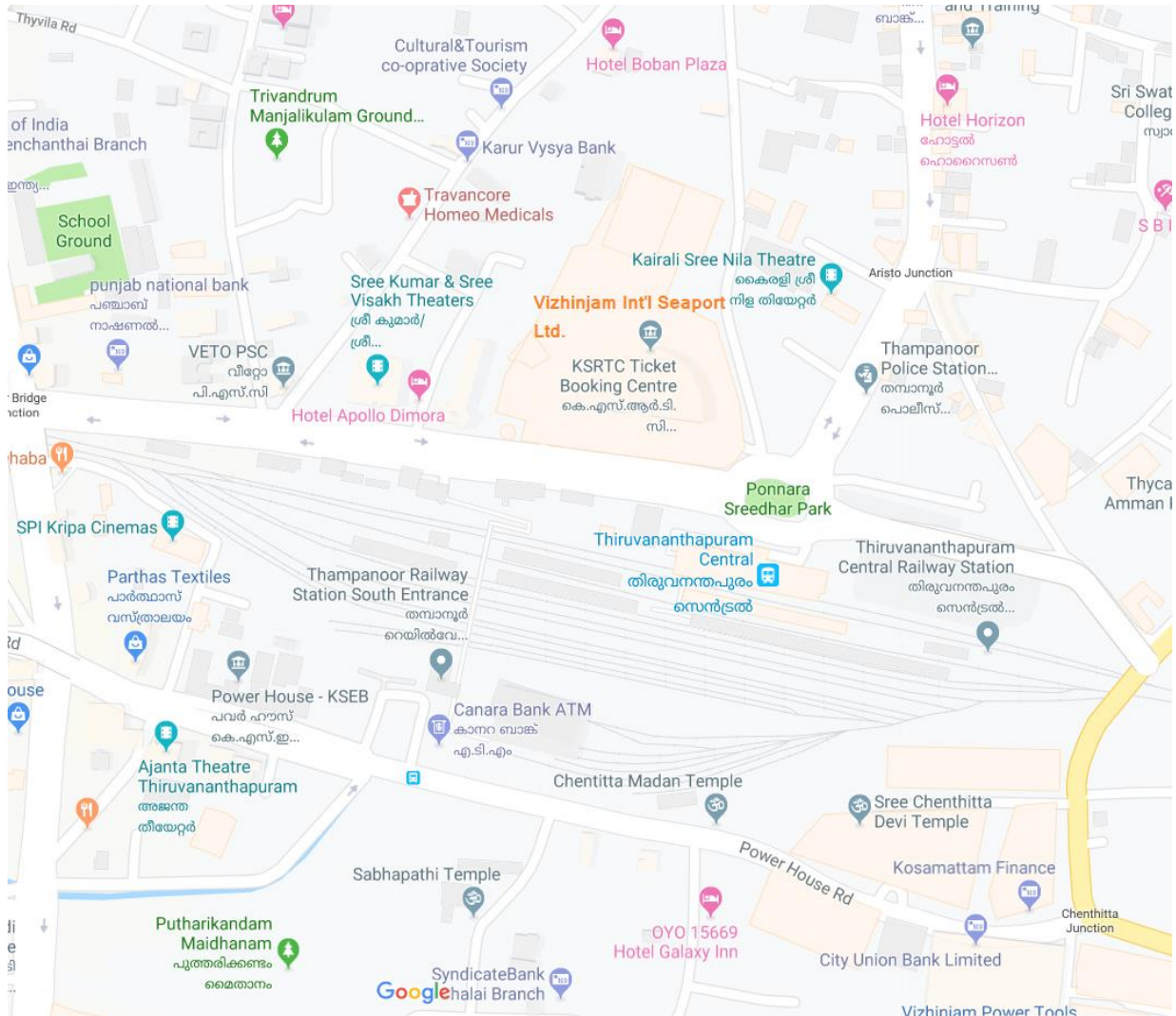
SEVENTEENTH ANNUAL REPORT

2020 – 2021



Route Map of the Venue of VISL

Vizhinjam International Seaport Limited
9th Floor, KSRTC Bus Terminal Complex,
Thampanoor PO,
Thiruvananthapuram, Kerala 695001



17th ANNUAL REPORT OF THE DIRECTORS FOR
THE YEAR ENDED 31.03.2021

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Vizhinjam International Seaport Limited

(A Government of Kerala Undertaking)

CIN: U45309KL2004SGC017685

Thiruvananthapuram 695 001, Kerala State

General Information

Registered Office

Vizhinjam International Seaport Ltd.
CIN: U45309KL2004SGC017685
9th Floor, KSRTC Bus Terminal Complex
Thampanoor PO
Thiruvananthapuram 695001
www.vizhinjamport.in

Contact:

Telephone: 0471-2328616
Tele-fax: 0471-2328616
E-mail: mail@vizhinjamport.in

BOARD OF DIRECTORS as on 25.06.2024

- Shri. Pinarayi Vijayan**, Hon'ble Chief Minister – Chairman
Shri. V. N Vasavan, Hon'ble Minister (Ports & Co-operation) – Vice Chairman
Shri. K Rajan, Hon'ble Minister (Revenue) – Vice Chairman
Shri. Saji Cheriyan, Hon'ble Minister (Fisheries) - Director
Shri. K. N. Balagopal, Hon'ble Minister (Finance)- Director
Shri. V. Sivankutty, Hon'ble Minister (General Education and Labour)- Director
Dr. Shashi Tharoor, Hon'ble Member of Parliament, Thiruvananthapuram - Director
Dr. Venu.V, IAS, Chief Secretary, Govt. of Kerala – Director
Shri. Rabindra Kumar Agarwal IAS, Principal Secretary (Finance) – Director
Shri K.S. Srinivas IAS, Principal Secretary (Ports) – Director
Dr. Divya S Iyer IAS, MD VISL - Managing Director

Bankers

State Bank of India, Althara Branch
State Bank of India, Main Branch, Statue
IDBI Bank, Vazhuthacaud
Sub Treasury, Vellayambalam

Statutory Auditors

M/s Krishnan Retna & Associates
Chartered Accountants
T.C. 37/1510-133, Flat No. 201
Nandini Garden, Fort PO
Thiruvananthapuram – 695023

Internal Auditors

M/S. Varma & Varma Chartered Accountants
E-3, Sahasram, Elankom Gardens
Sasthamangalam, Thiruvananthapuram-695010



Vizhinjam International Seaport Limited

(A Government of Kerala Undertaking)

CIN: U45309KL2004SGC017685

Thiruvananthapuram 695 001, Kerala State

BOARD OF DIRECTORS AS ON 31-03-2021

Shri. Pinarayi Vijayan, Hon'ble Chief Minister - Chairman

Shri. Ramachandran Kadannappally, Hon'ble Minister (Port, Museum and Archeology) – Vice Chairman

Dr. T. M. Thomas Isaac, Hon'ble Minister (Finance & Coir) - Director

Smt. J. Mercykutty Amma, Hon'ble Minister (Fisheries, Harbour Engineering and Industries (Cashew)) - Director

Shri. Kadakampally Surendran, Hon'ble Minister (Electricity and Devaswom) - Director

Shri. E. Chandrasekharan, Hon'ble Minister (Revenue and Housing) -Director

Shri. T. P. Ramakrishnan, Hon'ble Minister (Labour, Skill and Excise) – Director

Dr. Shashi Tharoor, Hon'ble Member of Parliament, Thiruvananthapuram - Director

Dr. Vishwas Mehta IAS, Chief Secretary – Director

Shri. Rajesh Kumar Singh IAS, Addl. Chief Secretary, Finance – Director

Shri. Sanjay Kaul, IAS, Secretary, Department of Ports – Director

Dr. Jayakumar, Managing Director & CEO, VISL – Director



Vizhinjam International Seaport Limited

(A Government of Kerala Undertaking)

CIN: U45309KL2004SGC017685

Thiruvananthapuram 695 001, Kerala State

(Draft)

VISL/AGM-17/2020-21/...

Dt. xx-xx-xxxx

NOTICE

Dear Shareholders,

Notice is hereby given that the 17th (Adjourned) Annual General Meeting of the Shareholders of Vizhinjam International Seaport Limited will be held on atPM at the Registered Office of the Company, 9th Floor, KSRTC Bus Terminal Complex, Thampanoor PO, Thiruvananthapuram-695001 to transact the following business:-

ORDINARY BUSINESS:

1. To receive, consider and adopt the Directors' Report for the year ended 31-3-2021, Balance Sheet of the Company as on 31-03-2021, Profit and Loss Account of the Company for the year ended 31-03-2021, and all the documents required to be attached/annexed to the Director's Report.

By Order of the Board,

SANKARAN SUMA
Company Secretary & CAO

Notes:

1. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.**
2. **Proxy form is enclosed herewith. This must be returned duly completed to reach the office at least 48 hours before the meeting.**
3. **Consent of shareholders to hold the meeting at short notice is enclosed herewith pursuant to Section 101(1) of the Companies Act, 2013. This must be returned duly completed to reach the office at least 24 hours before the meeting.**



Vizhinjam International Seaport Limited

(A Government of Kerala Undertaking)

CIN: U45309KL2004SGC017685

Thiruvananthapuram 695 001, Kerala State

CIN: U45309KL2004SGC017685

Thiruvananthapuram 695 001, Kerala State

VISL/AGM-17/2021/338

September 3rd 2021

NOTICE

Dear Shareholders,

Notice is hereby given that the Seventeenth (17th) Annual General Meeting of the Shareholders of Vizhinjam International Seaport Limited will be held on Tuesday, 28th September 2021, 3.00 PM at the Registered Office of the Company, 9th Floor, KSRTC Bus Terminal Complex, Thampanoor PO, Thiruvananthapuram-695001 to transact the following business:-

ORDINARY BUSINESS:

1. To receive, consider and adopt the Directors' Report for the year ended 31-03-2021, Balance Sheet of the Company as on 31-03-2021, Profit and Loss Account of the Company for the year ended 31-03-2021, and all the documents required to be attached/annexed to the Director's Report.
2. To fix the remuneration for the Statutory Auditors duly appointed by the C&AG for the year 2021-22.

By Order of the Board,

Sd/-

SANKARAN SUMA
Company Secretary & CAO

Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.
2. A proxy form is enclosed herewith. This must be returned duly completed to reach the office at least 48 hours before the meeting.

17th ANNUAL REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31.03.2021

Dear Shareholders,

The Board of Directors of your Company have pleasure in presenting their 17th Annual Report on the affairs of the Company with the audited financial statements of the Company for the year ended 31st March, 2021.

Financial results

The financial performance of the company for the financial year ended March 31, 2021 is summarized below:

Particulars	2020-21 (Rs)	2019-20 (Rs)
Share Capital, Reserves & Surplus:		
Authorised Share Capital	12,00,00,000	12,00,00,000
Paid up capital	12,00,00,000	12,00,00,000
Funds received from GoK excluding share capital	9,28,87,49,672	8,72,09,20,387
Interest on unutilized Grant	19,81,50,875	19,81,50,875
Lease Rent Receivable from GoK	(10)	(7)
Grant related to revenue expenses transferred to Statement of Profit & Loss a/c & Surplus in Statement of Profit & Loss a/c.	(1,26,23,17,359)	(1,14,21,18,259)
Total	8,22,45,83,178	7,77,69,52,996
Summarised statement of Profit & Loss:		
Other Income including revenue grant	12,01,99,100	9,99,84,505
Expenditure including depreciation	(12,01,99,100)	(9,99,84,505)
Net Profit/(Loss) for the year before Tax	0	0
Tax expense	(0)	(0)
Net Profit/(Loss) for the year	-	-

Dividend

The company is a nodal agency of Government of Kerala and meets its revenue and capital nature of expenses out of funds received from Government. As the company has not made profits, the Directors are not recommending any Dividend for the Financial Year 2020-21.

Transfer to Reserves

No amount has been transferred to Reserves during the Financial Year 2020-21.

Extract of Annual Return

The extract of Annual Return in Form MGT-9 as required under Section 92 (3) and Rule 12 of the Companies (Management and Administration) Rules 2014 is attached as Annexure to this Report.

Board Meetings held during the year:

The Board Meetings were conducted to discuss and decide on all business decisions relating to the Company. The notice and Agenda with detailed notes for the Board meetings are served in advance to all the Directors. During the financial year ended 31st March 2021, three Board meetings were held on 29th June,2020, 19th October,2020 and 9th February 2021. The attendance of each Director at the Board Meeting held during the period under review during which they held office is as under

	Directors	Meetings	
		Held	Attended
1.	Shri. Pinarayi Vijayan	3	3
2.	Shri. Ramachandran Kadannappally	3	3
3.	Dr. T.M.Thomas Isaac	3	0
4.	Smt.J. Mercykutty Amma	3	1
5.	Shri. Kadakampally Surendran	3	2
6.	Shri. E. Chandrasekharan	3	1
7.	Shri. T.P Ramakrishnan	3	0
8.	Dr. Shashi Tharoor	3	3
9.	Dr. Vishwas Mehta	3	3
10.	Shri. Rajesh Kumar Singh	3	2
11.	Shri. Sanjay M. Kaul	3	3
12.	Dr. Jayakumar	3	3

Material changes in the Management during the year

During the year ended 2021, there were no changes in the constitution of the Board

Material changes and commitments after the date of the Balance Sheet.

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which these financial statements relate and on the date of this report.

Statutory Auditors of the company:

The Statutory Auditors of the company, appointed by Comptroller and Auditor General of India (C & AG) as per Section 139 (5) of the Companies Act, 2013 are Krishnan Retna & Associates, Chartered Accountants, T.C. 37/1510-133, Flat No. 201,Nandini Garden, Fort PO, Thiruvananthapuram – 695023. The Auditor's report does not contain any qualification, reservation or adverse remark.

Audit by Comptroller and Auditor General of India:

The Comptroller and Auditor General (C&AG) of India, has given 'Nil' Comments on the Audited Financial Statements of the Company for the year ended March 31, 2021 under Section 143 (6) (a) of the Companies Act, 2013. The Comments of C&AG, have been placed along with the report of Statutory Auditors of the Company in this Annual Report.

Related Party Transactions:

All transactions entered by the company with Related Parties during the financial year were in the Ordinary Course of Business and at Arm's Length basis. There were no materially significant transactions with Related Parties during the financial year which were in conflict with the interest of the Company and do not attract the provisions of Section 188 of the Companies Act, 2013. Accordingly, the disclosure of Related Party Transactions as required under section 134 (3) (h) of the Companies Act, 2013 in Form AOC-2 is not applicable. Suitable disclosure as required by the Accounting Standards (AS 18) has been made in the notes to the Financial Statements.

Conservation of Energy, Technical Absorption, Foreign Exchange Earnings / Outgo

The information required under Section 134 (3) (m) of the Companies Act, 2013, read with Rule 8 (3) of the Companies (Accounts) Rules, 2014, in respect of conservation of energy and technology adoption are not applicable to the company.

The foreign exchange earned in terms of actual inflows and outgo during the year are given below:-

	2020-21 (Rs.)	2019-20 (Rs.)
Foreign Exchange earned	Nil	Nil
Foreign exchange outgo	Nil	Nil

Particulars of loans, guarantees, or investments:

During the year the company has not given any loan or guarantee or made any investments which are covered under the provision of section 186 of the Companies Act 2013 during the year ended 31.03.2021.

Deposits:

During the year the company has not accepted any deposit within the meaning of Chapter V – Acceptance of deposits by Companies under the Companies Act 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

Risk Management:

The risk associated with the company as an implementation agency to GoK is significantly low. The company oversees various risks associated with the business including identification, assessment and mitigation measures as required.

Corporate Social Responsibility:

As the company does not generate profits from activities, the company is not mandatorily required to spend towards Corporate Social Responsibility as per Section 135 (5) of the Companies Act, 2013. Taking the concerns of the public in the project affected areas and in line with stipulations laid down in the Environment Clearance received, the company is carrying out various Social Welfare activities during project implementation Stage. The company has already implemented the water supply for the project and is providing drinking water to the local people as part of its Welfare initiatives, Disbursing livelihood compensation to the project affected people, is also a being undertaken by the Company.

Significant Material Orders passed by Regulators:

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

Prevention of Sexual Harassment at workplace:

As per the requirement, the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act 2013, read with rules made thereunder, an Internal Complaints Committee is responsible for redressal of complaints related to sexual harassment. During the period under review there was no complaint pertaining to sexual harassment.

Internal Control System:

The Company has internal financial controls with reference to Financial Statements commensurate with the nature and size of the business. There exist effective checks and balances on recording and payment of all transactions and safeguarding of assets including timely preparation of reliable financial information. The company adheres to applicable accounting standards, statutes and other government policies. The company has appointed an internal auditor who carries out audit throughout the year covering the entire spectrum of business activities.

Statement of Particulars of Employees:

Section 197 (12) of the Companies Act 2013 read with Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 requiring inclusion of statement of particulars of employees drawing remuneration in excess of the limits set out in the rules, who if employed throughout / part of the financial year are either not applicable to a Government Company as per MCA Notification GSR 463(E) dated 05/06/2015 nor none of the Directors, Officers or employees of the company have received remuneration in excess of the limits prescribed thereunder.

Directors' Responsibility Statement:

Pursuant to Section 134 (3) (c) / (5) of the Companies Act, 2013 the Directors hereby confirm that:

- a) in the preparation of annual accounts, the applicable accounting standards have been followed and no material departures have been made from the same.
- b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of financial year and of the profit and loss of the company for that period.
- c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- d) the Directors have prepared the annual accounts on a going concern basis.
- e) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

Acknowledgement

The Board of Directors wishes to express their deep sense of gratitude to the Government of Kerala, its Legal Consultant - M/s. HSA Advocates, State Bank of India and IDBI Bank for their keen interest and support in the company's activities.

The Board of Directors also sincerely appreciate and thank all the employees of the Company for their valuable contribution and dedicated efforts in steering the company in achieving its desired objectives.

For and on behalf of the Board of Directors,

Sd/-
Pinarayi Vijayan
Chairman
(DIN No: 01907262)

Thiruvananthapuram
Date : 25.06.2024

ANNEXURE TO BOARD'S REPORT

Form No. MGT – 9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31st March 2021

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U45309KL2004SGC017685
ii.	Registration Date	15 th December 2004
iii.	Name of the Company	VIZHINJAM INTERNATIONAL SEAPORT LIMITED
iv.	Category / Sub-Category of the Company	Company limited by Shares State Government Company
v.	Address of the Registered office and contact details	9 th FLOOR,KSRTC BUS TERMINAL COMPLEX THAMPANOR PO THIRUVANANTHAPURAM KERALA INDIA PINCODE 695001 www.vizhinjamport.in Telefax : 0471 2328616 mail@vizhinjamport.in
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	NOT APPLICABLE

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service *	% to total turnover of the company
1	Construction of waterways, Harbours and River works, Dredging of waterways	42902	0%

* As per National Industrial Classification 2008 – Ministry of Statistics and Programme Implementation.

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name And Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
	NIL				

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
1) <i>Indian</i>									
a) Individual/ HUF									
b) Central Govt									
c) State Govt(s)	0	1199000	1199000	99.92	0	1199000	1199000	99.92	0
d) Bodies Corp									
e) Banks / FI									
f) Any Other	0	1000	1000	0.08	0	1000	1000	0.08	0
Sub-total (A)(1)	0	1200000	1200000	100	0	1200000	1200000	100	0
2) <i>Foreign</i>									
a) NRIs- Individuals									
b) Other- Individuals									
c) Bodies Corp.									
d) Banks / FI									
e) Any Other....									
Sub-total (A)(2)	0	0	0	0	0	0	0	0	0
Total Shareholding of Promoters (A) = (A)(1) + (A)(2)	0	1200000	1200000	100	0	1200000	1200000	100	0

B.	Public Shareholding									
1)	<i>Institutions</i>									
a)	Mutual Funds									
b)	Banks / FI									
c)	Central Govt									
d)	State Govt(s)									
e)	Venture Capital									
f)	Insurance Companies									
g)	FII's									
h)	Foreign Venture Capital									
i)	Funds Others (specify)									
	Sub-total (B)(1)	0	0	0	0	0	0	0	0	0
2)	<i>Non-Institutions</i>									
a)	Bodies Corp.									
i)	Indian									
ii)	Overseas									
b)	Individuals									
i)	Individual Shareholders holding Nominal Share Capital up to Rs 1 lakh									
ii)	Individual Shareholders holding Nominal Share Capital in excess of Rs 1 lakh									
c)	Others (Specify)									
	Sub-total (B)(2)	0	0	0	0	0	0	0	0	0
	Total Public Shareholding (B) = (B)(1) + (B)(2)	0	0	0	0	0	0	0	0	0

C.	Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
	Grand Total (A+B+C)	0	1200000	1200000	100	0	1200000	1200000	100	0

ii. Shareholding of Promoters

Sl. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	% change in shareholding during the year
1.	Governor of Kerala	1199000	99.92	-	1199000	99.92	-	-
2.	Sanjay Kaul	-	-	-	1000	0.08	-	0.08
	Total	1200000	100.00	-	1200000	100.00	-	-

iii. Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	1200000	100	1200000	100
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	no change			
	At the end of the year	1200000	100	1200000	100

iv. Shareholding pattern of Top 10 shareholders (other than Directors, Promoters and holders of GDR's and ADR's)

Sl. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For each of Top 10 Shareholders				
	At the beginning of the year				

	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the End of the year (or on the date of separation, if separated during the year)				

v. Shareholding of Directors and Key Managerial Personnel:

Sl No	Name	Shareholding at the beginning of the year		Date	Increase/ decrease in Shareholding	Reason	Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company				No. of shares	% of total shares of the company
	Director							
1	Shri. Sanjay Kaul	1000	0.08				1000	0.08

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	NIL			
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)				
Change in Indebtedness during the financial year				
- Addition				
- Reduction				
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)				

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager Dr. Jayakumar	Total Amount (₹)
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	20,09,640	20,09,640
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	44,384	44,384
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	NIL	NIL
2.	Stock Option	NIL	NIL
3.	Sweat Equity	NIL	NIL
4.	Commission - as % of profit - others, (please specify)	NIL	NIL
5.	Others, (Festival Allowance)	2,750	2,750
6.	Total (A)	20,56,774	20,56,774
	Ceiling as per the Act	N.A	N.A

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount Rs.
	<u>Independent Directors</u> · Fee for attending board committee meetings · Commission · Others, please specify		NIL
	Total (1)		
	<u>Other Non-Executive Directors</u> · Fee for attending board committee meetings · Commission · Others, please specify		NIL
	Total (2)		
	Total (B)=(1+2)		NIL
	Total Managerial Remuneration (A + B)		20,56,774
	Overall Ceiling as per the Act		N.A

C. Remuneration to Key Managerial Personnel Other Than MD /Manager /WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total (Rs)
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		14,34,655	6,49,036	20,83,691
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		6,642	49,351	55,993
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		NIL	NIL	NIL
2.	Stock Option		NIL	NIL	NIL
3.	Sweat Equity		NIL	NIL	NIL
4.	Commission - as % of profit - others, (please specify)		NIL	NIL	NIL
5.	Others, (Festival allowance)		2,750	2,750	5,500
	Total		14,44,047	7,01,137	21,45,184

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD /NCLT/Court]	Appeal made, if any (give details)
A. Company					
Penalty					
Punishment					
Compounding					
B. Directors					
Penalty					
Punishment					
Compounding					
C. Other Officers In Default					
Penalty					
Punishment					
Compounding					

For and on behalf of the Board of Directors,

Thiruvananthapuram
Date:25.06.2024

Sd/-
CHAIRMAN
Pinarayi Vijayan
(DIN No : 01907262)

Independent Auditors' Report on Financial Statements

2020-21

To

The Members
Vizhinjam International Seaport Limited
Thiruvananthapuram

We have audited the financial statements of **Vizhinjam International Seaport Limited** ("the Company"), which comprise the Balance sheet as at 31st March 2021, the Statement of Profit and Loss Statement and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31st, 2021 and profit for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We are independent of the Company 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 Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

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



Emphasis of Matters

We draw attention to the following matters in the Notes to the Financial Statements:

1. Receipt of Grant from GOK for reimbursement of cost of consumption of Kerosene to Fisherman of the locality amounting to Rs 10,73,40,271/- has been credited to "Capital Reserve", with corresponding debit of expenditure as per utilization certificate issued by Matsyafed to Profit & Loss Account. In our opinion this grant from GOK is to meet a statutory obligation and is not in the nature of Capital Grant and therefore not to be treated as part of Capital Reserve. The Receipts and disbursements can be accounted under a separate account and the net balance to be shown under Current Asset/Current Liability as the case may be.
2. The obligation of disbursement of cost of consumption of Kerosene to Fishermen has been vested with Matsyafed to whom the company transfers fund from the Grant received from GOK. Matsyafed issues Utilisation Certificate for the amount disbursed to Fisherman, which is being credited to Matsyafed and treated as expenditure. This practice has been consistently followed by the company. Present Accounting practice has following defects:
 - Unutilised Grant from GOK outstanding as on Balance Sheet is not reflected in the Financial Statements.
 - Unutilised Fund with Matsyafed as on Balance Sheet date is not disclosed.
3. Receipt of Grant for disbursement of compensation against Land acquisition and for satisfying the court decree, Rs 40,70,00,000/- is also credited to Capital Reserve, before utilization, which in our opinion is not correct. The Grant should be shown separately as a liability and can be transferred to Capital Reserve only on utilization, so that unutilized amount of Grant will be reflected in the Balance Sheet. An amount of Rs 35,00,00,000/- transferred to Special Tahsildar for utilization during the year but statement of utilization of fund has not been received from the Tahsildar to know the unutilized balance with him.
4. The company conducted only three board meetings during the calendar year 2021 against four meetings as required.
5. Confirmation of Balance has not been obtained from the Parties.
6. The Board of Directors of the Company had approved Annual Financial Statements for the year ended 31.03.2021 prior to adoption of Annual Financial Statements for the year ended 31.03.2020 by the shareholders in the AGM, as it has been decided to avail the bunching facility to expedite finalization.

Information other than the financial statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the financial statements and our auditor's report thereon. We have obtained all other information prior to the date of this auditors' report. 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 in the audit or otherwise appears to be materially misstated. 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.

Responsibility of Management for Financial Statements

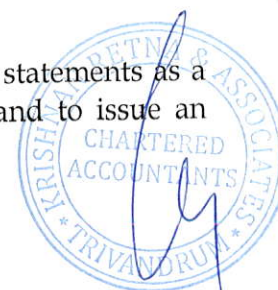
The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company 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 statements 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 Company'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 Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company'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

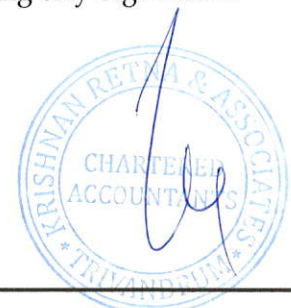


auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually 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 scepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company 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 Company'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 Company 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 the mall relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Government of India in terms of Section 143 (11) of the Act, and on the basis of such checks of the Books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the "Annexure I" a statement on the matters specified in the paragraphs 3 and 4 of the said order.
2. As required by Section 143(5) of the Act, on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we give in the "Annexure II" a statement on the matters on the directions and sub directions issued by the Comptroller and Auditor General of India.

As required by Section 143(3) of the Act, we report that:

1. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
3. The Balance Sheet and the Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account.
4. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
5. Being a Government Company, disqualification of directors as per Section 164(2) of the Act do not apply to the Company as per Notification No. GSR 463(E) dated 05th June 2015, issued by the Ministry of Corporate Affairs.
6. With respect to adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, we give our separate report in "Annexure III".



7. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has no pending litigations as on 31/03/2021 other than those mentioned in Note 18.3 in the Financial Statements.
 - ii. The company has not entered into any long-term contracts including derivative contracts.
 - iii. There are no amounts required to be transferred, to the Investor Education and Protection Fund by the Company as on 31/03/2021.

Thiruvananthapuram

Date: 13-03-2024

UDIN: 24024791BKETDB8910



ANNEXURE I TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date to the members of Vizhinjam International Seaport Limited on the financial statements for the year ended 31st March 2021, we report that:

1. Property, Plant & Equipment

- a. The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets. (But the value relating to land has not been extracted from the Manual register and tallied/reconciled with the Balance Sheet)
- b. As explained to us, fixed assets have been physically verified by the management at reasonable intervals; According to the information furnished to us, no material discrepancies were noticed on such verification. (But copies of verification report was not available for verification)
- c. We made a full verification of the documents executed by the company in respect of land purchased during the year and found that the documents are in order. According to the information and explanation given to us and based on verification of records on random basis, we report that the title deeds of immovable properties held as fixed assets, are held in the name of the Company.

2. Inventory

From the examination of books of accounts and explanations provided to us the company has no inventory during the period of audit.

3. Loans Given by Company

The Company has not granted unsecured loans to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013. Therefore paragraph 3 (iii) of the order is not applicable.

4. Loans to Directors and Investment by the Company

In our opinion and according to the information and explanations given to us, the Company has not granted any loans or made any investments or given any guarantee and security covered under Section 185 and 186 of Companies Act 2013.

5. Deposit

From the examination of books of accounts and explanations provided to us, the company has not accepted any Deposits from the public during the period of audit.



6. Cost Accounting Records

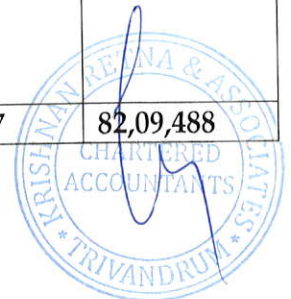
Cost records have not been prescribed by the Central government under subsection (1) of section 148 in respect of the product of the Company.

7. Statutory Dues

a. According to the records of the company and information and explanation given to us, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess, GST etc to the extent applicable have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2021 for a period of more than six months from the date they became payable.

b. According to the information and explanations given to us, the disputed statutory dues aggregating to Rs 82,09,488/- that have not been deposited on account of matters pending before appropriate authorities as detailed below:

Name of Statute	Nature of Dispute	Forum Where Dispute is pending	Amount Disputed	Amount Paid/Refund Adjusted	Net Amount Unpaid
Income Tax	Income Tax & Interest AY 2012-13	CIT Appeals	92,45,420	49,42,610	43,02,810
	Income Tax & Interest AY 2014-15		9,00,530	Nil	9,00,530
	Income Tax & Interest AY 2015-16		6,16,600	1,23,320	4,93,280
	Income Tax & Interest AY 2016-17		3,29,083	Nil	3,29,083
	Income Tax & Interest AY 2018-19		5,37,632	1,33,089	4,04,543
Service Tax	Service tax, interest and penalty for the FY 2010-11 and FY 2011-12	Service tax Appellate Tribunal, Bangalore	12,58,305	69,564	11,88,741
TOTAL			1,44,76,995	62,67,507	82,09,488



- c. According to the information and explanations given to us, there is no amount required to be transferred to Investor Education and Protection Fund.

8. Repayment of Dues

Based on our audit procedures and on the information and explanations given by the management, the company has not borrowed monies from any Financial Institution, Bank or Debenture Holders.

9. Public Offer

According to the information and explanation given to us, the Company has not raised monies by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under this clause of the Order is not applicable.

10. Frauds

Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.

11. Managerial Remuneration

In view of the exemptions given vide notification no. GSR 463 (E) dated 5th June 2015 issued by the Ministry of Corporate Affairs, provisions of Sec 197 read with Schedule V of the Act regarding managerial remuneration are not applicable to the Government Companies. Accordingly, provisions of clause 3 (xi) of the Order are not applicable to the company.

12. Nidhi Company

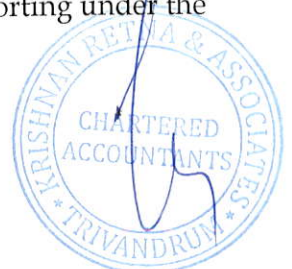
The Company is not a Nidhi Company and hence reporting under this clause of the Order is not applicable.

13. Related Party Transactions

As per notification no. GSR 463(E) dtd 5th June 2015, the Government companies are exempted from the provisions of Sec 188 of the Act in respect of contracts or arrangement entered into between the Government companies. The company has complied with the provisions of Sec 177 and Sec 188 of the Act in respect of transactions with the related parties and the details have been disclosed in the financial statements as required by the applicable accounting standards.

14. Preferential Allotment and Private Placement

During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under the said clause of the Order is not applicable to the Company.





15. Non-Cash Transactions

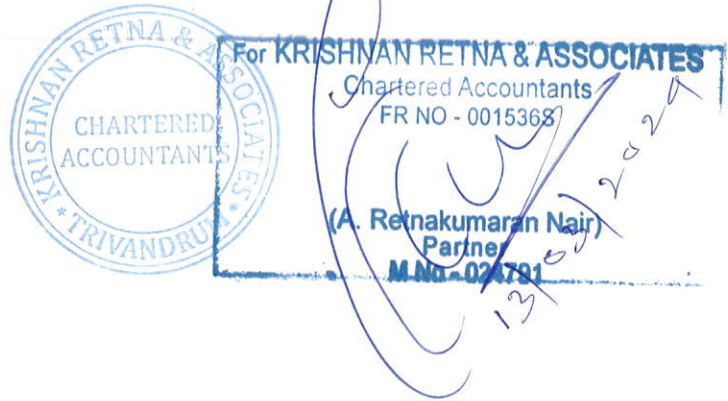
In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.

16. Registration under 45-IA of RBI Act

The Company is not required to be registered under Section 45-I of the Reserve Bank of India Act, 1934.

Thiruvananthapuram

Date: 13-03-2024

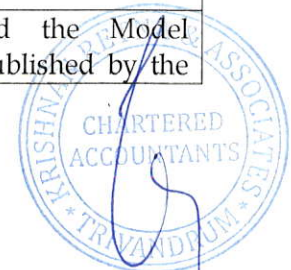


ANNEXURE II TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in paragraph 2 under 'Report on Other legal and Regulatory Requirements' section of our report of even date to the members of Vizhinjam International Seaport Limited on the Accounts of the company for the year ended 31st March 2021.

According to the information and explanations given to us we report as under:

Sl No	Directions/ Sub- Directions	Observations/ Findings
Directions		
1	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	All the accounting transactions are processed through the IT System.
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated.	There is no restructuring of loans or cases of waiver/ write off as the Company has not availed any loans as of 31.03.2021.
3	Whether funds received/receivable for specific schemes from Central/State agencies were properly accounted for/utilized as per its terms and conditions? List the cases of deviation.	Specific Grant for Kerosene (GO. Rt. No. 330_2019_F&PD dt. 17.06.2020. Please refer to our Emphasis para under main Report, Point No.1.
Sub Directions- Infrastructure		
1	Whether the Company has taken adequate measures to prevent encroachment of idle land owned by it. Whether any land of the Company is encroached, under litigation, not put to use or declared surplus? Details may be provided.	Based on the information and explanations given to us, there is no encroachment made on land owned by the company.
2	Whether the system in vogue for identification of projects to be taken up	Yes, GoK has adopted the Model Concession Agreement published by the



	under Public Private Partnership is in line with the guidelines/ policies of the Government? Comment on deviation, if any.	Planning Commission, Govt of India and executed the Concession Agreement with AVPPL for development of Vizhinjam Port dt 17.08.2015. It has applied for Viability Gap Funding of Govt. of India and in-principle approval is accorded for the same.
3	Whether system for monitoring the execution of works vis-à-vis the milestones stipulated in the agreement is in existence and the impact of cost escalation, if any, revenues/ losses from contracts etc., have been properly accounted for in the books.	The Concession Agreement between GoK & AVPPL contains provisions for monitoring the execution of works vis-à-vis the milestones. The impact of cost escalation, if any, revenues/ losses from contracts etc would only be on the parties to the agreement, i.e. GoK/ AVPPL and not VISL.
4	Whether funds received/ receivable for specific schemes from central/ state agencies were properly accounted for/ utilized? List the case of deviation.	Yes, grants received from Government of Kerala is utilised accordingly.
5	Whether the bank guarantees have been revalidated in time?	Based on the information and explanations given to us bank guarantees for the project received for GoK are valid as on 31 st March 2021
6	Comment on the confirmation of trade receivables, trade payables, term deposit, bank accounts and cash obtained.	The Company is a nodal agent of GoK for implementation of Vizhinjam Port. The company does not have any confirmation for trade receivables and trade payables. However, the payables have been settled by the company in subsequent period.
7	The cost incurred on abandoned projects may be quantified and the amount actually written off shall be mentioned.	The company does not have any abandoned projects as on 31.03.2021.
Sub Directions- Other		
1	Examine the system of effective utilization of Loans/ Grant-in-Aid/ Subsidy. List the cases of diversion of funds.	The Company receives Grant-in-Aid from GoK as a nodal agent for implementation of Vizhinjam Port and has utilized the same for the purpose.
2	Examine the cost benefit analysis of major capital expenditure/ expansion including IRR and payback period.	The detailed feasibility report containing cost benefit analysis is prepared for the project and the same is approved by GoK vide G.O (MS) no.44/2014/F&PD dtd 26.06.2014 & GO (MS) no. 31/2015/F&PD dtd 12.06.2015
3	If the audited entity has computerized its operations or part of it, assess and report, how much of the data in the Company is	The Company has computerized accounting & payroll data. Access to





in electronic format, which of the area such as accounting, sales personnel information, pay roll, inventory etc. have been computerized and the Company has evolved proper security policy for data/ software/ hardware?	systems are password protected, anti-virus software is installed.
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Thiruvananthapuram

13.03.2024



ANNEXURE III TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 3(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of Vizhinjam International Seaport Limited on the accounts for the year ended 31st March 2021)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

We have audited the Internal Financial Controls over financial reporting of **Vizhinjam International Seaport Limited**, (the company) as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting and the Standards on Auditing, issued by ICAI, prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.



Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk.

The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

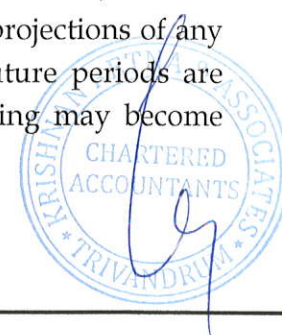
Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become




inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the "Institute of Chartered Accountants of India".

Thiruvananthapuram

13.03.2024



For KRISHNAN RETNA & ASSOCIATES
Chartered Accountants
FR NO - 001536S
(A. Retnakumar Nair)
Partner
M.No - 024791

VIZHINJAM INTERNATIONAL SEAPORT LIMITED

(CIN No. U45309KL2004SGC017685)

9th Floor, KSRTC Bus Terminal Complex, Thampanoor, Thiruvananthapuram-695001

BALANCE SHEET AS AT 31st MARCH 2021

Amount in Rupees

Particulars	Note No.	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	1	12,00,00,000	12,00,00,000
Reserves and Surplus	2	7,62,35,15,885	7,17,58,85,704
Non Current Liabilities			
Other Long Term Liabilities	3	3,63,40,36,249	3,50,80,45,895
Long Term Provisions	4	2,34,803	6,69,848
Current Liabilities			
Other Current Liabilities	5	2,91,11,461	6,05,13,427
Short Term Provisions	6	43,16,013	41,95,063
Total		11,41,12,14,411	10,86,93,09,937
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	7		
Tangible Assets		6,91,24,22,721	6,68,24,32,621
Intangible Assets		23,527	26,072
Capital Work in Progress		8,24,79,085	7,39,51,879
Long Term Loans and Advances	8	67,96,04,615	53,73,83,951
Other Non Current Assets	9	3,63,40,36,249	3,50,80,45,895
Current Assets			
Cash and Bank Balances	10	4,20,89,536	3,91,06,843
Short Term Loans and Advances	11	2,26,319	2,81,177
Other Current Assets	12	6,03,32,359	2,80,81,499
Total		11,41,12,14,411	10,86,93,09,937
Company Information & Significant Accounting Policies	16 & 17		
Other Notes on Accounts	18		

See accompanying notes to Financial Statement

For and on behalf of the Board

Vide our report of even date

Dr. Divya S Iyer, IAS
(DIN-10461924)
Managing Director

Shri. K.S. Srinivas IAS
(DIN-01644154)
Director

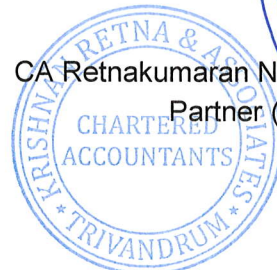
For Krishnan Retna & Associates
Chartered Accountants
Firm Regn. No. 001536S

Sankaran Suma
Company Secretary

Girish Kumar M S
Chief Finance Officer

CA Retnakumaran Nair A, FCA, LLB
Partner (M. No. 024791)

Thiruvananthapuram
Date: 12-03-2024



VIZHINJAM INTERNATIONAL SEAPORT LIMITED

(CIN No. U45309KL2004SGC017685)


9th Floor, KSRTC Bus Terminal Complex, Thampanoor, Thiruvananthapuram-695001


STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2021*Amount in Rupees*


Particulars	Note No.	YEAR ENDED 31st MARCH 2021	YEAR ENDED 31st MARCH 2020
INCOME			
Revenue from Operations		-	-
Other Income	13	12,01,99,325	10,22,72,659
Total Income (I)		12,01,99,325	10,22,72,659
EXPENSES			
Employee Benefit Expenses	14	1,59,57,155	1,54,57,379
Other Expenses	15	10,02,14,157	8,27,49,232
Depreciation & Amortization Expenses	7	40,28,013	40,66,048
Total Expenses (II)		12,01,99,325	10,22,72,659
Profit / (Loss) before tax (III = I-II)		-	-
Tax Expense (IV)			
Income Tax (relating to prior years)		-	-
Deferred Tax		-	-
Fringe Benefits Tax (relating to prior years)		-	-
Profit / (Loss) for the year (V = III-IV)		-	-
Earning per equity share:			
Basic and diluted EPS		-	-
Company Information & Significant Accounting Policies	16 & 17		
Other Notes on Accounts	18		

See accompanying notes to Financial Statement

For and on behalf of the Board


Dr. Divya S Iyer, IAS
(DIN-10461924)
Managing Director


Shri. K.S. Srinivas IAS
(DIN-01644154)
Director


Sankaran Suma
Company Secretary


Girish Kumar M S
Chief Finance Officer

Vide our report of even date

For Krishnan Retna & Associates
Chartered Accountants
Firm Regn. No. 001536S


CA Retnakumar Nair A, FCA, LLB
Partner (M. No. 024791)

Thiruvananthapuram
Date: 12-03-2024



VIZHINJAM INTERNATIONAL SEAPORT LIMITED

(CIN No. U45309KL2004SGC017685)

9th Floor, KSRTC Bus Terminal Complex, Thampanoor, Thiruvananthapuram-695001


CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2021

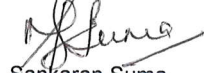
Amount in Rupees

Particulars	YEAR ENDED 31st MARCH 2021	YEAR ENDED 31st MARCH 2020
A. Cash Flows from Operating Activities		
Profit Before Tax	-	-
Adjustments for:		
Depreciation, Amortisation & Obsolescence	40,28,013	40,66,048
Interest received on income tax refund	-	(19,87,116)
Interest on Electricity Deposit	-	-
Overstated depreciation of previous years written back	-	-
Profit on sale of Fixed Asset	-	-
Operating Profit before working capital changes	40,28,013	20,78,932
Adjustments for (increase) / decrease in operating assets:		
Short Term Loans and Advances	54,858	70,787
Other Current Assets	(3,22,50,863)	1,25,72,186
Adjustments for increase / (decrease) in operating liabilities:		
Long Term Provisions	(4,35,046)	4,60,374
Other Current Liabilities	(1,90,88,916)	2,11,36,076
Short Term Provisions	1,20,950	(1,58,275)
Cash generated from Operations	(4,75,71,004)	3,61,60,079
Income tax expense	-	-
Interest received on income tax refund	-	19,87,116
Net Cash Flow from / (used in) Operating activities	(4,75,71,004)	3,81,47,195
B. Cash Flows from Investing Activities		
Payment towards Capital Expenditure	(25,48,55,824)	(6,44,58,254)
Interest on Electricity Deposit	-	-
Advances / Deposits (given) / repaid / Adjustments	(14,22,20,664)	3,80,61,002
Bank Balance not considered as Cash & Cash Equivalents	(3,30,442)	(4,33,771)
Net Cash Flow from / (used in) Investing activities	(39,74,06,930)	(2,68,31,023)
C. Cash Flows from Financing Activities		
Funds received from GoK for the project	44,76,30,185	4,61,17,822
Funds received from GoK for Mobilisation Advance to AVPPL	-	(7,40,00,000)
Interest received on unutilised funds	-	-
Net Cash Flow from Financing activities	44,76,30,185	(2,78,82,178)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	26,52,250	(1,65,66,006)
Cash & Cash equivalents at the beginning of the year	3,08,25,238	4,73,91,245
Cash & Cash equivalents at the end of the year (Refer Note 10)	3,34,77,488	3,08,25,238


Explanatory Notes:

- (i) Cash Flow Statement is prepared using Indirect Method as per AS-3: Cash Flow Statements.
- (ii) Bank Balance not considered as Cash & Cash Equivalents include a Fixed Deposit made as per directions of Honourable High Court of Kerala (Refer Note 10.1)
- (iii) Funds received from GoK for the project = Grant Received - Revenue Expense Allocation (Rs.567829285 - Rs.120199100)



For and on behalf of the Board
Dr. Divya S Iyer, IAS
(DIN-10461924)
Managing Director


Sankaran Suma
Company Secretary

Thiruvananthapuram
Date: 12-03-2024


Shri. K.S. Srinivas IAS
(DIN-01644154)
Director


Girish Kumar M S
Chief Finance Officer

Vide our report of even date
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NOTES ON BALANCE SHEET AS AT YEAR ENDED 31st MARCH 2021

Note No. 1 - Share Capital

Amount in Rupees

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Equity Share Capital		
Authorised Capital 1200000 (P.Y.1200000) shares of Rs.100 each	12,00,00,000	12,00,00,000
Issued, subscribed and fully paid up 1200000 (P.Y.1200000) shares of Rs.100 each	12,00,00,000	12,00,00,000

1.1 Reconciliation of number of shares outstanding and the amount of share capital

Amount in Rupees

Particulars	AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
	No. of Shares	Rupees	No. of Shares	Rupees
Number of equity shares at the beginning of the year	12,00,000	12,00,00,000	12,00,000	12,00,00,000
Number of equity shares at the end of the year	12,00,000	12,00,00,000	12,00,000	12,00,00,000
Shares issued / other movements during the year	-	-	-	-

1.2 Terms / rights attached to Equity shares.

The company has only one class of equity shares having a par value of Rs. 100 per share. Each holder of equity shares is entitled to one vote per share.

1.3 Shares in the company held by each shareholder holding more than 5 per cent shares as at the end of the year:

Name of Shareholder	AS AT 31st MARCH 2021		AS AT 31st MARCH 2020	
	No. of Shares	%	No. of Shares	%
Government of Kerala (GoK)	11,99,000	99.92%	11,99,000	99.92%

Note No. 2 - Reserves and Surplus

Amount in Rupees

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
I. Capital Reserve		
Funds received from GoK and interest earned		
Opening Balance	7,77,69,52,996	7,73,08,35,178
Addition during the year	68,96,90,271	26,89,46,124
Deletions during the year	(12,18,60,986)	(12,28,43,797)
(i) Revenue expenses transferred to P & L Account	(12,01,99,100)	(9,99,84,505)
(ii) Lease rent receivable from Government of Kerala	(3)	(3)
Closing balance	8,22,45,83,178	7,77,69,52,996
II. Surplus		
Loss for the period upto 31-03-2016	(60,10,67,293)	(60,10,67,293)
Total Reserves and Surplus (I + II + III)	7,62,35,15,885	7,17,58,85,704

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2.1 Funds received from GoK for implementation of Vizhinjam Seaport Project :

GoK, vide G.O. (Ms) No. 9/07/F&PD dt 09-03-2007 made VISL as the nodal agency for implementation of the Deepwater International Container Transshipment Terminal at Vizhinjam. On 16-01-2016, GoK & VISL has entered into an agreement and appointed VISL as the implementing agency to exercise its rights and perform its obligations under the Concession Agreement for and on behalf of the Government based on G.O. (Rt) No. 996/2015/F&PD dt 10-12-2015. As per the agreement, the Government shall pay for / reimburse to VISL all expenses incurred by VISL in accordance with the financial rules of the GoK for the discharge of the obligations of the Government by VISL as consideration. As such, expenses of revenue nature net of earnings during the year met out of the funds released by GoK is transferred to statement of P & L a/c for the year.

2.2 The entire interest income from deposits of unutilized funds received from GoK was treated as part of Capital Reserve under Reserves and Surplus. Interest received during the year is Rs. Nil.

2.3 Summary of funds received from GoK, interest earned, lease rent receivable & revenue expense transferred to P & L a/c is as follows:

Particulars	Amount in Rupees	
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Funds received from GoK		
Opening Balance	8,84,09,20,387	8,69,48,18,060
Add: Funds received during the year	56,78,29,285	14,61,02,327
Total Receipt	9,40,87,49,672	8,84,09,20,387
Less: Share Capital issued in prior years	12,00,00,000	12,00,00,000
Less: Share Capital issued during the year	-	-
Closing Balance (A)	9,28,87,49,672	8,72,09,20,387
Interest earned treated as part of Capital Reserve		
Opening Balance	19,81,50,875	19,81,50,875
Add: Interest earned treated as part of Reserve during the year	-	-
Closing Balance (B)	19,81,50,875	19,81,50,875
Lease rent receivable from GoK		
Opening Balance	7	4
Add: Receivable for the year	3	3
Closing Balance (C)	10	7
Revenue expenses transferred to P & L Account		
Opening Balance	1,14,21,18,259	1,04,21,33,753
Add: Transfer during the year	12,01,99,100	9,99,84,505
Closing Balance (D)	1,26,23,17,359	1,14,21,18,259
Balance in Capital Reserve (A + B - C - D)	8,22,45,83,178	7,77,69,52,996

Note No. 3 - Other Long Term Liabilities

Amount in Rupees

Particulars	Amount in Rupees	
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Mobilisation Advance Fund for Payment to AVPPL	2,92,60,00,000	2,92,60,00,000
Interest Payable to GoK on Mobilisation Advance to AVPPL	70,80,36,249	58,20,45,895
Total Other Long Term Liabilities	3,63,40,36,249	3,50,80,45,895

3.1 GoK has so far released an amount of Rs. 300 crore for disbursement of 1st and 2nd instalment of Mobilisation Advance to Adani Vizhinjam Port Pvt Ltd (AVPPL) as required by clause 12.6.8 of Concession Agreement executed between GoK & AVPPL on 17-08-2015. Out of which 7.4 crore has been taken back on 31.03.2020. As per clause 12.6.7, Mobilisation Advance carries interest at the bank rate notified by RBI. Interest due to GoK as on 31-03-2021 amounts to Rs. 70,80,36,249/-.

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Note No. 4 - Long Term Provisions*Amount in Rupees*

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Provision for Gratuity	2,34,803	6,69,848
Total Non Current Liabilities	2,34,803	6,69,848

4.1 The cost of providing gratuity benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at balance sheet date.

Note No. 5 - Other Current Liabilities*Amount in Rupees*

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Payable for Capital Expenses	63,84,081	1,86,97,131
Other Expenses Payable	1,64,00,723	3,53,31,873
Statutory Dues Payable	19,65,943	24,68,611
Security Deposits	1,40,687	1,40,687
Income Received in Advance	-	-
Other Liabilities	42,20,027	38,75,125
Total Other Current Liabilities	2,91,11,461	6,05,13,427

5.1 Statutory Dues Payable :

Statutory dues payable consists of Income Tax Deducted at Source - Rs. 3,11,203 (P.Y Rs. 2,58,973), GST - Rs. 14,20,367 (P.Y Rs. 17,25,313), GST TDS - Rs. 11,571 (PY Rs. 10,976), PF - Rs. 2,19,083 (P.Y Rs. 4,69,030), ESI - Rs. 3,419 (P.Y Rs. 3,419) EWF Rs. 300 (PY Rs. 300) and profession tax - Rs. Nil (PY 600) which were remitted after 31-03-2021.

5.2 Payable for Capital expenses include an amount of Rs. 50 lakhs being Vinod's share in land in LAC 496 (C)/2010 & resurvey number 606/4 in Block No. 14 in Vizhinjam Village. There were other three joint owners who were settled with their share @ Rs. 62,92,285 each. However Vinod was paid only an amount of Rs. 12,92,285 and Rs. 50 lakh is deposited with State Bank of India, Trivandrum City Branch, Statue, Thiruvananthapuram vide FD No. 671-85-443159 since he has revenue recovery proceedings pending and as directed by the Honourable High Court of Kerala in order WP (C) No. 10971/2012 (V) dt 29th May 2012. Also by way of Judgement WP (C) No. 34100 of 2011 dated 16-03-2017 court has given direction to the Deputy Excise Commissioner, Trivandrum to consider party's objection to recovery proceedings and until such time the demand is not enforceable against him. Interest on the FD upto 31-03-21 amounting to Rs. 37,57,145/- is included in other liabilities shown above to be appropriated pending direction from the High Court.

5.3 Other Expense advance accounted on due basis, based on Utilisation Certificate received from Matsyafed Rs. 2,78,71,516/-

Note No. 6 - Short Term Provisions*Amount in Rupees*

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Provision for Expenses	43,16,013	41,95,063
Total Short Term Provisions	43,16,013	41,95,063

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Note No. 7 - Property, Plant and Equipment

Description	Gross Block						Depreciation / Amortisation			Net Block	
	AS AT 31st MARCH 2020	Additions / Adjustments	Disposals / Adjustments	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020	For the year	Disposals / Adjustments	AS AT 31st MARCH 2021	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020	
7.1 Tangible assets											
Land	6,64,75,76,917	22,14,05,668	-	6,86,89,82,585	-	-	-	-	6,86,89,82,585	6,64,75,76,917	
Plant and Equipments	7,65,77,595	15,37,768	-	7,81,15,363	4,25,42,470	33,66,303	-	4,59,08,773	3,22,06,590	3,40,35,125	
Furniture and Fixtures	29,12,574	1,06,94,346	222	1,36,06,698	27,14,747	3,75,858	-	30,90,605	1,05,16,093	1,97,827	
Vehicles	13,46,398	-	-	13,46,398	12,81,700	-	-	12,81,700	64,698	64,698	
Office Equipments	11,77,302	22,760	333	11,99,730	9,49,499	91,395	-	10,40,894	1,58,836	2,27,803	
Computer and Accessories	27,29,633	3,50,826	2,445	30,78,013	23,99,382	1,84,712	-	25,84,094	4,93,920	3,30,251	
Total Tangible Assets	6,73,23,20,419	23,40,11,368	3,000	6,96,63,28,787	4,98,87,798	40,18,268	-	5,39,06,066	6,91,24,22,721	6,68,24,32,621	
7.2 Intangible assets											
Computer Software	14,55,310	7,200	-	14,62,510	14,29,238	9,745	-	14,38,983	23,527	26,072	
Total Intangible Asset	14,55,310	7,200	-	14,62,510	14,29,238	9,745	-	14,38,983	23,527	26,072	
7.3 Capital Work in Progress											
Rail Connectivity	6,12,04,741	1,05,50,117	-	7,17,54,858	-	-	-	-	7,17,54,858	6,12,04,741	
Water Supply System	-	1,07,24,227	-	1,07,24,227	-	-	-	-	1,07,24,227	-	
Interior Furnishing - HO	1,27,47,138	(1,27,47,138)	-	-	-	-	-	-	-	1,27,47,138	
	7,39,51,879	85,27,206	-	8,24,79,085	-	-	-	-	8,24,79,085	7,39,51,879	
Grand Total	6,80,77,27,608	24,25,45,774	3,000	7,05,02,70,382	5,13,17,036	40,28,013	-	5,53,45,049	6,99,49,25,333	6,75,64,10,572	
Previous Year	6,75,49,23,767	5,28,03,840	-	6,80,77,27,608	4,72,50,988	40,66,048	-	5,13,17,036	6,75,64,10,572	6,70,76,72,780	

Amount in Rupees

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- 7.4 The cost of land includes building / other structures and trees and expenditure incurred in connection with purchase of land. No depreciation has been charged on building / structures as the same has to be dismantled and has been treated as part of cost of land. The components of cost of land purchased during the year are as follows:

Amount in Rupees

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Cost of land (Opening)	6,64,75,76,917	6,61,01,61,464
<i>Additions during the year :</i>		
Value of land	22,03,03,117	3,74,15,453
Value of buildings / structures	-	-
Value of trees	3,520	-
R & R Package	-	-
LA Expenditure	10,99,031	-
Cost of land (Closing)	6,86,89,82,585	6,64,75,76,917

- 7.5 Details of area of land (in acres) acquired for Port development is as follows:

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Opening Balance	219.82	219.82
Addition during the year	0.27	-
Less : Area for Seafood Park disclosed separately in Note 7.7	(3.48)	(3.48)
Total Area in Acres	216.61	216.35

Out of 216.61 acres of land procured by the company for port development, an area of 203.68 acres (82.4703 Ha) ; 9.41 acres (3.8106 Ha) & 3.26 acres (1.3174 Ha) of land were leased to GoK on 18-11-2015 ; 30-11-2018 & 08-11-2019 respectively for a consideration of Re. 1 per annum each, for providing right of way to AVPPL for construction and operation of Port in line with Article 10 of the Concession Agreement entered into between GoK and AVPPL.

- 7.6 A total area of 5.62 acres of land was purchased for resettlement of land owners with building being transferred to the company for Port development. An area of 4.50 acres of land was allotted to 90 people for Resettlement & Rehabilitation package announced by the Government vide GO (MS) No 42/10/F&PD dt 29-05-2010 and Nil pending to be allotted as on 31-03-21. In this, 2 plots totalling to 0.10 acres of land is available for allotment (not handed over) and balance 1.02 acres represent road and common area. The total cost of land and rehabilitation expenses upto 31-03-2021 is capitalised in line with Accounting Standard 10 (Property, Plant and Equipment).

- 7.7 An area of 3.48 acres of land is purchased for setting up sea-food park as part of social welfare measure.

- 7.8 Company has applied the useful life as specified in Schedule II to the Companies Act, 2013 except in cases as disclosed in Accounting Policy on Depreciation. Accordingly the unamortised carrying value as on 01-04-2014 is being depreciated over the revised / remaining useful lives.

Note No. 8 - Long Term Loans and Advances

Amount in Rupees

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Unsecured, considered good		
Capital Advances	66,62,97,807	52,37,90,984
Security Deposits	1,18,264	4,91,794
Income Tax Refund Due	1,31,18,980	1,30,31,609
Service tax Pre deposit	69,564	69,564
Total Long Term Loans and Advances	67,96,04,615	53,73,83,951

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8.1a – Capital Advances – Advance to Kerala State Electricity Board (KSEB)

The company has paid Rs. 50,99,25,435/- to KSEB as 100% work advance for construction of power evacuation lines and connected bays for 5 MW power during port construction phase and construction of 220 KV lines to evacuate 35 MW power for short term use and 75 MW power for long term use as per MOU dated 14-02-2011. Statement of account for an amount of Rs. 5,70,35,092 was received for the period upto 31-03-15 and still an amount of Rs. 45,28,90,343 is lying as advance with KESB. Against the balance advance, in spite of serious efforts, the company could not obtain a detailed statement of accounts for the work carried out upto 31-03-2019. As the work carried out by KSEB could not be quantified, no amount for such items were charged off as on 31-03-2021.

8.1b – Capital Advances – LA Advance with Spl. Tahasildar

An amount of Rs. 10,67,979/- is lying as Land Advance for Acquisition (LAR)_Special Tahsildar as on 31-03-2021 to be utilized for acquisition of land. As on 01-04-2019, an amount of Rs. 8,21,33,176/- was deposited in Neyattinkara sub court as per directions towards enhanced compensation in Land acquisition cases. Further an amount of Rs. 74,10,110/- was deposited during the year. Total amount capitalised capitalised to Land Account on final settlement through Court amounts to Rs. 8,94,95,226. The balance as on 31-03-2021 in Land Advance for Court Enhancement_Special Tahsildar account is Rs. 15,10,94,453/-

8.2 Income Tax Refund Due :

The company is a nodal agent operating out of funds received from Government which are specifically earmarked for implementation of Port. The interest income earned out of unutilised funds are in the nature of capital receipt and were credited to capital reserve account. However income tax assessments from AY 2010-11 to AY 2013-14 were completed by considering interest as income chargeable to tax. Appeals were made before CIT (Appeals) and finally before ITAT, Kochi. Company's stand was accepted by ITAT and received a favourable order for the AY 2010-11 dt 15-06-2016. Similarly for AY 2009-10 the company received a favourable order from CIT, Thiruvananthapuram on a revision petition u/s 264. This stand is now accepted by CIT (Appeals) for AY 2011-12 & AY 2013-14. For subsequent assessment years, the agricultural income which is exempt from tax and other income were subjected to tax without properly offsetting the expenses incurred, for which appeals are pending before CIT (Appeals). A summary of assessment proceedings for various assessment years are as follows:

No	Particulars	Tax & interest demand / (Refund) as per order	Prepaid tax as per accounts	Remarks
1	AY 2008-09:- Rectification order u/s 154 dt 25-01-16	(11,38,060)	-	Refundable amount of Rs. 11,38,060 as per order is adjusted against tax demand of AY 2012-13.
2	AY 2009-10:- Order of Assessing Officer u/s 143(1)(a) dt 28-03-11, 143(1)(b) dt 16-12-11 & order dt 18-11-15 giving effect to Commissioner of Income tax order u/s 264 dt 31-03-15.	(30,29,242)	21,38,852	Refundable amount of Rs. 8,90,390 as per order is adjusted against tax demand of AY 2012-13. Rs. 21,38,852 represent refund amount not received by the company.
3	AY 2011-12:- Commissioner of Income Tax (Appeals) order u/s 250 dt 15-10-19.	4,04,190	(4,04,190)	The company filed an appeal before CIT (Appeals) against the Assessment order on 27/03/2014 and refund issued as per order dt. 27.12.2019
4	AY 2012-13:- Order of Assessing Officer u/s 154 dt 13-05-2019.	92,45,420	49,42,610	Net tax payable as per IT is Rs. 43,02,810/-. The company filed an appeal before the CIT (Appeals), Thiruvananthapuram on 30-04-2015 for refund of prepaid taxes.

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5	AY 2013-14:- Order of CIT (Appeals) u/s 250 dt 05-07-2019.	-2,15,86,900	59,39,976	Refundable amount of Rs. 59,39,976/- as per order is adjusted against tax demand of AY 2011-12, Rs. 4,04,190/-, AY 2012-13. Rs. 43,02,810/-, AY 2014-15 Rs. 9,00,530/- & AY 2016-17 Rs. 3,29,080/- as per 26AS (AY 2020-21).
6	AY 2014-15:- Order of Assessing Officer u/s 143(3) dt 05-12-16.	9,00,530	-	The company filed an appeal before CIT (Appeals) against the Assessment order on 28-01-2017.
7	AY 2015-16:- Order of Assessing Officer u/s 143(3) dt 06-12-17.	6,16,600	1,23,320	The company filed an appeal before CIT (Appeals) against the Assessment order on 02/01/2018.
8	AY 2016-17:- Order of Assessing Officer u/s 143(3) dt 18-12-18.	3,29,083	-	The company filed an appeal before CIT (Appeals) against the Assessment order on 17-01-2019.
9	AY 2018-19:- Order of Assessing Officer u/s 154 dt 05-05-20.	5,37,632	1,33,089	The company filed rectification petition to the assessment officer on 22-01-2021.
10	AY 2019-20:- Order pending	0	1,09,091	The company is filing rectification petition us 264 to the assesment officer.
11	AY 2020-21 :- Order of Assessing Officer u/s 154 dt 10-01-23.	6,38,670	48,169	The company filed rectification petition to the assessment officer on 17-01-2023. Company Received a no due order dt. 07.08.2023
12	AY 2021-22 :- Order of Assessing Officer u/s 154 dt 10-01-23.	82,080	26,404	The company filed rectification petition to the assessment officer on 17-01-2023. Company Received a no due order dt. 31.05.2023

Gross tax demand (Sl no. 4,6,7,8 & 9) in above table	1,16,29,265
Less: Prepaid taxes as per assessment orders	(1,13,22,659)
Net tax liability based on orders passed	<u>3,06,606</u>

Prepaid taxes as per books of accounts	1,31,18,980
Less: Refund receivable / received during subsequent year	(20,16,847)
Less: TDS (Assessment to be completed AY 2019-20)	(1,83,664)
Add: Demand for AY 2011-12 adjusted by IT against refund due	4,04,190
Prepaid taxes as per assessment orders for AY 2011-12 to 2021-22	<u>1,13,22,659</u>

As the company has already received favourable order from CIT for AY 2009-10, from ITAT for AY 2010-11 and from CIT (Appeals) for AY 2011-12 & AY 2013-14 admitting the treatment adopted by company as correct and considering the merits in the appeal before CIT (Appeals) for rest of the assessment years and as the cases are on same lines, no provision has been made in the accounts for the years for rejection of income tax refund claimed / demand raised on the company.

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8.3 The Service Tax Department – Audit Circle, Thiruvananthapuram carried out service tax audit for the periods from April 2010 to March 2015 and the company was served with Show Cause Notice No. 15/2015 ST dated 31-08-2015 on applicability of service tax in the matter of payments made to IFC amounting to USD 150,000 (Rs. 67,53,750) during the period 2010-11 & 2011-12. It was contended by the Department that the services received fall under “Management or Business Consultant Services” as per section 65 (105) (r) of the Finance Act, 1994 and the company is liable to service tax being services received from outside India. Company filed a reply before Additional Commissioner (AC) against the demand which was not considered favourably and liability was confirmed on the company vide Order no 68/2015 (ADC) dt 15-12-2015. The company filed an appeal before Commissioner (Appeals) which was dismissed on 24-11-2017. The company filed an appeal before the Service Tax Appellate Tribunal against the order of Commissioner (Appeals). As required by Section 83 of Finance Act 1994 read with Section 34F of Central Excise Act 1944 a pre deposit of 7.50 % of tax demanded (Rs. 6,95,637 x 7.50 %) was remitted for filing appeal. Total demand including interest and penalty up to 05-03-2024 works out to Rs. 27,84,416/-. A payment of Rs. 17,391/- (Management Consultant Services Tax Collections Rs.16885/-, Education Cess on Service Tax Rs.338/- and Education Cess on Secondary & Higher Education - Tax Collection Rs.168/-) as pre-deposit for filing appeal before Service Tax Tribunal has been made on 23-03-2019. On 09-12-2019, as per "Subka Viswas" scheme, the company filed on One Time Settlement to the Thiruvananthapuram Commissionerate Chalai Range for final discharge.

Note No. 9 - Other Non Current Assets

Amount in Rupees

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Adani Vizhinjam Port Private Limited-Mobilisation Advance	2,92,60,00,000	2,92,60,00,000
Interest Accrued on Mobilisation Adv to AVPPL	70,80,36,249	58,20,45,895
Total Other Non Current Assets	3,63,40,36,249	3,50,80,45,895

9.1 An amount of Rs. 292.60 crores is released to AVPPL out of funds received from GoK towards 1st & 2nd instalment of Mobilisation Advance on behalf of GoK in accordance with clause 12.6.8 of Concession Agreement. As per clause 12.6.7, interest on this Mobilisation Advance carries interest at the Bank rate notified by RBI. Interest due to GoK as on 31-03-2021 amounts to Rs. 70,80,36,249/-.

Note No. 10 - Cash and Bank Balances

Amount in Rupees

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Cash and Cash Equivalents		
Cash in hand	52,619	58,600
Balances with Banks		
In Current Accounts	3,26,53,882	3,06,85,043
In Treasury in Savings Bank Accounts	7,70,988	81,595
In Deposit Accounts with maturity less than 3 months	-	-
Other Bank Balances		
Earmarked balances with banks	86,12,047	82,81,605
Total Cash and Cash Equivalents	4,20,89,536	3,91,06,843

10.1 Earmarked balances with banks represents an amount of Rs. 50 lakhs deposited with State Bank of India, Statue, Thiruvananthapuram by FD No. 671-85-443159 plus interest accrued as on 31-03-18 for settling against balance payable for purchase of land in LAC 496 (C)/2010 & resurvey number 606/4 in Block No. 14 in Vizhinjam Village from Vinod and others as directed by the Honourable High Court of Kerala in order WP (C) No. 10971/2012 (V) dt. 29th May 2012.

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Note No. 11 - Short Term Loans and Advances*Amount in Rupees*

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Unsecured, considered good		
Short Term Loans and Advances		
Prepaid Expenses	2,16,179	2,04,496
GST Cash Ledger	10,140	216
Other Advances	-	76,465
Total Short Term Loans and Advances	2,26,319	2,81,177

Note No. 12 - Other Current Assets*Amount in Rupees*

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Interest accrued on Electricity Deposit	-	-
Interest accrued on Bank Fixed Deposit	-	74,125
Rail Vikas Nigam Ltd. (RVNL) Deposit amount receivable	2,30,53,417	2,30,53,417
Matsyafed	2,78,71,516	-
Adani Vizhinjam Port Private Limited	92,46,510	47,51,056
GST Credit receivable	216	63,453
Grant receivable	-	-
Stipend claim receivable	1,60,700	1,39,448
Total Other Current Assets	6,03,32,359	2,80,81,499

12.1 The company had paid Rs. 3,00,00,000/- to RVNL for preparation of Detailed Project Report (DPR) for rail connectivity as per Memorandum of Understanding (MOU) dated 14-02-2011. RVNL has prepared DPR for rail connectivity and has submitted application for 'in-principal approval' with Indian Railways. In the meantime, RVNL have intimated its dissociation from rail connectivity project and return of balance amount available net of expenditure, as they are tied up in other engagements. An amount of Rs. 2,30,53,417 net of DPR preparation cost is received from RVNL on 19-10-2021

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NOTES ON STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2021**Note No. 13 - Other Income***Amount in Rupees*

Particulars	YEAR ENDED 31st MARCH 2021	YEAR ENDED 31st MARCH 2020
Funds Received from GoK allocated for revenue expenses (Ref Note 2.1)	12,01,99,100	9,99,84,505
Overstated depreciation of previous years written back	-	-
Sale of Usufructs	-	2,44,831
Sale of Trees	-	-
Interest on Electricity Deposit	-	-
Interest Received on Income Tax	-	19,87,116
Lease Rent from Government of Kerala	3	3
Profit on Sale of Asset	-	-
Prior Period items	-	-
Other Misc Income	222	56,204
Total Other Income	12,01,99,325	10,22,72,659

13.1 Income in Foreign currency*Amount in Rupees*

Particulars	YEAR ENDED 31st MARCH 2021	YEAR ENDED 31st MARCH 2020
Earnings in Foreign Currency	Nil	Nil

Note No. 14 - Employee Benefits Expenses*Amount in Rupees*

Particulars	YEAR ENDED 31st MARCH 2021	YEAR ENDED 31st MARCH 2020
Salaries and Wages	1,41,41,457	1,41,06,373
Contribution to Provident & Other funds	15,81,124	11,24,432
Staff Welfare Expenses	2,34,574	2,26,574
Total Employee Benefits	1,59,57,155	1,54,57,379

Note No. 15 - Other Expenses*Amount in Rupees*

Particulars	YEAR ENDED 31st MARCH 2021	YEAR ENDED 31st MARCH 2020
Electricity Charges	5,37,092	8,10,330
Rent	32,63,124	32,63,124
Professional and Consultancy fees	1,21,02,682	61,87,615
Out of Pocket Exp to Consultants	-	-
Office Expenses	28,68,490	18,56,696
Payment to Auditors (Ref. 15.2 below)	1,35,700	1,12,100

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Communication Expenses	2,57,336	2,47,449
Printing and stationery	2,32,513	3,61,197
Prior Period Items	-	2,88,587
Repairs and Maintenance	3,36,905	2,70,337
Vehicle Running Expenses	67,661	1,27,760
Car Hiring Charges	24,88,530	23,54,751
Travelling & Conveyance Expenses	74,116	2,80,887
Conference and Seminar Expenses	53,012	2,15,078
Recruitment Expenses	-	-
Rates and Taxes	10,632	4,71,703
Bank Charges	97,813	97,336
Security Charges	16,90,585	26,80,760
Advertisement Expenses	5,64,277	14,48,988
Legal Fees	51,11,220	21,93,445
Arbitration Expense	-	-
Property Plant & Equipment - Written off	-	-
Operations & Maintenance - Water Supply System	-	65,024
Livelihood compensation for Project affected persons	6,30,44,691	5,54,66,932
Financial Assistance to Self Help Group	-	2,17,100
Other Project Expenses	72,77,778	37,32,035
Total Other Expenses	10,02,14,157	8,27,49,232

15.1 Expenditure in Foreign currency:

Amount in Rupees

Particulars	YEAR ENDED	YEAR ENDED
	31st MARCH	31st MARCH
	2021	2020
Expenditure in Foreign Currency	NIL	Nil

15.2 Payment to Auditors

Amount in Rupees

Particulars	YEAR ENDED	YEAR ENDED
	31st MARCH	31st MARCH
	2021	2020
Statutory Audit fee	1,15,000	95,000
GST / reversal	20,700	17,100
Other Services - GST Audit	-	-
Reimbursement of Expenses	-	-
Total	1,35,700	1,12,100

15.3 As per various GO's Government has approved 1st and 2nd stage report on compensation to Fishermen and of resort workers submitted by Appeal Committee to Livelihood Impact Appraisal Committee (AC LIAC). As on 31-03-2021 a total of Rs. 91.09 crore was paid as compensation to rehabilitate 262 Mussel/Lobster workers, 868 Shoresiene workers, 211 resort workers & kerosene to 2,056 engines, out of which an amount of Rs. 6.30 crores is incurred during the year.

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Note No. 16. Company Information:

Vizhinjam International Seaport Limited (VISL), a company fully owned by GoK is incorporated on 15th December 2004 under the Companies Act, 1956 as a Special Purpose Company (SPV) that acts as an implementing agency for development of Vizhinjam Port into an International Container Transshipment Terminal. GoK intends to develop a Greenfield container hub port in Vizhinjam, near the State capital which would trigger substantial infrastructure and socio economic developments, not only in the State of Kerala but also in the Nation as a whole. Under the Model adopted by GoK, the dredging and reclamation, berth, superstructure, equipment and the port operations would be undertaken by a Private Developer cum Operator and the breakwater and Fishing Harbour construction would be undertaken by the Government as Funded work. In this regard GoK has entered into a Concession Agreement with AVPPL on 17-08-2015 and the Project is developed in Landlord-PPP model on design, build, finance, operate and transfer ("DBFOT") basis with AVPPL as the Concessionaire to construct and operate the Port for a term of 40 years which include 4 years construction period. The SPV Company (VISL) would address land acquisition / purchase and all supporting external infrastructure requirements for Vizhinjam Port project under directions of GoK. On 16-01-2016, GoK & VISL has entered into an agreement and appointed VISL as the implementing agency to exercise its rights and perform its obligations under the Concession Agreement for and on behalf of the Government based on G.O. (Rt) No. 996/2015/F&PD dt 10-12-2015.

Note No. 17 - Significant Accounting Policies

i) Basis of preparation of Financial Statements

The financial statements are prepared on accrual basis under the historical cost convention on a going concern basis, in accordance with Generally Accepted Accounting Principles (GAAP), the accounting standards prescribed under section 133 of the Companies Act 2013 read with rule 7 of the Companies (Accounts) Rules 2014 and other applicable provisions of the Companies Act, 2013 / Companies Act, 1956, as adopted consistently by the company.

ii) Use of Estimates

The preparation of the financial statements requires estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses during the reporting period. Although such estimates and assumptions are made on a reasonable and prudent basis taking into account all available information, actual results could differ from these estimates and assumptions and such differences are recognized in the period in which the results are crystallized.

iii) Accounting of funds received from Government

GoK & VISL has entered into an agreement on 16-01-2016 and appointed VISL as the implementing agency for and on behalf of the Government to exercise its rights and perform its obligations under the Concession Agreement executed between GoK and AVPPL. As per the agreement, the Government shall pay for / reimburse to VISL all expenses incurred by VISL in accordance with the financial rules of the GoK for the discharge of the obligations of the Government by VISL as consideration. Funds released by GoK to VISL for this purpose includes expenses of capital nature as well as revenue nature. VISL is a nodal agent and do not have a profit share attributed for the services. As such expenses of revenue nature net of earnings met out of the funds released by GoK is credited to statement of P & L a/c for the year. Funds relating to Balance Sheet items are presented as Capital Reserve.

Interest income earned on unutilised funds received from GoK is treated as part of Capital Reserve grouped under Reserves and Surplus.

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iv) Revenue Recognition

Revenue in nature of other income is recognised only when significant risks and rewards of ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection.

v) Property, Plant and Equipment

Tangible Assets are carried at cost less accumulated depreciation and impairment loss if any. The cost of assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance. Software purchased along with the related hardware are capitalized and depreciated at the rates applicable to computer equipment. When an asset is derecognised, cost and related depreciation are removed from books of accounts and gain or loss arising therefrom are measured as the differences between the net disposal proceeds and the carrying amount of the assets and are recognised in the Statement of Profit and loss account.

Cost of buildings, trees and other structures, which will be dismantled for the construction of various infrastructure facilities for the project, acquired along with the acquisition of land is treated as part of cost of land and no depreciation is provided on such assets.

Intangible Assets are carried at cost less accumulated amortisation. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities), and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Subsequent expenditure on an intangible asset after its purchase / completion is recognised as an expense when incurred unless it is probable that such expenditure will enable the asset to generate future economic benefits in excess of its originally assessed standards of performance and such expenditure can be measured and attributed to the asset reliably, in which case such expenditure is added to the cost of the asset.

vi) Capital work-in-progress

Projects under which assets are not ready for use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

vii) Capitalization of Project Expenditure

The Company is a Special Purpose Vehicle (SPV) entrusted with the main objective of providing all supporting infrastructure like rail connectivity / water supply / electricity etc, for the Vizhinjam Seaport Project as well as other development needs like Logistic Centre / Free Trade Zone / Warehousing Zone and allied projects. These projects are not only highly capital-intensive one but also of a capital nature. Expenses of a totally general and administrative in nature are written off to the Profit and Loss Account. This is in accordance with the basic Generally Accepted Accounting Principles (GAAP).

viii) Impairment

An asset is treated as impaired when the carrying amount of the asset exceeds its recoverable value. An impairment loss is charged to Profit & Loss statement in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

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ix) Depreciation and Amortization

Depreciation on Tangible Assets is provided on written down value method from the date the asset is put to use by adopting useful life as prescribed in Schedule - II to the Companies Act, 2013 except in respect of Water Treatment Plant and allied pipes. In respect of Water Treatment Plant and allied pipe lines, Management estimated the useful life as 30 years based on technical advice. Fixed assets costing not more than Rs.5,000 each are depreciated at the rate of 95 % (less 5 % residual value) in the year of capitalization.

Intangible assets are amortized over their estimated useful lives of three years on a straight line basis, commencing from the date asset is available to the company for its use.

x) Provision for Taxation

On 16-01-2016, GoK & VISL has entered into an agreement and appointed VISL as the implementing agency to exercise its rights and perform its obligations under the Concession Agreement for and on behalf of the Government. As per the agreement, the Government shall pay for/reimburse to VISL all expenses incurred by VISL in accordance with the financial rules of the GoK for the discharge of the obligations of the Government by VISL as consideration. The company acting as a nodal agent of GoK receives funds from the Government for meeting expenses which are specified in the G.O. It does not include profit share. There will not be any tax liability and hence accounting treatment for taxes on income do not apply to the company.

Assessment for past years were completed by raising demand against the company which are in appeal at various stages. Income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Management periodically evaluates positions taken by tax authorities with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

xi) Foreign currency transactions

Foreign currency transactions are recorded using the exchange rate prevailing on the dates of the respective transaction. Exchange differences arising on foreign currency transactions settled during the year are recognized in the Statement of Profit and Loss for the year.

Monetary assets and liabilities denominated in foreign currencies as at the Balance Sheet date are translated at the closing exchange rates on that date. The resultant exchange differences are recognized in the Statement of Profit and Loss. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

xii) Earnings per share

The basic earnings / (loss) per share is computed by dividing the net profit / (loss) after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

xiii) Employee Benefits

Employee benefits include contributions to provident fund, employee state insurance scheme, gratuity fund and compensated absences.

(a) Short term employee benefits:

Short-term employee benefits are recognized as an expense at an undiscounted amount in the Statement of Profit and Loss of the year in which the related services are rendered.

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(b) Post employment benefits:

Defined Contribution Plan:- Contributions to Provident Fund and Employee State Insurance Scheme are Defined Contribution Plan as the company does not carry any future obligations and are charged as expense based on contribution required to be paid on a monthly basis as and when services are rendered by the employees.

Defined Benefit Plan:- Employee benefits under defined benefit plan in the form of gratuity is recognised based on the present value of defined benefit obligation, which is computed on the basis of actuarial valuation using the projected unit credit method. Actuarial liability in excess of respective plan assets is recognised during the year and in case the plan assets exceed the Actuarial Liability, no further provision is considered. Actuarial gain and losses in respect of post employment and other long-term benefits are recognised during the year.

(c) Other long-term employee benefits:

Obligations on other long term employee benefits viz leave encashment is provided using the projected unit credit method of actuarial valuation made at the end of the year.

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the balance sheet date.

xiv) Provisions, contingent liabilities and contingent assets

The Company recognizes a provision where there is a present obligation as a result of a past (or obligating) event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made where there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent Assets are neither recognised nor disclosed in the financial statements.

xv) Commitments

Commitments are future liabilities for estimated amount of contracts remaining to be executed on capital account and not provided for. It also includes other non-cancellable commitments, if any, to the extent they are considered material. The amount utilised by the kerosene users is approved by the Matsyafed and the fund is transferred to the Matsyafed by the GoK through VISL. Therefore, the expense is accounted based on actual utilisation from Matsyafed only and is not included in the commitments. Other commitments made in the normal course of business are not disclosed to avoid excessive details.

xvi) Cash Flow Statement

Cash flow statements are reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

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Note No. 18 - Other Notes on Accounts

18.1 The company is a Small and Medium-sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 2013. Accordingly, the company has complied with the Accounting Standards as applicable to a Small and Medium-sized Company.

18.2 There are no Micro, Small and Medium Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31.03.2021. This information as required to be disclosed under the Micro, Small and Medium Enterprise Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

18.3 Contingent Liabilities & Commitments

	Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
(a)	Contingent Liability:		
	Claims against the company not acknowledged as debt		
(i)	Disputed Income Tax liability for which the Company preferred appeal before CIT (Appeals), Thiruvananthapuram (Company's claim of refund on TDS and Taxes paid amounting to Rs. 1,13,22,659/- is adjusted by the Assessing Officer against this liability) (Ref. Note No. 8.2).	1,16,29,265	1,22,67,935
(ii)	CPC (TDS) has send in a communication demanding TDS short deduction & interest u/s 194LA for the financial year 2013-14. During the year 2013-14 company purchased land for development of Vizhinjam port and rightly deducted tax u/s 194IA in all cases where payment exceeded Rs. 50 lakhs, however by mistake used challan 281 marking section 194LA for payment and filed TDS return in Form 26Q instead of using Form 26QB which is the challan cum return for deduction u/s 194IA. The matter was taken up with CPC (TDS) - Ghaziabad, CIT (TDS) - Kochi and based on directions from these authorities have taken up the matter before Assistant Commissioner (TDS), Thiruvananthapuram for rectification of mistake. Online correction request submitted on 17-08-2022. Now the matter is pending before Deputy Commissioner of Income Tax (TDS), Thiruvananthapuram and a final reply in this regard is awaited.	10,09,90,730	10,09,90,730
(iii)	Disputed Service Tax liability for which the Company preferred appeal before Service Tax Appellate Tribunal (Pre-deposit made by the company Rs. 69,564) (Ref. Note No. 8.3).	27,84,416	26,92,935
(iv)	Dispute in case of categorisation of land for paying compensation on purchase & Rehabilitation compensation pending before varous legal forums.	13,67,16,060	13,67,16,060
(v)	Dispute in payment of rent for Special Tahsildar Office at Vizhinjam in Building belonging to Harbour Engineering, Thiruvananthapuram division put up before GoK for the period from 07.12.09 to 31.10.16 for set off against the amount spent by the company on renovation of the Building amounting to Rs. 9,55,194.	6,79,318	6,79,318
(b)	Commitments:		
(i)	Estimated amount of contracts remaining to be executed and not provided for	1,69,96,664	3,43,78,993
(ii)	Per various GO's Government has approved 1st and 2nd stage report on compensation to Fishermen and of resort workers submitted by AC LIAC. Balance amount as per GO's at the end of the year work out to.	34,61,64,858	30,18,69,278
	Total	61,59,61,310	58,95,95,249

- (c) Out of 216.61 acres of land procured by the company for port development, an area of 26.17 acres of land is acquired under the Land Acquisition Act, 1894. There are about 47 cases pending before Honourable Neyattinkara sub court claiming higher compensation which are at various stages of hearing. As on 05-03-2024, an amount of Rs.43.30 crore was deposited as 50% payment as per the directions of the court. The liability for rest of the cases can be quantified only based on order of the court.
- (d) The company has entered into an MOU with KSEB on 14-02-2011 for construction of power evacuation lines and connected bays for 5 MW power during port construction phase and construction of 220 KV lines to evacuate 35 MW power for short term use and 75 MW power for long term use and paid Rs. 50,99,25,435/- based on estimated cost as 100% advance. So far the company has received statement of account to the tune of Rs. 5,70,35,092 only from KSEB and the advance lying with KSEB is Rs. 45,28,90,343 (Ref Note 8.1a). As per clause 2.1 the work shall be executed by KSEB on "Cost plus" basis. Further variation in cost during the implementation of the work or in the final executed work shall be immediately paid by VISL as per the demand raised by KSEB. As the work is in progress and pending receipt of statement of account from KSEB, the escalation in cost if any cannot be quantified.
- (e) The company has entered into a MOU with RVNL on 14-02-2011 for construction of Railway Line for operation. However, RVNL has intimated its dissociation from rail connectivity project and return the balance deposit amount available net of expenditure towards preparation of DPR, as they are tied up on other engagements. Hence on 20-02-2018 an agreement was executed with Konkan Railway Corporation Limited (KRCL) and deposited an amount of Rs. 10.46 crore towards preparation of DPR on 02-06-2018. Based on Indian Railway approved DPR detailed estimate for the project will be prepared.
- (f) GoK directed VISL to borrow funds required for completion of the project from financial institutions. HUDCO has agreed to consider financing the project and accordingly, VISL has submitted loan application to borrow an amount of Rs. 1,943.94 crore. Vide GO (Ms) No. 36/2018/F&PD dated 04-10-2018 GoK has extended guarantee to HUDCO to borrow Rs. 2,700 crore and to provide budgetary support for repayment. The following are the main purposes for which funds are required to be raised by VISL.
- (i) As per clause 12.6.2 of the Concession Agreement executed between GoK & AVPPL, the cost of Funded Work (construction of breakwater and fishing harbour) is agreed at Rs. 1,463 crore. This amount is paid by the Authority to the Concessionaire in 4 equal instalments on completion of 30%, 60%, 80% and 100% of the work. AVPPL is eligible for a Mobilisation Advance equal to 20% of Funded Work cost which is adjusted in last two instalments. An amount of Rs. 292.60 crore is paid as on 31-03-2018.
- (ii) As per clause 25.1.1 of the Concession Agreement executed between GoK & AVPPL, the Authority agrees to provide Rs. 1,635 crore as Grant to the Concessionaire. The funding of the Grant will be as per the provisions of the Scheme of Financial Support to Public Private Partnership in Infrastructure as notified by the Central Government. Under the scheme, GoI will provide a Grant of Rs.817.8 crore and GoK will provide a grant of 817.2 crore. GoK's share of Grant to be paid during construction period amounting to Rs. 408.90 crore will be raised from HUDCO.
- (iii) Balance land for the project will be acquired under the The Right to Fair Compensation and Transparency in Land Acquisition, Rehabilitation and Resettlement Act, 2013. The cost of land including resettlement and rehabilitation expenses will be assessed as per the Act and will be intimated by the District Collector latter.
- (iv) Cost towards rail connectivity project will be based on DPR prepared by KRCL and approved by Indian Railways.

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18.4 Employee Benefits

(i) Defined Contribution Plan

Amount recognised in the Statement of Profit and Loss:

Particulars	YEAR ENDED 31st MARCH 2021	YEAR ENDED 31st MARCH 2020
(a) Provident fund contributions	9,67,132	6,54,975
(b) Employees State Insurance contributions	33,312	36,537
(c) Pension Contribution - Deputation staff	5,80,680	4,32,920

(ii) Defined Benefit Plan

Gratuity:- The Company make annual contributions under the Employee's Gratuity scheme to a fund administered by trustees covering all eligible employees. Gratuity is paid to a staff member who has put in a minimum qualifying period of 5 years of continuous service, on superannuation, resignation, termination or to his nominee on death.

Leave Encashment:- The Employees are entitled to accumulate Earned Leave which can be availed during the service period. Employees are also allowed to encash the accumulated earned leave during the service period. Further, the accumulated earned leave can be encashed by the employees on superannuation, resignation, and termination or by nominee on death.

The summarised position of Defined Benefit Plan recognised in the Statement of Profit & Loss and Balance Sheet are as under:

(a) Reconciliation of Balance of Defined benefit obligations

Particulars	Gratuity - Funded		Leave encashment - Non Funded	
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Present Value of Obligations at the beginning of the period	24,10,276	14,98,834	11,98,334	4,03,853
Interest cost	1,57,271	1,12,413	64,449	20,660
Current service cost	3,49,475	2,19,910	2,58,959	1,99,898
Benefits paid	-	-	(4,21,207)	(2,56,767)
Actuarial gain/(loss)	(3,48,243)	5,79,119	5,55,879	8,30,690
Present value of obligations at the end of the period	25,68,779	24,10,276	16,56,414	11,98,334

(b) Reconciliation of Balance of Fair Value of Plan Assets

Particulars	Gratuity - Funded		Leave encashment - Non Funded	
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Fair Value of Plan Assets at the beginning of the period	17,30,428	12,89,359	-	-
Expected Return (i)	1,64,916	1,10,244	-	-
Actuarial Gain/(loss) (ii)	(1,64,916)	(30,292)	-	-
Actual Return on Plan assets (i+ii)	-	79,952	-	-
Contribution by employer	9,36,901	3,61,117	-	-
Benefits paid	-	-	-	-
Fair Value of Plan Assets at the end of the period	26,67,328	17,30,428	-	-

(c) Amount recognised in Balance sheet (a-b) (98,549) 6,79,848 16,56,414 11,98,334

(d) Amount recognised in Statement of Profit and Loss:

VIZHINJAM INTERNATIONAL SEAPORT LIMITED

(CIN No. U45309KL2004SGC017685)

9th Floor, KSRTC Bus Terminal Complex, Thampanoor, Thiruvananthapuram-695001

Particulars	Gratuity - Funded		Leave encashment - Non Funded	
	YEAR ENDED 31st MARCH 2021	YEAR ENDED 31st MARCH 2020	YEAR ENDED 31st MARCH 2021	YEAR ENDED 31st MARCH 2020
Current service cost	3,49,475	2,19,910	2,58,959	1,99,898
Interest cost	1,57,271	1,12,413	64,449	20,660
Expected Return on Plan Assets	(1,64,916)	(1,10,244)	-	-
Actuarial gain/(loss)	(1,83,327)	6,09,411	5,55,879	8,30,690
Expenses for the year	1,58,503	8,31,490	8,79,287	10,51,248

(e) Key assumptions:

Particulars	Gratuity - Funded		Leave encashment - Non Funded	
	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
Mortality table	2012-14	2012-14	2012-14	2012-14
Attrition rate	Modified q(x) values under above Mortality Table	Modified q(x) values under above Mortality Table	Modified q(x) values under above Mortality Table	Modified q(x) values under above Mortality Table
Discount rate	6.615 % p.a	6.525 % p.a	6.615 % p.a	6.525 % p.a
Salary Escalation/Inflation	8.00 % p.a	8.00 % p.a	8.00 % p.a	8.00 % p.a
Rate of Return on Plan Assets	7.50 % p.a	7.50 % p.a	Not Applicable	Not Applicable
Remaining working life	9.13	9.44	9.13	9.44

18.5 Related Party Disclosures:

A Enterprises where control exists:

Nil

B Other Related Parties:

Key Management Personnel

Dr. Jayakumar, Managing Director & CEO

Ms. Suma Sankaran, Company Secretary & Chief Administrative Officer

Mr. Syam Aravind AV, Chief Finance Officer

Particulars	AS AT 31st MARCH 2021	AS AT 31st MARCH 2020
C Transactions during the year with Related Parties: Key Management Personnel Remuneration	42,01,958	48,07,209

18.6 Earnings per Share:

Particulars	YEAR ENDED 31st MARCH 2021	YEAR ENDED 31st MARCH 2020
Profit /(Loss) available to Equity Share Holders	-	-
Nominal Value of Shares	100	100
Weighted Average number of Equity Shares	12,00,000	12,00,000
Basic and diluted Earnings /(Loss) Per Share	-	-

VIZHINJAM INTERNATIONAL SEAPORT LIMITED

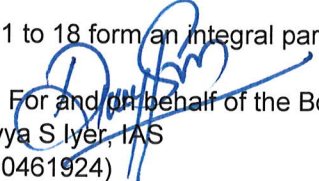
(CIN No. U45309KL2004SGC017685)

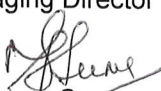
9th Floor, KSRTC Bus Terminal Complex, Thampanoor, Thiruvananthapuram-695001

18.7 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.


Notes 1 to 18 form an integral part of the accounts and have been fully authenticated.


For and on behalf of the Board


Dr. Divya S Iyer, IAS
(DIN-10461924)
Managing Director


Sankaran Suma
Company Secretary


Thiruvananthapuram
Date: 12-03-2024


Shri. K.S. Srinivas IAS
(DIN-01644154)
Director


Girish Kumar M S
Chief Finance Officer

Vide our report of even date

-
For Krishnan Retna & Associates
Chartered Accountants
Firm Regn. No. 001536S


CA Retnakumaran Nair A, FCA, LLB
Partner (M. No. 024791)





सत्यमेव जयते

**OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT-II)
KERALA, THIRUVANANTHAPURAM**

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL
STATEMENTS OF VIZHINJAM INTERNATIONAL SEAPORT LIMITED,
THIRUVANANTHAPURAM FOR THE YEAR ENDED 31 MARCH 2021.**

The preparation of financial statements of **Vizhinjam International Seaport Limited, Thiruvananthapuram** for the year ended **31 March 2021** in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143 (10) of the Act. This is stated to have been done by them *vide* their Audit Report dated **13 March 2024**.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of **Vizhinjam International Seaport Limited, Thiruvananthapuram** for the year ended **31 March 2021** under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and Company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143(6)(b) of the Act.

**For and on behalf of
The Comptroller and Auditor General of India**

S. SUNIL RAJ

PRINCIPAL ACCOUNTANT GENERAL (AUDIT-II), KERALA

Thiruvananthapuram

Dated: 16.04.2024

Form No. MGT-11

Proxy form

*[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3)
of the Companies (Management and Administration) Rules, 2014]*

CIN: U45309KL2004SGC017685

Name of the Company: VIZHINJAM INTERNATIONAL SEAPORT LTD

Registered Office: 9th FLOOR, KSRTC BUS TERMINAL COMPLEX,
THAMPANOR PO
THIRUVANANTHAPURAM ,695001
www.vizhinjamport.in
e-mail: mail@vizhinjamport.in

Name of the member (s): GOVERNOR OF KERALA

Registered address: RAJ BHAVAN,
VELLAYAMBALAM, THIRUVANATHAPURAM

E-mail Id:

Folio No/ Client: 3

I/We, being the member (s) of holding 1000 shares of the above named Company, hereby appoint

1. Name:

Address:

E-mail Id:

Signature:....., or failing him

2. Name:

Address:

E-mail Id:

Signature:....., or failing him

3. Name:

Address:

E-mail Id:

Signature:.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **17th Annual General Meeting/ Extraordinary General Meeting of the Company, to be held on Tuesday, the 28th day of September, 2021 at 3.00 PM. at the Registered Office of the Company** and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

1.....

2.....

3.....

Signed this..... day of..... 20....

Signature of shareholder

Affix
Revenue
Stamp

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting

Form No. MGT-11

Proxy form

*[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3)
of the Companies (Management and Administration) Rules, 2014]*

CIN: U45309KL2004SGC017685

Name of the Company: VIZHINJAM INTERNATIONAL SEAPORT LTD
Registered Office: 9th FLOOR, KSRTC BUS TERMINAL COMPLEX,
THAMPANOR PO
THIRUVANANTHAPURAM ,695001
www.vizhinjamport.in
e-mail: mail@vizhinjamport.in

Name of the member (s): SHRI. K SRINIVAS IAS
Registered address: PRINCIPAL SECRETARY, PORTS DEPARTMENT GOVERNMENT OF
KERALA
E-mail Id:
Folio No/ Client: 7

I/We, being the member (s) of holding 1000 shares of the above named Company, hereby appoint

1. Name:
Address:

E-mail Id:

Signature:....., or failing him

2. Name:
Address:

E-mail Id:

Signature:....., or failing him

3. Name:
Address:

E-mail Id:

Signature:.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **17th Annual General Meeting / Extraordinary General Meeting (Adjourned) of the Company, to be held on Monday, the day of, 2024 at at the Registered Office of the Company** and at any adjournment thereof in respect of such resolutions as are indicated below:

Signed this..... day of..... 20....

Signature of shareholder

Signature of Proxy holder(s)

Affix
Revenue
Stamp

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting

COMPANIES ACT,2013
(Consent by a Shareholder for shorter notice)
[Pursuant to section 101(1)]

Vizhinjam International Seaport Ltd
9th Floor, KSRTC Bus Terminal Complex
Thampanoor PO, Thiruvananthapuram-01

I,of Thiruvananthapuram District , being member (s) of Vizhinjam International Seaport Ltd holding Equity shares of Rs.each in the Company in my/our own /on behalf of Governor of Kerala hereby give consent pursuant to section 101(1) of the Companies,Act,2013 to hold the 17th Annual General Meeting (Adjourned) on -----, -----,----- at ----- at the Registered Office of the Company .

Signature.....
Name (In Block Letters).....

Dated theday of,2024.