

OSFC

64th Annual Report

2020-21



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Odisha State Financial Corporation

It is my pleasure to present an account of Odisha State Financial Corporation working during the financial year 2020-21. During the year, the Corporation has registered a loss of `0.95 crore as against the loss of `2.35 crore during previous year. As you know, the accounts of the Corporation are maintained under accrual basis of accounting except interest income on NPA accounts. Income from NPA is accounted on realisation basis as per SIDBI Guidelines. During the financial year 2020-21, the overall operation of the Corporation got adversely affected due to Covid-19 pandemic and subsequent lock down. MSME Sector and Commercial Sector were severely hit by the lock down which resulted in to sharp decline in recoveries of the Corporation. During the year, the Corporation could not sanction fresh loan like previous years due to the fact that the resources back up and line of credit for onward lending has been discontinued. Further, continuance of litigation and non-disposal of high value court cases are the major factors for non-achieving the recovery target assigned for the year. The declining trend of manpower since last few years has also become a challenge to maintain regular touch with the borrowers.



It is said that, if we don't change with time, Time will change us. In the context of what we are witnessing since last few years, we believe that we must embrace the change as quickly as possible so as to fulfill the aspirations of the entrepreneurs. The Corporation has taken a lot of steps to redress the grievances of the entrepreneurs. Steps are being taken to provide online services in respect of filing application for One Time Settlement of dues and issuance of No Due Certificate on closure of the loan accounts.

I am very happy to share with you that we have an excellent Board in the Corporation and I must compliment each of the Directors for taking keen interest in the affairs of the Organization. As a result, the Corporation gets the benefit of their collective wisdom.

I express my gratitude to the shareholders of the Corporation for the trust reposed on this age-old Corporation.

I would like to express my gratitude to the Government of Odisha, SIDBI and Board of Directors specially the Principal Secretary, MSME Department & Chairman of the Corporation for their support during the critical phase of the Corporation.

Before I conclude, I also convey my sincere thanks to State Bank of India, LIC of India, Insurance Companies, Union Bank of India & other bankers for their continued support.

I am also thankful to our esteemed customers for their continuous patronage and support.

I also congratulate the Officers and supporting Staffs of OSTC for their laudable effort to bring this Annual Report within a very short span of time during COVID-19 Pandemic.

Md Sadique Alam, IAS
Managing Director

63rd Annual General Body Meeting of the Shareholders



Board of Directors

(As on 31.03.2021)



Satyabrata Sahu, IAS
Principal Secretary, MSME Department &
Chairman



Pradipta Kumar Sahani,
OAS
Managing Director



Prakash Kumar
Chief General Manager, SIDBI



M.K. Biswal, OAS(SSG)
Special Secretary to Government
MSME Department



Smt. Praveena Kala
Chief General Manager, SBI
LHO, Bhubaneswar



P.S. Mishra, IAS
Additional Secretary to Government
Public Enterprise Department



Dr. Pragyanmita Sahoo,
IES
Director, Institutional Finance
Finance Deptt, Govt. of Odisha

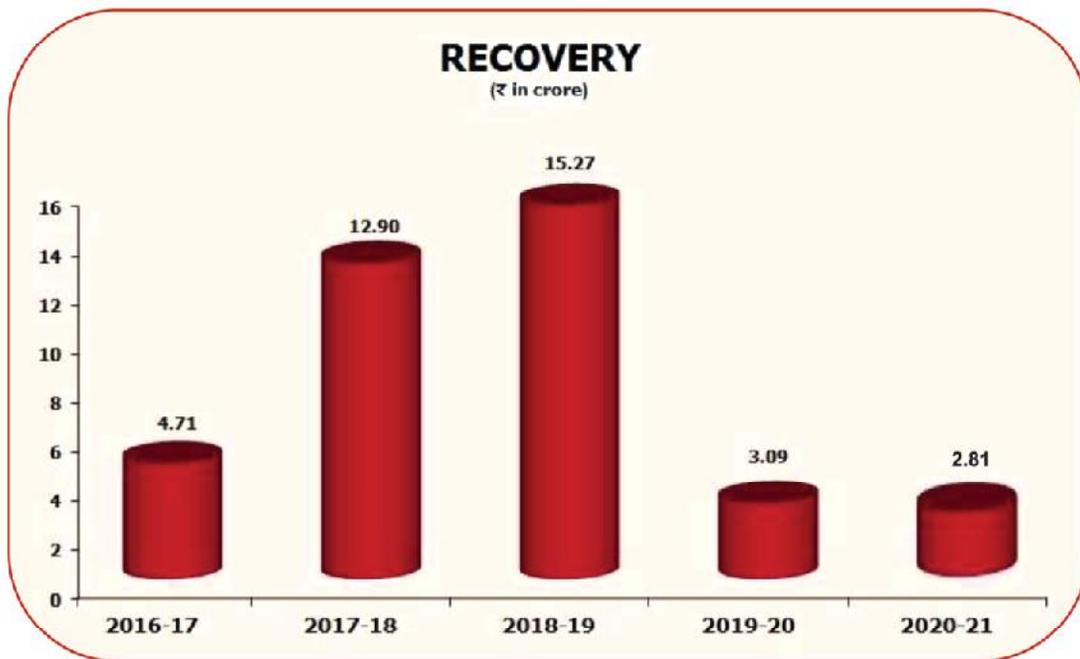
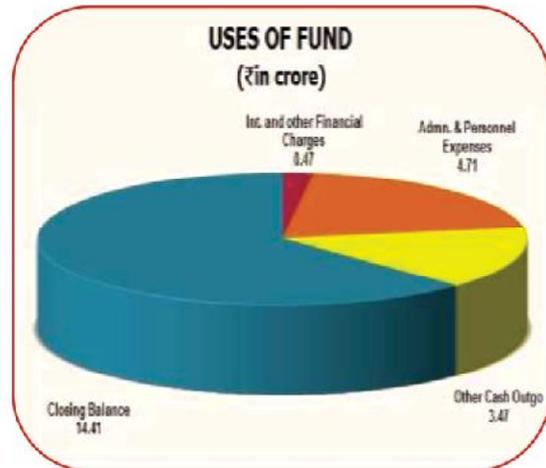
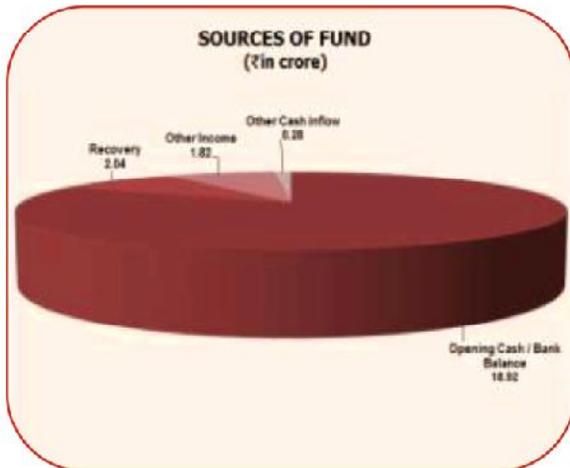


Dr Santosh Kumar Prusty
Associate Professor
Xavier Institute of Management



A.K. Routray
Sr. Divisional Manager, LIC
Cuttack Division, Cuttack

PERFORMANCE 2020-21



64th
ANNUAL REPORT
2020-21



Odisha State Financial Corporation

Contents

Sl.	Particulars	Page
1.	Performance at a Glance	03
2.	Board of Directors	04
3.	Notice of Annual General Meeting	05
4.	Director's Report	06
5.	Annual Accounts & Financial Statements	15
6.	Management reply on the report of Statutory Auditor	57
7.	Separate Audit Report (SAR) on Accounts by C & AG of India	62
8.	Compliance to SAR of the C & AG of India	63
9.	Statistical Annexure	67
10.	Connectivity Chart	74



PERFORMANCE AT A GLANCE

(₹ Crore)

PARTICULARS		2019-20	2020-21	AS ON 31.03.2021
OPERATIONS				
1.	Sanction	-	-	1317.60
2.	Disbursement	-	-	1309.90
3.	Recovery	3.09	2.81	2014.11
4.	Outstanding	254.25	253.15	253.15
SHARE CAPITAL				
1.	Paid Up	0.47	0.47	419.54
BONDS				
1.	Issued	-	-	424.44
2.	Repaid	-	-	424.34
3.	Outstanding Prin. Transferred to Un-claimed liabilities	-	-	0.10

REFINANCE				
1.	Avalied	-	-	691.56
2.	Repaid	-	-	610.90
3.	Outstanding (Principal)			80.66
4.	0% Funded Loan			17.95
5.	Total :			98.61
	{ Crystallized OTS amount }			15.00
	{ Agreed for Waiver }			83.61
FINANCIAL SUMMARY				
6.	Gross Income	4.57	4.41	
7.	Total Expenditure	6.63	5.34	
8.	Operating Profit / Loss	(2.05)	(0.92)	
9.	Prior period adjustment	0.30	0.03	
10.	Net Profit / (Loss)	(2.35)	(0.95)	
11.	Reserve	-	-	

BANKERS
AS ON 31.03.2021

Union Bank of India
Central Bank of India
Axis Bank Ltd.

AUDITORS

M/s.KCM & Associates
Chartered Accountants
FRN.0326397E



THE MANAGEMENT

(As on 31.03.2021)

BOARD OF DIRECTORS

Shri Satyabrata Sahu, IAS

Principal Secretary to Government,
MSME Department, Government of Odisha
& Chairman, OSFC

Shri Pradipta Kumar Sahani, OAS(SAG)

Managing Director

Shri Manmath Kumar Biswal, OAS(SSG),

Special Secretary to Government, MSME
Department, Government of Odisha

Smt. Ruma Dey,

Chief General Manager,
State Bank of India, LHO, Bhubaneswar

Shri Prakash Kumar

Chief General Manager, SIDBI,
Bhubaneswar

Shri Ashok Kumar Routray

Sr.Divisional Manager, LIC of India,
Cuttack

Shri Partha Sarathi Mishra, IAS

Additional Secretary to Government,
Public Enterprise Department,
Government of Odisha

Dr.Pragyansmita Sahoo, IES

Director, Institutional Finance,
Finance Department,
Government of Odisha

Dr. Santosh Kumar Prusty

Associate Professor, Xavier Institute of
Management, Bhubaneswar

EXECUTIVE COMMITTEE

Managing Director, OSFC
Nominee Director of SIDBI
Nominee Director of Finance Department
Nominee Director of MSME Department
Independent Director

AUDIT COMMITTEE OF BOARD

Dr. Santosh Kumar Prusty

Associate Professor, Xavier Institute of
Management, Bhubaneswar Chairman

Shri Pradipta Kumar Sahani

Managing Director, OSFC Member

Shri Prakash Kumar

Chief General Manager, SIDBI,
Bhubaneswar Member



ODISHA STATE FINANCIAL CORPORATION

O.M.P. SQUARE, CUTTACK-753003.

NOTICE

Notice is hereby given in pursuance of Regulation 45 of the Odisha State Financial Corporation General Regulation 2003 that the 64th Annual General Meeting of the shareholders of the corporation for the financial year 2020-21 will be held on 24.08.2022 at 11.30 A.M at the Registered Office of the Corporation located at O.M.P Square, Cuttack-3 to transact the following business:-

1. To read the audited balance sheet as on 31.03.2021 and Profit & Loss account of the Corporation for the year ending 31.03.2021 together with the Report of the Board of Directors on the working of the Corporation during the FY 2020-21.
2. Appointment of statutory auditors for the FY 2021-22.
3. Any other item with the permission of the chair.

The share register of the corporation will remain closed and the registration of the transfer of share(s) shall be suspended from 10.08.2022 to 24.08.2022 (both days inclusive).

Cuttack,
Dt.18.07.2022

Sd/-
(Md Sadique Alam)
Managing Director

Notes:-

1. Copies of the Resolution appointing representatives of the shareholders (which are companies / Bodies Corporate) duly certified to be true copy by the Chairman of the meeting at which it was passed should reach the Head Office of the corporation on or before 16.8.2022.
2. Any proxy shall be executed in terms of Odisha State Financial Corporation (Voting rights) Rules, 2003 and shall be deposited at the Head office of the Corporation on or before 16.08.2022 along with the documents in compliance with Rule 7 of the said rules.



DIRECTORS' REPORT

The Board of Directors have great pleasure in presenting the 64th Annual Report on the functioning of the Corporation together with Audited statement of Accounts and Report of Statutory Auditors for the year ended on 31st March 2021.

This Corporation has completed 64 years of serving the cause of industrial and financial development in Odisha. During the year, the Corporation has not able to sanction and disburse any fresh loan. The adverse situation of COVID-19 continues. The thrust of the Corporation is now on recovery from NPA accounts only.

STATE ECONOMY OUTLOOK:-

The State of Odisha has a well developed, social, physical and industrial infrastructure. State has unveiled its new industrial policy, identifying the thrust areas i.e. food processing, textiles, electronics, pharmaceuticals, automobile components etc to propel the economic growth with emphasis on manufacturing that would create large scale employment.

The economic growth of the State is accelerating. As per the advanced estimate of 2020-21, the State's economy has registered a growth of 6.16% at constant price surpassing the projected all India growth i.e., 5%. Industrial development is the engine of economic growth of a nation. The sector currently leads the developmental change of the State, constituting 36% of States' GVA relative to 26% at the All India level as per 2020-21(AE). As per 2019-20 Revised Estimate (RE), the growth of the Industry sector was 3.61 % in Odisha as compared to 0.92% at All India. This is due to significantly large share of Mining sector in Odisha.

The economy of Odisha has grown at 7.1 percent per annum during the period 2012-13 to 2019-20 and expected to contract by 4.92 percent in 2020-21 as per the Advance Estimates. The decline in the growth rate between 2019-20 and 2020-21 is attributed to the impact of Covid-19. The measures taken by the State Government to fight Covid-19 has brought about sharp rise in public expenditure on health care to protect lives. Quick response of the State Government in effectively tackling the pandemic, resulting in low mortality rate, in spite of heavy caseload has set an example for the rest of the country. Despite the COVID-19 pandemic having adverse impact on the economy, the Government of Odisha has created a congenial environment for investment through their investor friendly policies. Government of Odisha has formulated several incentive packages to support MSMEs, financially and accelerate the economic restart.

In MSME Sector, a total of 16.92 lakh persons employed by creation of 449352 number of MSME units with an investment of INR 21801.51 Crore by end of 2019-20. Repairing & Services Sector alone covers 62 % of units with an employment of around 49 % & investment of 64% of that in total MSMEs followed by Food & Allied sector and Miscellaneous Manufacturing. As per Handloom Census in 2019-20, there were 65391 weaver households having 55790 looms. The productivity per loom per annum in the co-operative fold is 435 Sq. Mtrs during 2019-20 as against 378 Sq. Mtrs in 2018-19. During 2019-20, total of 1303.34 lakh reeling cocoons and 13.33 MT of raw silk were produced in the State, witnessing an increase over 2018-19 owing to prevalence of good weather condition.

The Services Sector continued as the largest contributor to the State's economy since



2011-12. Its share to the GSDP has been estimated to be at 42.5% in 2020-21(AE) against 40.7% in 2019-20 (1st RE). The Trades, Repair, Hotels & Restaurants is the leading sub-sector under services with share of about 22% to services GSVA as per advance Estimates of 2020-21. Tourism sector has been accorded important status in Odisha as it has the potentiality for foreign exchange earnings, employment and value addition for the State. Odisha is among the top five non-special category status in terms of surfaced road density while it lags behind in Rail density. As on March, 2020, the State has 2,652 km of railway lines with 243 railway stations, 60 passenger halts and 2,422 km of broad gauge electrified tracks.

OSFC: PRESENT STATUS

OSFC, established in the year 1956, has played a pivotal role in extending credit support and financial services to first generation entrepreneurs to set up MSMEs in the State and thereby ushering an era of industrialization in the

State Government or SIDBI, OSFC could not fulfill its mandate. As a result of which, although there is a reduction of NPAs in absolute term, but percent wise it went up on year to year basis due to non-creation of any standard assets through fresh lending. In the process all the loan portfolio has become NPA. In such a situation, recovery of dues has become gradually difficult since comparatively litigated and chronic contaminated cases have remained to be resolved.

OSFC is having 8213 loan accounts. The detail analysis as on 31.03.2021 is as under:-

At present, OSFC is mainly concentrating on recovery of its dues from the existing loan portfolio. One Time Settlement Scheme is in operation to salvage the old loan portfolios so as to improve its liquidity base. Moreover, the Corporation is focusing on disposal of seized assets taken over u/s-29 of SFC's Act, 1951 to reduce the inventory of the Corporation. Continuous monitoring of Court cases is going on to improve its recovery base.

Principal Outstanding	Nos	Amount (₹ in crore)
Below 1 lakh	5262	11.64
1 lakh to 10 lakh	2454	68.91
10 to 20 lakh	203	29.20
20 to 30 lakh	103	25.64
30 to 40 lakh	56	19.41
40 to 50 lakh	51	22.81
50 to 1 crore	70	46.25
Above 1 crore	14	29.29
	8213	253.15

State. It has completed more than six decades of dedicated service in financing MSMEs and has contributed to the process of economic development of the State in terms of value addition, employment generation, development of industries, dispersal of credit, entrepreneurship skill development and export earnings.

In the absence of fresh lending activity for last seventeen years and due to non availability of any funding support for business either from

SANCTION & DISBURSEMENT

In view of constraint of funds, the Corporation could neither sanction nor disburse any loan during the year 2020-21. The cumulative sanction and disbursement as on 31.03.2021 stood at ₹1317.60 Cr. and ₹1309.90 Cr respectively.

RECOVERY

Corporation is focusing its operation mainly on recovery and has given prime



importance to achieve the twin objectives of reduction of NPA as well as improving liquidity for resource mobilization. Keeping an eye on the above, the Corporation has resorted to appropriate follow up & monitoring at the level of Branch/ Head Office for maximizing recovery. Corporation has adhered to its relentless effort for collection of dues from borrowers so as to reduce NPA accounts.

During FY 2020-21, the Corporation could recover ₹2.81 Crore only. The main hurdles in accelerating recovery are attributed to the followings:

- The entire loan portfolio has become NPA.
- Non-creation of new loan portfolios.
- Inordinate delays in vacation of restrain order from various courts.
- Difficulty in disposal of seized assets for want of prospective buyers.
- Major portion of loan portfolios are not backed by marketable security.
- Operational difficulties to enforce third party collateral security in view of Apex Court direction.
- Lack of showing interest by the borrowers to settle their dues under OTS-11 Policy.
- Change of status of the mortgaged property during consolidation operation and vesting of leasehold land to Government khata and also allied reasons.
- Due to COVID-19 pandemic situation, the recovery action has been adversely affected.

With a view to salvage NPAs, the current Recovery Mix is more in favour of action under Section-29 and One Time Settlement (OTS), although the other tools of NPA management are being resorted to as per necessity. During the year, 15 loan accounts have been settled under OTS at total settlement amount of ₹1.74 crore against outstanding of ₹48.63 crore. Out of total settlement amount, ₹1.17 crore has been realized as on 31.03.2021.

POSITION OF SEIZURE & SALE

During FY 2020-21, Corporation has not taken over any unit u/s 29 of SFC Act 1951. During the year, no DDAC meeting was held for sale of seized asset. The Corporation could reduce the portfolio of unsold seized assets by 4 nos. by releasing those 4 units to original borrower on liquidation of loan. As such, the Corporation is having 380 nos. of seized and unsold units involving an outstanding of ₹745.07 Cr. (Principal- ₹29.70 Cr.) as on 31.03.2021.

COURT CASES

Although the Suit Section of the Legal Department of the Corporation is in place to focus on the litigated account, a sizeable amount continued to remain logged up due to fresh incidence of Legal tangle and non-disposal of old cases. The Corporation usually resorts to recovery measures U/s 31 of SFCs Act after exhausting action U/s 29 for realisation of balance loan outstanding or where for some reasons or the other, it is not possible to take action U/s 29. The status of cases filed U/s 29 & related and U/s 31 as on 31.03.2021 is given in table below.

(₹ in Cr.)

Particulars	No of cases & amount involved			
	Section 29		Section 31	
	No.	Amount	No.	Amount
Pending at the beginning of the year.	131	23.95	580	454.52
Filed during the year.	12	10.82	1	0.53
Disposed of during the year.	21	14.29	0	0.00
Pending for disposal at the end of year.	122	20.48	581	455.05



PROFITABILITY

Net profit / loss

The Corporation has been posted with a loss of ₹94.96 lakh during this fiscal as against loss of ₹235.41 lakh during the previous year.

Net worth

The Net-worth of the Corporation stood at (-)₹48.63 Cr. as on 31.03.21 as against (-)₹48.15 Cr. as on 31.03.2020.

Capital Adequacy Ratio

The Capital Adequacy Ratio as on 31.03.2021 stood at (-)30.96% as against (-) 30.54% as on 31.03.2020.

Cash Flow

During the fiscal 2020-21, there is net cash outflow of ₹450.89 lakh in comparison to net cash out flow of ₹368.32 lakh during the previous year.

FINANCIAL PERFORMANCE

Income & Expenditure

The Gross income earned by the Corporation during 2020-21 was ₹4.41 Cr. comprising of interest on loans and advance of ₹1.50 Cr., other income of ₹1.82 Cr. in addition to Provision and Expenses written back amounting ₹1.09 Cr against gross income of ₹4.57 Cr. comprising of interest income ₹1.94 Cr., other

income of ₹1.75 Cr. and Provision and Expenses written back amounting ₹0.88 Cr. in FY 2019-20 there by registering a decrease of 3.46%. The personnel and administrative expenses, which were ₹5.68 Cr. in 2019-20, has gone down to ₹4.71 Cr. during 2020-21, registering decrease by 17.08%. Total expenses have also decreased to ₹5.34 Cr. in 2020-21 from ₹6.63 Cr. in 2019-20 registering a decrease of 19.46%.

AUTHORISED AND PAID-UP SHARE CAPITAL

The authorized share capital of the Corporation stood at ₹500 Cr.. SIDBI has agreed for conversion of Loan in Lieu of Share Capital of ₹6.225 Cr. together with interest accrued thereon from 01.04.2008 till date of actual conversion to ordinary share capital. Similarly both SIDBI & IDBI Bank have also agreed to convert unpaid minimum guaranteed dividend of ₹25.48 Cr. to Share Capital (50% each). Pending approval of State Government u/s/4(3) of SFCs (Amendment) Act, 2000, the amount of ₹37.78 Cr. is treated as Share Deposits on account of SIDBI and IDBI Bank (including interest of ₹5.60 Cr. accrued on LISC outstanding from 01.04.2008 to 31.03.2021).

The position of share capital and loan in lieu of share capital is indicated in table below.

(₹ in Cr.)		
Share capital	As at 31.03.2021	As at 31.03.2020
Issued		
- Ordinary	421.00	421.00
- Special	4.00	4.00
Total	425.00	425.00
Subscribed and paid -up		
- Fully allotted (Ordinary)	378.76	378.76
- Fully allotted (Special)	3.00	3.00
- Share deposit pending for allotment	37.78	37.31
Grand Total:	419.54	419.07



SOURCES & USES OF FUND

(₹ in Cr.)			
Sources	2020 -21	Uses	2020 -21
Opening Cash/ Bank	18.92	Int. & Other Financial charges	0.47
Recovery (Net)	2.04	Admn.& Personnel Expense	4.71
Other Income	1.82	Other cash out go	3.47
Other Receipts	0.28	Closing balance	14.41
Total	23.06	Total	23.06

CLASSIFICATION OF ASSETS & PROVISIONING THEREOF

The entire existing loan portfolios of the Corporation are coming under doubtful and loss category as per the prudential norms of the Reserve Bank of India on Asset Classification. The Corporation has made provisioning of the total loan portfolio of ₹253.15 Cr.

MoU WITH STATE GOVERNMENT

In compliance to the Corporate Governance Manual, the MoU for the FY 2020-21 has not been executed with MSME Department of the State Government in view of continuance of COVID-19 pandemic situation.

AUDIT COMMITTEE OF BOARD

The Audit Committee met once i.e on 04.10.2021 and reviewed the Internal Audit Observations, Action Taken Report on Internal Audit observations, Annual Accounts for FY 2020-21 with notes thereon and compliance thereof.

INTERNAL AUDIT

Books of accounts, financial and operational transactions of the Branches have been audited by the Internal Audit Department (IAD) of the Corporation during the year under reference. Procedural lapses, Operational lapses, Documentation lapses, Monitoring & Follow-up lapses were examined and brought to the attention of the management for necessary corrective measures. Internal control lapses in key functional areas were pointed out. The department has conducted verification of loan accounts settled under OTS-11 schemes on random basis and authenticated payments like Provident Fund, Terminal dues, Arrears etc.,

relating to staff. Special audit and other verifications were also carried out as and when required.

Position of Internal Audit conducted during (2020-21).

- i) No. of reports pending for submission at the beginning of the year - Nil
- ii) No. of Audits completed during the year - 4
- iii) No. of Audit reports submitted during the year - 4
- iv) No. of Audit reports pending for submission at the end of the year - Nil

STATUTORY AUDIT

The Corporation has appointed M/s. KCM & Associates, Chartered Accountants, Bhubaneswar as Statutory Auditors in the Annual General Meeting held on 29.01.2021 to conduct the Audit of the Books of Accounts of the Corporation for FY 2020-21 basing on the recommendation of the Reserve Bank of India under section 37(1) of SFC Act. The auditors have completed the Statutory Audit for the FY 2020-21.

ANNUAL GENERAL MEETING

The 63rd Annual General Meeting of shareholders was held on 29.01.2021 to adopt the audited Balance Sheet and Profit & Loss accounts of the Corporation for FY 2019-20.

A.G. AUDIT

Each year C & AG of India has been conducting audit of the Corporation under section 37(6) of SFCs Act, 1951. Audit report of the C & AG of India on the accounts of the



Corporation with compliance thereof needs to be placed before the Legislative Assembly of the State along with the Annual Accounts and Auditor's Report U/s 37 (7) of SFCs Act. In addition, C & AG has conducted the transaction audit of the Corporation for the FY 2019-20 and 2020-21 and submitted its inspection report with observation on 12.01.2022. The compliance to the observations of all the outstanding paras has been complied and submitted to C & AG awaiting further reply thereon.

COMMITTEES

The Committee approach for decision making is continuing for ensuring efficiency and transparency in the working system. For better governance, the Corporation de-centralized the process of decision making with an appropriate delegation of power to Committees namely Default-Cum-Disposal Advisory Committee (DDAC), MD Committee and One Time Settlement Advisory Committee (OTSAC).

In addition to the above committees, three more internal committees namely Finance Committee, Recovery Committee & HR Committees are functioning to examine various issues of significant importance including policy matters and recommend course of action prior to obtaining approval from the competent authority.

HUMAN RESOURCE MANAGEMENT

During the year, 13 employees have retired from Corporation service on attaining the age of superannuation reducing the staff strength from 64 to 51 as on 31.03.2021. Out of 51 employees, 20 employees are posted at field offices and 27 employees are placed at Head Office of the Corporation and rest 4 employees are under deputation. No fresh recruitment is made during the year.

Staff Accountability Policy is in force and the staffs are accountable for action/inaction leading to loss to the Corporation as well as non-adherence to the guidelines and procedures.

The details of manpower position as on 31.03.2021 is as under.

GRIEVANCE REDRESSAL CELL

In order to expedite speedy redressal of the grievance petitions/ representations received from the customers / entrepreneurs, a Grievance Cell at the Corporate Office is functioning. During the year, the cell has received 3 grievance petitions and disposed 3 cases leaving no case pending at the end of the year.

Category	Position as on 01.04.2020	Employees retired/ resigned/ expired.	Employees under deputation service	Staff strength excluding deputation as on 31.03.2021
A Class	3	2	0	1
B Class	45	8	4	33
C Class	16	3	0	13
Total	64	13	4	47

INFORMATION & COMMUNICATION TECHNOLOGY

During the financial year no additional Hardware or Software has been acquired keeping in mind the financial constraint of the Corporation. However, the hardware and software were properly maintained to run the day to day operation of the Corporation without any disruption. The software package for issue of NDC & online OTS Application is acquired with a cost of Rs. 7.36 Lakhs.

INTERNAL VIGILANCE CELL

Internal Vigilance Department acts as the coordinator/facilitator in between State Vigilance Department and the Corporation. During the F.Y 2020-21, no fresh vigilance case has been registered by the State Vigilance and no such complaints/ irregularities have been noticed.

RIGHT TO INFORMATION CELL

The Corporation has appointed Public Information Officer, Asst. Public Information Officer and Appellate Authority at its Head Office as required under RTI Act, 2005. Besides, one



Public Information Officer each for the four Branch Offices have also been designated to enable the citizens to access the information available with the Organization.

Necessary and relevant information for public has also been placed in the website of the Corporation, which is being up-dated at regular intervals. The position of receipt and disposal of the RTI applications and appeals during the year 2020-21 is given below:

Praveena Kala, CGM w.e.f. 27.01.2021. Consequent upon superannuation of Shri P.K.Nanda, Special Secretary to Govt, Finance Department on 29.02.2020, Dr.Pragyansmita Sahoo, IES, Director, Institutional Finance, Finance Department has been nominated as Director w.e.f.17.07.2020. Shri Santosh Kumar Prusty, Associate Professor, XIM, Bhubaneswar has been co-opted by the Board as Director w.e.f.15.02.2020 in place of Dr A.R.Mohanty.

		No. of Applications	No. of Appeals
1	Pending at the beginning of the year	1	0
2	Received during the year	42	9
3	Disposed during the year	43	7
4	Pending for disposal at the end of the year	0	2

CORPORATE GOVERNANCE

The Corporation is committed to uphold high level of ethical standard of Corporate Governance in all of its functional areas. The Board of the Corporation is constituted as per the provisions of SFCs (Amendment) Act. 2000. The Board of Directors could not meet adequately during the F.Y.2020-21 due to continuance of pandemic situation. The Board has adopted calendar of review which enables thorough critical information to the Board periodically. Recovery strategy and status of NPAs etc. are periodically reviewed and appropriate policy directives are given by the Board.

Board of Directors:

The Corporation is managed by a Board of Directors constituted under Section-10 of the SFC's (Amendment) Act 2000. Sri Prasan Kumar Jena, IAS was continuing as Managing Director as on 30.04.2020. Consequent upon his superannuation, Shri Pradipta Kumar Sahani, OAS(SAG) has assumed the additional charge of Managing Director w.e.f 27.05.2020. During the year, the following changes took place in the Board of Directors: Consequent upon transfer of Shri Hemant Sharma, IAS, Commissioner-cum-Secretary, MSME Department who was continuing as Chairman, OSFC, Shri Satyabrata Sahu, IAS, Principal Secretary, MSME Department has been nominated by Government of Odisha as Director and Chairman, OSFC w.e.f. 18.08.2020. Smt Ruma Dey, Chief General Manager, SBI, Local Head Office, Bhubaneswar has been nominated as Director in place of Shri

During the F.Y.2020-21 two meetings of Board of Directors was held on 22.09.2020 and 17.12.2020 respectively. No Executive Committee meeting could be held during FY 2020-21 due to lack of adequate business activities.

ACKNOWLEDGEMENT

The Board of Directors expresses its deep sense of gratitude to the Government of Odisha and all Stake holders for the valuable guidance and support received from them.

The Board also places on record its deep appreciation for the co-operation and support received from MSME Department, Directorate of Industries, Small Industries Development Bank of India, Industrial Promotion and Investment Corporation of Odisha Ltd., Odisha Industrial Infrastructure Development Corporation, Odisha Small Industries Corporation Ltd., Life Insurance Corporation of India, Scheduled Commercial Banks and all other stakeholders.

The Board is also thankful to the Shareholders of the Corporation for the trust and confidence reposed by them in the Corporation.

The Board of Directors would like to thank the valued customers/ entrepreneurs/ various Industry Associations/ Forums for their continued contribution to the growth of MSMEs in Odisha and rendering support to the Corporation.

The Board would like to place on record its appreciation for the dedicated services of its employees in overall performance of the Corporation at its difficult situation.



*Annual Accounts
&
Financial Statements*



KCM & Associates

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To

The Shareholders

Odisha State Financial Corporation,
Cuttack-753003

1. Report on the Financial Statements:

We have audited the accompanying standalone financial statements of **Odisha State Financial Corporation** (the Corporation), which comprise of the Balance Sheet as at 31st March 2021, Statement of Profit and Loss, Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information(Notes on Account).

2. Management's responsibility for the Financial Statements :

The Corporation's Management 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, financial performance and cash flows of the Corporation in accordance with the accounting standards and principles generally accepted in India including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and as per OSFC General Regulations 2003 framed as per Section 48 of SFC's Act, 1951 (the Act) and as per the requirements of Small Industries Development Bank of India (SIDBI) directives. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the SFCs Act for safeguarding the assets of the Corporation and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgment 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 misstatements whether due to fraud or error.

3. Auditor's responsibility :

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit under the provisions of the Act and the Rules made there under.



We conducted our audit in accordance with the standards on Auditing issued by the Institute of Chartered Accountants of India and provisions of Section 37 of the State Financial Corporation's Act, 1951 as amended by SFCs (Amendment) Act, 2000. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedure selected depends upon the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Corporation's preparation of the financial statement that give a true and fair view in order to design audit procedures that are appropriate in the circumstances.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management as well as evaluating the overall presentation of the financial statements.

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

4. 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 laid down by SIDBI for SFCs and generally accepted in India, of the State of affairs of the Corporation as at 31st March, 2021, and its profit/loss and its cash flows for the year ended on that date.

5. Emphasis of Matters

We draw attention to the following matters in the Notes to the financial statements:

Report on other legal and Regulatory requirements:

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

- i) We have sought and obtained all the information and explanations which to the best to our knowledge and belief were necessary for the purpose of our audit.
- ii) In our opinion proper books of account as required by law have been kept by the Corporation so far as it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from Branches.
- iii) The operations of the Corporation and transactions that have come to our notice have been conducted in accordance with the provisions of SFCs Act, 1951.
- iv) The income recognition, assets classification, provisioning, calculation of CRAR, assessment of capital adequacy ratio, various other ratios/items and disclosures in the notes on accounts have been done as per the guidelines and circulars issued by the SIDBI from time to time.
- v) The Balance Sheet, the Statement of Profit & Loss, and the Cash Flow statements



dealt with by this Report are in agreement with the books of account and returns.

- vi) In our opinion the aforesaid financial statements comply with the Accounting Standards and guide lines issued by SIDBI for SFCs from time to time.
- vii) (a) According to the information and explanations given to us, no material discrepancies have been noticed/ reported by the management between the books records and the physical fixed assets.
- (b) The matter regarding physical possessions and title deeds of immovable properties are disclosed vide Note-6.2 to Notes on Accounts. Since title of all immovable properties are not held in the name of the Corporation and revaluation of fixed assets has not been undertaken to give a true and fair position value of immovable assets. its impact on accounts, could not be ascertained/commented.
- (c) An amount of Rs. 18,16,000/- (Cr. Balance) shown under the head of Suspense.
- viii) According to information and explanations given to us and on the basis of our examination of the books of accounts and records, the corporation has generally been regular in depositing undisputed statutory dues during the year. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they became payable.
- ix) According to information and explanations given to us, the State Government has taken up the matter with SIDBI for recasting of the crystallized amount of OTS of Refinance and to settle the same at the amount already paid by the corporation without insisting for payment of any further amount. Further, it is made to understood that since the matter is under active consideration of State Govt. and as well as SIDBI to settle the issue, no inference has been drawn and accordingly its impact if any, on the accounts could not be ascertained.

FOR KCM & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 0326397E

Place: Bhubaneswar

Dated: 16th December 2022

Sd/-
(CA K C MOHANTY, FCA)
Membership No. 065809
PARTNER



Annual Accounts



ODISHA STATE FINANCIAL CORPORATION
BALANCE SHEET AS ON 31st March 2021

Particulars	Schedule Ref.	As at 31st March 2021	As at 31st March 2020
CAPITAL AND LIABILITIES		₹	₹
CAPITAL	A	4195404050	4190735300
Loan pending conversion to Share Capital	B	-	-
Reserves and Surplus	C	267466790	267466790
Borrowings	D	1060262781	1060262781
Other Liabilities and Provisions	E	478660511	513535414
TOTAL		6001794132	6032000285
ASSETS			
Cash and Bank Balances	F	144129675	189218526
Investments (Net of Diminution Reserve)	G	2	2
Loans and Advances(Net of provisioning for NPA)	H	-	-
Fixed Assets	I	208473332	210009878
Other Assets	J	900652032	893728743
Profit and Loss Appropriation Account		4748539091	4739043136
TOTAL		6001794132	6032000285

SIGNIFICANT ACCOUNTING POLICIES

Q

NOTE ON ACCOUNTS

R

THE SCHEDULES REFERRED TO ABOVE FORM AN

As per our Report
of even date

INTEGRAL PART OF THE PROFIT AND LOSS ACCOUNT

For KCM & Associates
Chartered Accountants
FRN.0326397E

Sd/-
(Alok Dash)
HoD (FAD)
OSFC

Sd/-
(Md. Sadique Alam, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(M. K. Biswal)
DIRECTOR
OSFC

Sd/-
(S. K. Prusty)
DIRECTOR
OSFC

Sd/-
(K.C.Mohanty, FCA)
Membership No.065809
PARTNER



PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2021			
Particulars	Schedule Ref.	As at 31st March 2021	As at 31st March 2020
INCOME (A)		₹	₹
Income from Operations (Interest)	N	15033293	19463404
Other Incomes	O	18178857	17507888
Provisions/ Expenses Written Back		10929824	8752810
Total Income (A)		44141974	45724102
EXPENDITURES (B)			
Other Financial Expenses	K	4684129	7834461
Personnel Expenses	L	43381068	53091189
Administrative Expenses	M	3763274	3714683
Depreciation	I	1536546	1639632
Total Expenditure (B)		53365017	66279965
Operating Profit (A - B)		(9223043)	(20555863)
Less Provision for NPA (Net)		-	
Profit Before Tax		(9223043)	(20555863)
Less: Provision for Taxation		-	
Profit after Tax		(9223043)	(20555863)
Less: Net prior period Adjustments	P	272912	2985318
Profit/(Loss) Carried to P & L Appropriation A/C		(9495955)	(23541181)

THE SCHEDULES REFERRED TO ABOVE FORM AN
INTEGRAL PART OF THE PROFIT AND LOSS ACCOUNT

As per our Report
of even date

For KCM & Associates
Chartered Accountants
FRN.0326397E

Sd/-
(Alok Dash)
HoD (FAD)
OSFC

Sd/-
(Md. Sadique Alam, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(M. K. Biswal)
DIRECTOR
OSFC

Sd/-
(S. K. Prusty)
DIRECTOR
OSFC

Sd/-
(K.C.Mohanty, FCA)
Membership No.065809
PARTNER



PROFIT AND LOSS APPROPRIATION ACCOUNT			
FOR THE YEAR ENDED 31st MARCH, 2021			
PARTICULARS		2020-21 (Current Year) ₹	2019-20 (Previous Year) ₹
Balance as per last Balance Sheet - General Reserve/ (Accumulated Loss)		(4739043136)	(4715501955)
PROFIT / (LOSS) FOR THE YEAR AS PER PROFIT AND LOSS ACCOUNT		(9495955)	(23541181)
SPECIAL RESERVE (U/S 36(1) (viii) OF THE INCOME TAX ACT, 1961)			
PROFIT TRANSFERRED TO GENERAL RESERVE/ (ACCUMULATED LOSSES)		(4748539091)	(4739043136)

THE SCHEDULES REFERRED TO ABOVE FORM AN
INTEGRAL PART OF THE PROFIT AND LOSS ACCOUNT

As per our Report of even date

Sd/-

For KCM & Associates
Chartered Accountants
FRN.0326397E

Sd/-
(Alok Dash)
HoD (FAD)
OSFC

Sd/-
(Md. Sadique Alam, IAS)
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Sd/-
(K.C.Mohanty, FCA)
Membership No.065809
PARTNER

**ODISHA STATE FINANCIAL CORPORATION****CASH FLOW STATEMENT**

PARTICULARS	For the Year ended on March 31 ST , 2021 (CURRENT YEAR)	For the Year ended on March 31 ST , 2020 (PREVIOUS YEAR)
(A) CASH FLOW FROM OPERATING ACTIVITIES		
	₹	₹
Profit before Tax	(9223043)	(20555863)
Less: - Depreciation	1536546	1639632
Cash from Operations (i)	(7686497)	(18916231)
ADJUSTMENTS FOR OPERATING ASSETS / LIABILITIES & OTHER EXPENDITURES		
Increase/(Decrease) in Liabilities		
Borrowings		
Other Liabilities	(34874903)	(12137694)
Decrease / (Increase) in Assets		
Loans and Advances		
Other Assets	(6923289)	(7487581)
Other Expenditures		
Direct Taxes Paid		
Net Prior Period Adjustment	(272912)	(2985318)
Net Cash Used in Operating Liabilities/Assets & Expenditures (ii)	(42071104)	(22610593)
Net Cash (Used in)/ Flow from Operating Activities. (i) + (ii)	(49757601)	(41526824)
B) CASH FLOW FROM INVESTMENT ACTIVITIES		
Purchase of Fixed Assets (Net Addition)	-	
Adjustment of depreciation for earlier year	-	
Redemption of Investment (Net)	-	
Sale of fixed Assets	-	25725
Net Cash from investment activities	-	
C) OTHER CASH FLOWS (from financial activities)		
Increase/ (Decrease) in Share Capital/ Subordinated Debts	4668750	4668750
Increase/ (Decrease) in Reserve Fund	-	
Net Cash Flow from Other/ Financial Activities	4668750	4694475
NET CASH FLOW/ NET CASH USED DURING THE YEAR (A+B+C)	(45088851)	(36832349)
Net increase/ (decrease) in cash and Cash equivalents		
Cash & Cash equivalents at beginning of the year	189218526	226050875
Cash & Cash equivalents at the end of the year	144129675	189218526

As per our Report of even date

Sd/-

**For KCM & Associates
Chartered Accountants
FRN.0326397E**

Sd/-
(Alok Dash)
HoD (FAD)
OSFC

Sd/-
(Md. Sadique Alam, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(M. K. Biswal)
DIRECTOR
OSFC

Sd/-
(S. K. Prusty)
DIRECTOR
OSFC

Sd/-
(K.C.Mohanty, FCA)
Membership No.065809
PARTNER



SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE - A - SHARE CAPITAL

Particulars	As at 31.03.2021	As at 31.03.2020
	₹	₹
AUTHORISED 50000000 SHARES OF ₹100/- EACH	5000000000	5000000000
	5000000000	5000000000
ISSUED		
(A) 42100000 (42100000) ORDINARY SHARES OF ₹100/- EACH ISSUED U/S(4)(2) OF SFC's ACT, 1951	4210000000	4210000000
(B) 400000 SPECIAL SHARES OF ₹100/- EACH ISSUED U/S 4-A OF SFC's ACT, 1951	40000000	40000000
	4250000000	4250000000
SUBSCRIBED & PAID UP		
(A) 37876305 (8457305) ORDINARY SHARES OF ₹100/- EACH FULLY ALLOTTED, U/S 6(1)OF THE SFC's ACT 1951 AMENDED BY SFC's (AMENDMENT) ACT, 2000. (6120 share surrendered for retirement in pursuant to Sec-6(1) of SFC's (Amendment) Act,2000)	3787630500	3787630500
(B) 300000(300000) SPECIAL SHARES OF ₹100/- EACH FULLY ALLOTTED U/S(4) (A) OF THE SFC's ACT,1951 AS AMENDED BY SFC's(AMENDMENT) ACT, 2000	30000000	30000000
(C) SHARE DEPOSITS PENDING ALLOTMENT	377773550	373104800
TOTAL:	4195404050	4190735300

* Out of Loan in Lieu of Share Capital outstanding of ₹ 622.50 lac, ₹622.00 lac has been converted to Ordinary Share Capital and Share allotments of ₹0.50 lac is pending for sanction and approval of State Govt. for allotment.

* SIDBI has already agreed for conversion of LISC, Principal O/s and Interest Accrued at 7.50% pa from 01/04/2008 to till the actual date of conversion to Share Capital SIDBI & IDBI Bank have agreed for conversion of Minimum Guaranteed Dividend payable to Share Capital on 50:50 basis. Approval of State Govt. u/s 4(3) of SFC's (Amendment) Act 2000 for allotment of Shares on such conversion is awaited. Pending concurrence of State Govt. amount on account of LISC(SIDBI) & MGD (SIDBI & IDBI Bank) has been treated as Share deposits.

	Amount ₹
SIDBI-LISC (PRINCIPAL)	62250000
Interest from 01/04/2008 to 31.03.2021	60693750
	122943750
MGD (SIDBI Share)	127389900
	250333650
IDBI - MGD	127389900
TOTAL	377723550



**SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE - B - LOAN PENDING CONVERSION TO SHARE CAPITAL**

Particulars	As at 31.03.2021	As at 31.03.2020
	₹	₹
STATE GOVERNMENT		
Loan in lieu of Share Capital	-	-
TOTAL:	0	0

**SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE - C - RESERVES, FUNDS & SURPLUS**

Particulars	As at 31.03.2021	As at 31.03.2020
(A) DISTRIBUTABLE PROFITS		
i) GENERAL RESERVES (U/S 35 of SFC's ACT)	148000	148000
i) SPL. RESERVE (U/S 36(1) OF I.T.ACT,1961)	63206530	63206530
SUB TOTAL (A)	63354530	63354530
(B) NON DISTRIBUTABLE PROFITS		
i) SPECIAL RESERVE FUND (U/S 35-A OF SFC's ACT,1951)	3436867	3436867
ii) REVALUATION RESERVE	200675393	200675393
SUB TOTAL (B)	204112260	204112260
TOTAL (A+B)	267466790	267466790

**SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE - D - BORROWINGS**

Particulars	As at 31.03.2021	As at 31.03.2020
	₹	₹
LONG-TERM BORROWINGS		
(A) REFINANCE(U/s 7(4) of SFC's Act,1951 AS AMENDED BY SFC's(AMENDMENT) ACT, 2000		
i. From Small Industries Development Bank of India		
(i) Restructured Refinance		
(ii) New LOC under TRA		
ii. 0% Funded Loan		
iii. Interest Accrued & Due on Refinance		
iv. REFINANCE / LOC AGREED FOR OTS	150000000	150000000
v. REFINANCE / LOC / FUNDED LOAN & INTEREST AGREED FOR WAIVER	836087217	836087217
Sub Total	986087217	986087217
(B) INTEREST ACCRUED AND DUE (LISC)		
i. On Loan-in-lieu of Share Capital - SIDBI/IDBI	74175564	74175564
Sub Total	74175564	74175564
TOTAL	1060262781	1060262781



SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE - E - OTHER LIABILITIES AND PROVISIONS

	Particulars	As at 31.03.2021	As at 31.03.2020
		₹	₹
A	OTHER LIABILITIES		
I.	SUNDRY DEPOSITS	361933225	392474722
II.	EXCESS AMOUNT PAYABLE ON SALE OF MORTGAGED/ HYPOTHECATED	6521447	6521447
III.	DIVIDEND PAYABLE	539101	539101
IV.	UNCLAIMED LIABILITIES	1730000	1730000
	AMT. PAYABLE TO STATE AID FUND	283233	283233
V.	SHARE OF STATE GOVT. & OTHERS PAYABLE- LOANEE	1386495	1386495
VI.	AGENCY FUND		
	(a) St. Govt. Seed Money Fund	17189074	17189074
	(b) St. Govt. Soft Loan Fund	817192	2276533
	(c) St. Govt. M.M. Assistance Fund	2567995	3748315
	(d) SIDBI Seed Capital Fund	2116215	2116215
	(e) SIDBI National Equity Fund	46159637	46159637
	(f) Orissa Venture Capital Scheme Fund	4690000	4690000
	(g) Orissa MSME Tech.Upgradation Fund	4800000	4800000
VII.	OTHER DEPOSITS- AGENCY	26784587	26452854
	SUB TOTAL - (A)	477518201	510367626
B.	PROVISIONS		
VIII.	CONTINGENT PROVISION AGAINST STANDARD ASSETS	-	-
IX.	PROVISION AGAINST EXPENSES	1142310	3167788
	SUB TOTAL - (B)	1142310	3167788
	TOTAL (A + B)	478660511	513535414



SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE - F - CASH AND BANK BALANCES

Particulars	As at 31.03.2021	As at 31.03.2020
	₹	₹
(A) CASH IN HAND	73192	15610
(B) BALANCE WITH BANK U/S 33(2) OF THE SFC's ACT, 1951. AS AMENDED BY SFC's (AMENDMENT) ACT, 2000		
i. Scheduled Banks In Current/ Savings Accounts	11288836	10852534
ii. Scheduled Banks In Fixed Deposit Accounts	125986240	128924005
iii. Scheduled Banks in Flexi Deposit Accounts	6780154	49424911
iv. Cash in transit	-	-
(C) STAMPS IN HAND	1253	1466
TOTAL	144129675	189218526

SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE - G - INVESTMENTS

Particulars	As at 31.03.2021	As at 31.03.2020
	₹	₹
(A) IN SHARES : UNQUOTED - AT COST		
1) M/S.BHASKAR TEXTILE MILLS LTD (400 Preference Shares of ₹100/-Each)	40000	40000
2) M/s.Orissa Industrial and Technical Consultancy Organisation Ltd. (87 Equity Shares of ₹1000/-Each)	87000	87000
Sub Total	127000	127000
(B) Less: Diminution Reserve	126998	126998
Net value (A - B)	2	2
Total	2	2



SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE - H - LOANS AND ADVANCES

Particulars	As at 31.03.2021	As at 31.03.2020
	₹	₹
1. PRINCIPAL AMOUNT		
(A) Direct Operation		
i. Term Loan under various schemes	2421828428	2433517664
ii. Soft loan under Special Share Capital Schemes	19678708	19914668
iii. Bridge Loan	1790160	1790160
iv. Loan against Govt. Seed Money	655941	655941
v. Loan against IDBI Seed Capital	504996	504996
Sub Total :	2444458233	2456383429
(B) Loan Under Special Schemes		
i. Short Term Working Capital Loan	72248107	72248107
Sub Total :	72248107	72248107
Total (A + B)	2516706340	2528631536
2. Misc. Expenses on Loans & Advances	14862318	13887410
Total (1 + 2)	2531568658	2542518946
3. Less NPA Provision	2531568658	2542518946
NET AMOUNT OF LOANS & ADVANCES	0	0

**SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE - I - FIXED ASSETS AS ON 31.03.2021**

TYPE OF ASSETS	Rate of Depreciation	COST (In Rupees)						DEPRECIATION (In Rupees)				WRITTEN DOWN VALUE		
		As on 31-03-2020	Additions during the Year	Sale/ Transfer during the year	Addition due to Revaluation	Less aid received from Govt.	Net Addition during the year	As on 31-03-2021	Up to 31-03-2020	During the year	Addition Depreciation during the year for prior year	Up to 31-03-2021	As on 31-03-2021	As on 31-03-2020
LAND		179123947					179123947					179123947		179123947
OFFICE BUILDING	4.87%	86626042					86626042	56326641	1475581		57802222	28823820		30299401
OTHER BUILDING	4.87%	3000000					3000000	2512743	23729		2536472	463528		487257
VEHICLE (Motor Cycle)	25.89%	9600195					9600195	9568927	8095		9577022	23173		31268
FURNITURE & FIXTURE	25.89%	3933807					3933807	3933807			3933807			
OFFICE EQUIPMENTS	45.07%	5893686					5893686	5835944	26024		5861968	31718		57742
COMPUTER	63.16%	14855333					14855333	14854100	779		14854879	454		1233
ELECTRICAL INSTALLATION & EQUIPMENTS	25.89%	799719					799719	790689	2338		793027	6692		9030
LIBRARY	100.00%	339791					339791	339791			339791			
CURRENT YEAR TOTAL		304172520					304172520	94162642	1536546		95699188	208473332		210009878
PREVIOUS YEAR TOTAL		304198245					304172520	92523010	1639632		94162642	210009878		210009878

NOTE: 1. Land and Buildings located at Cuttack, Bhubaneswar & Sambalpur were valued at ₹2273.32 Lakh during the year 07-08 based on valuation certificates of registered valuers resulting in an increase of ₹2006.75 Lakh in the Gross block of fixed assets and the same is transferred to revaluation reserve during that year. Depreciation for the year was provided for on the revised values of building.



SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE - J - OTHER ASSETS

Particulars	As at 31.03.2021	As at 31.03.2020
	₹	₹
i Stationery & Stores	19447	23722
ii Loans/ Advance to Employees	656572	838057
iii Travelling Advance to Managing Director		
iv Deposit of Fees - under CPA	217615	217615
v Other Recoverable Dues		
(a) Rent of Premises receivable	3951645	2862506
(b) Advance to Advocates	1384315	1299615
vi Interest accrued but not due on deposits with bank	4680922	5784885
vii Agency Operation		
(a) State Govt. Seed Money Disbursed	14401853	14401853
(b) State Govt.M.M. Asst. Disbursed	2567995	2567995
(c) IDBI Seed Capital Disbursed	1000000	1000000
(d) SIDBI Seed Capital Disbursed	2123378	2123378
(e) SIDBI NEF Disbursed	29186747	29186747
(f) State Govt. Soft Loan Disbursed	817192	817192
(g) Service charges IDBI seed capital recoverable	153600	153600
(h) SIDBI MUN Soft Loan Fund Disbursed	134600	134600
(i) Agencycommission accrued	327186	327186
viii (a) Funded Interest - SIDBI Refinance	179500000	179500000
(b) Payment of Refinance Interest under protest	301386698	301386698
ix Sale of Mort.Assets Settlement Account (Jt.Finance)		
(a) IPICOL	20793754	20793754
x Advance Taxes	936301	2087558
xi Disputed payments-under protest	5995974	179069
xii Deposits against Court Directives	98811475	95018606
xiii Security Deposit - Telephone	17000	17000
xiv Security Deposit - Electrical Installation	273070	273070
xv Advance payment of Loan to State Govt.	230884097	230884097
xvi Govt. assistance for EDP	-	-
xvii VR employees exgratia expenses	430596	1849940
TOTAL	900652032	893728743



**SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT
SCHEDULE - K - FINANCIAL EXPENSES**

Particulars	2020-21 (Current Year)	2019-20 (Previous Year)
	₹	₹
I Bank Charges & Commission	6714	5480
II Interest / Compensation Payment as per Court Directive		3152033
III GST	8665	8198
iv Interest on Loan in Lieu of Share Capital	4668750	4668750
Total	4684129	7834461

**SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT
SCHEDULE - L - PERSONNEL EXPENSES**

Particulars	2020-21 (Current Year)	2019-20 (Previous Year)
	₹	₹
i. Salaries & Allowances		
(a) Managing Director Salary		
(b) Employees Salary	26780141	39528377
(c) Consolidated wages	2455206	2530733
ii. Employer's contribution to EPF	3106077	5190106
iii. Medical aid to staff	163750	202869
iv. Insurance Premium paid on GIS	41573	51817
v. Contribution to Employees Group Gratuity Fund-LIC of India	28741	1627295
vi. Leave Encashment	11562573	10823997
vii. Gratuity Payment	14281240	17811257
viii. Contribution to Employees Group Leave Encashment Fund-LIC of India	3298	4063
ix. Employer's contribution to Staff Welfare Fund		
x. Ex-Gratia under-VRS	1419344	1419346
xi. Salary in lieu of pension	2388066	3506472
SUB-TOTAL	62230009	82696332
xii. Less:		
i) Claim settled by LIC of India towards Leave Encashment under GLES	7603680	10823997
ii) Claim settled by LIC of India towards Gratuity under GGS	11080507	17811257
xiii. Leave salary contribution received from other organisation a/c deputed employees	109482	669882
xiv. Gratuity contribution received from other organisation a/c/ deputed employees	55272	300007
SUB-TOTAL	18848941	29605143
TOTAL	43381068	53091189



SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT
SCHEDULE - M- ADMINISTRATIVE EXPENSES

Particulars		2020-21 (Current Year)	2019-20 (Previous Year)
		₹	₹
1	Travelling Expenses		
	I. Managing Director	-	71793
	ii. Directors and Committee Members		
	iii. Employees and others	43464	31245
2	Directors and Committee Members Sitting Fee	5000	3000
3	Rent, Electricity & Water Charges	302962	503202
4	Computer Stationary	64270	37620
5	Printing & Stationary	55580	67472
6	Publicity & Advertisement	17925	26080
7	Repairs & Renewals	33576	258189
8	Computer Software	736341	24235
9	Audit Fees		
	(a) Statutory Audit	40000	88500
	(b) Tax Audit	8000	17700
10	AMC Fees & Expenses	60273	145888
11	Audit Expenses	2048	11484
12	Other Legal Expenses	558640	97345
13	Professional Fees & Expenses	29621	28904
14	Newspapers & Periodicals	-	1775
15	Rates, Taxes & Insurance	280522	240633
16	Vehicle Repair & Maintenance	5400	72246
17	Telephone Expenses	101421	129245
18	Fuel & Lubricants Expenses	68315	228400
19	Postage Stamps & Telegrams	31744	18422
20	Conveyance Expenses	205900	256550
21	Vehicle hire Charges	-	7792
22	Miscellaneous Expenses	1086312	1305675
23	Fees paid to Advocates	2000	-
24	Meeting Expenses	19760	35888
25	Computer Servicing Expenses	4200	5400
TOTAL:		3763274	3714683



**SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT
SCHEDULE - N - INTEREST INCOME (ON LOANS & ADVANCES)**

	Particulars	2020-21 (Current Year)	2019-20 (Previous Year)
		₹	₹
i.	Interest on Term Loans	6553806	15412863
ii.	Interest on Soft Loans	11678	-
iii.	Interest on FITL	5162	180149
iv.	Penal Interest on Loan	8043812	1915576
v.	Interest on Rephased Loan	25802	187602
vi.	Delayed Period Interest (OTS)	393033	1767214
	Total	15033293	19463404

**SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT
SCHEDULE - O - OTHER INCOME**

	Particulars	2020-21 (Current Year)	2019-20 (Previous Year)
		₹	₹
i.	Interest on Term & Flexi deposits with Bank	9826891	13248102
ii.	Interest on SB A/c	10470	23882
iii.	Sale of Forms	-	19200
iv.	Right to Information Fees	1968	957
v.	Miscellaneous Income	2459322	175074
vi.	Other Income on regular basis	5743422	3856138
vii.	(a) Interest on House Building Adv.	112728	107216
	(b) Interest on Vehicle Adv.	56	-
	(c) Interest on Personal / Commercial Loan	-	1319
	Misc. Receipt - Recovery Administration	24000	35000
viii.	Income from other Fee based activities	-	41000
	Total	18178857	17507888



SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT
SCHEDULE - P - INCOME & EXPENDITURES FOR PREVIOUS YEAR

(A) - Prior Year Income		2020-21 (Current Year)	2019-20 (Previous Year)
i)	Interest on fixed deposit of earlier year received this year from the OSCB Ltd.		
ii)	Amount received from Office of the Liquidator on account M/s Konarka Paper Industries Ltd.		
iii)	Amt. credited towards principal appropriated as Int. income on reconciliation (Bhubaneswar)	7080	
	TOTAL	7080	
(B) - Prior Year Expenditure			
(i)	Interest income reversal under OTS scheme	279992	2983620
(ii)	Excess recovery of interest on House Bulding Loan earlier is now refunded		1698
	TOTAL	279992	2985318
	NET (B) - (A)	272912	2985318



SCHEDULE – 'Q' **SIGNIFICANT ACCOUNTING POLICIES**

1. GENERAL

Accounting convention

1.1 The accompanying Financial Statements are prepared on historical cost convention (other than revalued Land & Building) by following going concern concept and conforming to the prevailing statutory provisions, regulatory norms /guidelines and practices, unless otherwise stated.

1.2 Method of Accounting:

In accordance with the norms prescribed by SIDBI for adoption of uniform Accounting policies and practices by SFC's, the Corporation has been following Mercantile System of accounting with an exception relating to the Interest Income on Non Performing Assets (NPA) which is accounted for on actual receipt/ realization basis.

1.3 Use of estimates

The preparation of financial statements requires the management to make estimates and assumptions consider in the reporting amount of assets & liabilities (including contingent liabilities) as of the date of financial statement & the reported income and the expenses during the reporting period. Management believes that the estimates wherever use in the preparation of the financial statements are prudent and reasonable. Difference between the actual results and the estimates each recognized in the period in which the results are known/ materialised.

2. INCOME RECOGNITION

2.1 Income are accrued except in the case of Non-Performing Assets where it is recognized upon realization to the extent realized as per prudential norms of RBI / SIDBI.

2.2 Interest on Lending

The Corporation is charging Interest on the Loan accounts of assisted units (financed from FY-2010-11 onwards) on monthly compounding basis due for payment on 6th of every month.

2.3 Accounting of Receipts

The Corporation follows the policy of crediting the cheques recovered on the loanee account only on realization except on 31st March . The cheque received on 31st March against NPA accounts are accounted on receipt basis of 31st March & subsequently realised. Effects in the subsidiary ledger of Loan Accounts are given from the date of realization.

3. CASH FLOW STATEMENTS

Cash & cash equivalents includes cash in hand, balances with other banks and stamp in hand.

4. WRITING OFF LOANS

Bad debts are written off through the NPA provision Account. After adjustment of provision residual amount are charged to the Profit & Loss Account. In case of subsequent recovery of Bad debts already written off, recovered amount is recognized as other income in the year of receipt.

5. INVESTMENTS:

Investment in equity shares are considered as current investments and are valued at lower of cost / market value as per guidelines issued by SIDBI/ RBI. Investments are stated at purchase price less provisions for erosion in the value of investment made, in accordance with the guidelines prescribed by SIDBI.



6. LOANS & ADVANCES & APPROPRIATION OF RECEIPTS / RECOVERIES

- 6.1 The assets under loans and advances have been classified as per prudential norms set by SIDBI/RBI.
- 6.2 The Miscellaneous Expenses on loans and advances recoverable from the loanees are being shown under Loans & Advances.
- 6.3 Amounts received from loanees are credited in the books of accounts and appropriated in the following order.
1st Other charges, 2nd Additional and Penal interest, 3rd Interest Accrued & due, Last Principal. However, in case of One Time Settlement (OTS), sale of Seized Assets U/s 29 of SFCs Act and rephasing / reschedulement cases appropriation are made in the following manner,

<u>One Time Settlement (OTS) Case</u>	<u>Sale of Assets U/s 29 of SFC/s Act cases</u>	<u>Rephasing/Re-schedulement cases</u>
1 st - Principal	1 st - Other charges	1 st Other charges
2 nd Other charges	2 nd - Principal	2 nd Interest & Penal Interest (on funded capital & unrephased portion of loan)
		3 rd principal overdues of rephased/Funded capital/ unrephased portion of Loan (1 st due 1 st adjustment basis)
3 rd Additional & Penal Interest	3 rd Additional & Penal interest	4 th principal of rephased / Funded capital.
Last Interest Accrued & due	Last Interest Accrued & due	5 th Principal of unrephased & portion of loan
		6 th Interest on FITL
		Last Funded Interest Term Loan (FITL)

7. SHARING OF SALE PROCEEDS ON JOINT FINANCING CASES:

- 7.1 Sharing of sale proceeds realized on sale of assets of joint financed cases u/s 29 of SFCs Act 1951 are made on pro-rata basis on loan outstanding/ principal outstanding of financiers with mutual acceptance and consent.
- 7.2 In the case of Joint Finance Single documentation is done at OSFC level as per the mutual understanding with the Co-Financers.

8. FIXED ASSETS:

- 8.1 Fixed assets are recorded at their historical cost and are stated at historical cost less accumulated Depreciation or at their present replaceable value, wherever revalued.
- 8.2 Capitalization of Assets:
The Corporation is following the practice of capitalization of assets at the time of put to use on the basis of cost of acquisition & other expenses directly related thereto.



9. DEPRECIATION:

In accordance with the guidelines set by SIDBI for SFCs, Corporation charges depreciation as per provisions of Companies Act. In absence of details of acquisition and details of components of Fixed Assets since inception, it is difficult to apply component approach and calculate depreciation as per Companies Act 2013 depreciation on fixed assets is provided on written down value method at the minimum rates prescribed under part "C" of Schedule II Companies Act, 2013 as follows.

<u>Rate of Depreciation</u>	
Building-	4.87%
Office Vehicle-Motorcycle	25.89%
Office Vehicle-Motor Car	31.23%
Furnitures & Fixtures-	25.89%
Office Equipments-	45.07%
Library-	100%
Computers-Hardware & Software	63.16%
Electrical Installation & Equipments	25.89%

In case of additions to fixed assets during the year, depreciation is charged on pro-rata basis from the date of addition of the fixed assets and in case of sale/transfer/deletion of fixed assets the depreciations charged up to the date of the sale / transfer / deletion of the asset.

10. RETIREMENT BENEFITS TO EMPLOYEES: (AS 15)

Provident Fund - The Corporation is having its own P.F. Regulations. Contribution to the Provident Fund are remitted to Board of Administrator, OSFC Employees Provident Fund and charged to P & L Account.

- a) Gratuity and leave encasement benefits to Employees are covered by OSFC Group Gratuity-cum-life Assurance Scheme and Group leave Encashment Scheme respectively adopted by the Corporation.
- b) Liability towards Gratuity and Leave encashment salary payable to employee are determined by Life Insurance Corporation of India under the Group Gratuity Scheme and Group leave encashment Scheme of LIC of India. Premium paid to LIC of India against such Schemes are charged to the profit & loss account. Gratuity and leave encashment salary are paid to the retirees employees after receiving such amount from LIC of India.

11. ASSET CLASSIFICATION AND PROVISIONING

- (a) Loan Assets are classified based on record of recovery as standard, sub-standard, doubtful and loss and accordingly provision is made as per guidelines issued from time to time to SFCs by SIDBI as under :



Provisions

- i. Standard Assets @0.25% of Loan Assistance to MSME, @0.40% of others @1% of CRE, @0.75% of CRE (Residential Housing sector) and Restructured Accounts (Non Infrastructure Sector @0.40%)
- ii. Sub-Standard Assets a) Secured Substandard – Up to 6 month @15%
6 month to 1Yr @25%
b) Unsecured Substandard - Up to 6 month @25%
6 month to 1Yr @40%
- iii. Doubtful Assets Doubtful upto 1 Year (Secured portion) @40%
Doubtful above 1 Year up to 3 years (Both Secured & unsecured portion) @100%
Doubtful more than 3 Years @100%
- iv. Loss Assets The entire loan (i.e. 100%)

- (b) As per the guidelines issued by SIDBI vide No.2928/SFCs (CELL) NPA dated.04.09.2015 provisions made against Standard Assets are not reckoned for arriving at net NPAs. Contingent Provisions against Standard Assets are shown under current liabilities & provisions and are eligible item for inclusion in Tire-II Capital.
- (c) As per the guide lines issued by SIDBI vide circular no. FI No.06/2015-16 dt.04.09.2015 treatment of provisions against NPA are provided for in the Profit & Loss Account of the year (above the line) and the current profit i.e. profit for the year determined accordingly.

12. CAPITAL ADEQUACY STANDARDS/ RISK WEIGHT ON ASSETS

Capital Adequacy Ratio has been calculated based on the standards and guidelines issued by SIDBI from time to time to SFCs. Risk weight attached to Assets are as under

	Assets	Risk Weights
i)	Cash Balance, Bank Balance with RBI	Nil
ii)	Balance in Current Accounts with Scheduled Banks & fixed deposits	20%
iii)	Investments in Govt. Guaranteed Securities of Govt. Undertakings	20%
iv)	Other Investments	100%
v)	Loans and Advances	100%
vi)	Fixed Assets	100%
vii)	Other Assets	100%



13. AGENCY FUNCTIONS:

- The funds received from State Government /SIDBI are classified as liabilities.
- The Loans given from these funds are shown separately from the loans given by the Corporation from its own funds under other Assets.
- Such loans are not eligible for NPA provisioning purposes.
- Recoveries made against such loans are accounted for as liabilities refundable to the principal.
- Unutilized Agency Funds are carried forward and benefits arising on such Fund is appropriated by the corporation as per the practice followed since institution of the Agency Fund operations under Agency arrangements.

14. PROVISIONS, CONTINGENT LIABILITIES / ASSETS (AS 29)

Contingent Liabilities are disclosed by way of notes. Contingent Assets are not recognized. Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

15. PRIOR PERIOD ADJUSTMENT

Considering the nature of Business all prior period adjustment including those ascertained and determined during the year are accounted as prior period items.

As per our Report of even date

Sd/-

For KCM & Associates
Chartered Accountants
FRN.0326397E

Sd/-
(Alok Dash)
HoD (FAD)
OSFC

Sd/-
(Md. Sadique Alam, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(M. K. Biswal)
DIRECTOR
OSFC

Sd/-
(S. K. Prusty)
DIRECTOR
OSFC

Sd/-
(K.C.Mohanty, FCA)
Membership No.065809
PARTNER



SCHEDULE 'R'
NOTES ON ACCOUNTS

1. SHARE CAPITAL:

- 1.1 Interest accrued on LISC and payable to SIDBI for the FY 2020-21 has been considered as conversion to share capital as agreed by SIDBI & included in share deposits pending allotment.
- 1.2 Approval of State Govt. u/s 4(3) of SFC (Amendment) Act 2000 for allotment of shares of ₹3777.74 lakh (₹3731.05 lakh) is awaited.
- 1.3 Against Special Share Capital received U/s 4(A) of the SFCs Act 1951 for ₹300 lakh, the Corporation has disbursed Soft Loan of ₹411.73 lakh and the outstanding amount of such soft loan as on 31.3.2021 is ₹196.79 lakh. (₹199.15 lakh)

2. DIVIDEND PAYABLE :

- 2.1 No dividend for the year has been declared for non-availability of surplus due to accumulated loss as on 31.03.2021

3. LIABILITIES FOR RETIREMENT BENEFITS

- 3.1 For payment of Gratuity and Encashment of Leave Salary, the Corporation employees are covered under Group Gratuity Scheme & Group Leave Encashment Scheme of LIC of India.
- 3.2 Employees Provident Fund is governed under section 48 of SFC act 1951 and its own P.F. Regulations formulated with prior approval of State Government and RBI. The fund is managed by the Board of Administrators.
- 3.3 Gratuity liability as per amended provisions of Gratuity Act 1972 and Leave Salary Encashment liability as per Regulation 83(1) (d) of OSFC Staff Regulation 1975 as per actuarial valuation by LICI has been fully provided as on 31.03.2021. The Fund position as on 31.03.2021 under GGS is ₹376.74 lakh and under GLES is ₹241.20lakh.

4(a). OTHER STAFF LIABILITIES

- 4.1 Arrear Salary on account of 6th Pay revision which has not been provided as the matter is pending with the Supreme Court of India.
- 4.2 The ex-gratia payment of ₹7096732/- made out of the Corporation fund has been treated as deferred revenue expenditure by spreading the entire expenditure over 5 years in terms of Sec.35DDA(1) of I.T. Act, 1961. Hence effect of this in profit & loss account is ₹1419344/- for FY 2020-21 (Previous year ₹1419346/-).

4(b) OTHER UNIDENTIFIED LIABILITIES

An amount of ₹1800000/- received from state treasury which head of accounts is not yet identified shown under suspense account inflating both sides of the Balance Sheet.

5. LOANS AND ADVANCES

- 5.1 Letters seeking confirmation of outstanding balances in Loan Accounts were sent by the Corporation to borrowers, except cases under litigation. Balance in respect of loanees accounts have been treated as confirmed where there is no dispute regarding the demand notices (which includes outstanding amount) sent by the Corporation. Continuing with the process of reconciliation and adjustment the net difference between General Ledger and Sub Ledger amounting to ₹3.16 Lakh (Pr. Yr. ₹4.13 Lakh) has been fully provided for.
- 5.2 The loans and advances have been shown net of funded interest term loan of ₹860.52 Lakh (last year ₹845.16 Lakh)
- 5.3 During the year 35 loan (17) accounts are settled under OTS and ₹127.38 lakh (₹111.22 lakh) has been realized. The Corporation waived/sacrificed Interest/penal interest amounting to ₹248.70 lakh (₹645.81 lakh) and principal of ₹0.20 lakh (₹0.00 lakh) for settling these accounts under OTS. The interest sacrifice / waiver is made from Loan Memorandum A/c.



- 5.4 As on 31.3.2021, Interest dues of ₹6146.64 Crore(₹5384.92 Crore) is outstanding for recovery on loan accounts of NPA Loanees as per Loan Memorandum Account, which is not recognized as income.
- 5.5 Interest income of ₹2.79 Lakh of earlier years reversed and appropriated towards Principal during the Financial Year under OTS Scheme
- 6. FIXED ASSETS**
- 6.1 Title ownership in respect of premises located at Bhubaneswar, Khurda, Balasore, Sambalpur and Rourkela are transferred in favour of the Corporation, transfer of ownership formalities in respect of Cuttack OMP Square, Cuttack Madhupatna, Barbil, Phulbani are under process for execution.
- 6.2 Land and Building shown under schedule 'I' is inclusive of ₹32.50 lakh representing the cost of Hotel Alankar (P) Ltd., acquired by the Corporation but the possession thereof could not be taken due to dispute.
- 6.3. INVESTMENTS:
Investment shown in balance sheet are shown net off diminution reserve. Shares are held in physical form.
- 7. INCOME / PROVISIONS WRITTEN BACK**
- 7.1 Out of provisions against NPA made up to 31.03.2020, ₹7.29 lakh is no more required due to recovery of Loans and hence written back to P & L Account..
- 7.2 During the year 35 nos of loan account has been fully repaid under OTS out of the NPA, resulting written back of provision of ₹102.22 lakh. Out of which a sum of ₹102.01 lakh credited to P&L Account and balance ₹0.21 lakh was written off.
- 8. INCOME TAX & SERVICE TAX**
- 8.1 Income Tax scrutiny Assessment for the A.Y. 2015-16 has been completed on dt.9.7.18 (FY 2014-15).
- 8.2 No provision for Income Tax for the year has been made since the accumulated loss still continues, as the liability for the same does not arise.
- 9. CLASSIFICATION OF ASSETS & PROVISIONING**
- 9.1 The assets classification and provisioning thereof is made as follows: (₹ in Crore)

Asset Category	Outstanding Loans		Rate of Provisions		Provision (Loan)		Net Assets (Loan) Outstanding	
	As on 31.03.21	As on 31.03.20	Current Year	Previous year	As on 31.03.21	As on 31.03.20	As on 31.03.21	As on 31.03.20
Standard								
Direct Loan - Regular	-	-	0.25%	0.25%				
Direct Loan - Restructured A/c	-	-	0.40%	0.40%		-		
Personal Loan	0.00169	0.00262	0.40%	0.40%	0.000006	0.00001	0.00169	0.00262
Vehicle & Housing Loan	-	-	0.40%	0.40%				
	0.00169	0.00262	-	-	0.000006	0.00001		
NPA								
Sub Standard	-	-	25%	25%				
Doubtful - I	-	-	40%	40%				
Doubtful - II	4.74	4.74	100%	100%	4.74	4.74		
Doubtful - III	120.97	121.87	100%	100%	120.97	121.87		
Loss	127.44	127.64	100%	100%	127.44	127.64		
Total (NPA)	253.15	254.25			253.15	254.25		
Grand Total	253.15	254.25			253.15	254.25	0.00169	0.00262

- Standard assets as on 31.03.2021 includes ₹ 0.00169 Cr Personal Loan to Employees disclosed under Advance to Employees – Other Assets – Schedule J.



- 9.2 In respect of consortium finance cases the classification of loans and advances is done based on the record of payment of borrower with the Corporation.
- 9.3 Valuation of Industrial and collateral securities as per advise of SIDBI for classification of assets is under process. Pending finalization of valuation entire NPA is fully provided.
10. **SEGMENT REPORTING (AS-17)**
The Corporation operates as a single unit with single profit centre and has concentrated mainly on Recovery in the absence of fresh financing in MSME Sector of the State.
11. **DEFERRED TAX ASSETS & LIABILITIES (AS-22)**
Since the Corporation has incurred loss in the past and considering the huge available carry forward losses and allowances/ prudence factor, there dose not seem to be any reasonable certainty that sufficient future taxable income will be available against which the deferred taxes assets could be realized therefore, no provision has been made towards deferred tax assets / liabilities in accordance with AS-22.
12. **CONTIGENT LIABILITIES ENVISAGED BY THE CORPORATION**
Estimates

19 nos. of cases filed against the Corporation involving claims of ₹1417.24 lakh(14 nos. ₹1400.99 lakh)
13. **RELATED PARTIES DISCLOSURES**
As required by the Accounting Standard-18 issued by the Institute of Chartered Accountants of India, the disclosure of details pertaining to related party transactions are as follows:

The Key Management personnel of the Corporation during the year
(I) Sri Hemant Sharma, IAS Principal Secretary to Govt., MSME Department & Chairman from 01.04.2020 to 17.08.2020.
(ii) Sri Satyabrata Sahu, IAS, Principal Secretary to MSME Department and Chairman, OSFC from 18.08.2020 and continuing.
(iii) Sri P.K.Sahani, OAS(SSG), Managing Director from 27.05.2020 to 31.03.2021.
- | | |
|---|-------|
| Gross salary including perquisites / Honorarium | - Nil |
| Outstanding Balance of loans as on 31.03.2021 in respect of above persons | - Nil |
| Interest on Loan granted to Key Managerial person | - Nil |
14. Disclosure Requirements in terms of chapter II of the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 1997 - Nil
15. **GENERAL**
- 15.1 **COMPUTERISATION:**
Accounts of the Corporation are maintained and generated through Application Softwares of Financial Accounting System (FAS) and Loan Accounting System (LAS). Both the systems are in operation at Branch Office and Head Office. Transfers of Data are made through Internet / Captive Email account for integration / consolidation.
- 15.2 Prior period expenses shown in the Profit & Loss Account is the net of credit of Prior period income of ₹0.07(₹0.00) Ref. Schedule-P



- 15.3 The Corporation has no suppliers / vendors as such to be classified as required by Micro, Small and Medium Enterprises Developments Act 2006.
- 15.4 Figures have been rounded up to the nearest rupee.
- 15.5 Figures mentioned in the brackets with notes on accounts are relate to previous year .
- 15.6 Previous year's figures have been regrouped/rearranged and reclassified, wherever considered necessary.

16. DISCLOSURE REQUIREMENT AS PER SIDBI GUIDELINES

CAPITAL

CAPITAL ADEQUACY

STATEMENT OF CAPITAL FUNDS RISK ASSETS AND RISK ASSET RATIO

(₹.in Lakh)

1	CAPITAL BASE	Core Capital	Tier - II Capital	TOTAL Capital
	Ordinary Share Capital	41954.04	-	41954.04
	Loan pending conversion to Share Capital	-	-	-
	Free Reserve & Surplus	667.91	-	667.91
	Provision on Standard Assets	-	-	-
	Assets Revaluation Reserve (Rs.2006.75 lakh discounted at 55%)	-	903.04	903.04
	Total	42621.95	903.04	43524.99
	Accumulated loss	47485.39	-	47485.39
	Net Capital Base	(-)4863.44	903.04	(-)3960.40
2	Risk Weight Adjusted Assets	Amt. as per balance Sheet (Book Value)	Risk weight % Amount	Risk Products
(A) On Balance Sheet Items				
a)	Cash & Bank Balance			
	Cash / Stamp in Hand	0.75	0%	0
	Bank Balance with Nationalised /Scheduled Banks and in transit.	112.89	20%	22.58
	Short Term Deposits with Banks	1327.66	20%	265.53
	Total: -	1441.30		288.11
b)	Investments		100%	
c)	Loans and Advances(including other charges)		100%	
d)	Fixed Assets (Net)	2084.73	100%	2084.73
e)	Other Assets			
	Staff Advance	6.57	20%	1.31
	Others	8999.95	100%	8999.95
f)	Intangibles	-		
	Total Assets	12532.55		11374.10
(B) Off Balance Sheet Items				
i.	Guarantees	-	100%	-
ii.	Claims against the Corporation	1417.24	100%	1417.24
iii.	Other Items		100%	
	TOTAL B	1417.24		1417.24
	GRAND TOTAL (A+B)	13949.79		12791.34



RISK BAND – RISK BASED ASSETS

Risk band	Total Amount (including OBS)	Less Reserves Intangibles	Net Amount	Risk Weighted Value
Zero Risk	0.75	0	0.75	0
20% Risk	1447.12	0	1447.12	289.42
100% Risk				
BS	11084.68	0	11084.68	11084.68
OBS	1417.24	0	1417.24	1417.24
TOTAL	13949.79	0	13949.79	12791.34

a) CAPITAL TO RISK ASSETS RATIOS/ RISK BASED CAPITAL RATIOS

- (i) CORE CRAR = $\frac{\text{Net Capital Base}}{\text{Net Risk Weighted Assets}}$ = $\frac{(-)48.63.44}{12791.34}$ = (-)38.02 % [Pr. Yr. (-)37.59 %]
- (ii) Supplementary CRAR = $\frac{903.04}{12791.34}$ = 7.06% [Pr. Yr. 7.04%]
- CRAR (i+ii) = $\frac{(-)39.60.40}{12791.34}$ = (-)30.96 % [Pr. Yr. (-)30.54 %]
- b) NET WORTH → (-) ₹48.63 Cr (Pr. Yr. (-)₹48.15 Cr.)

The amount of subordinate debt raised during the year

as Tier -II Capital	→ Nil	[Nil]
	<u>As on 31 -03-21</u>	<u>Previous Year</u>
	<u>Gross</u>	<u>Gross</u>
	<u>Net</u>	<u>Net</u>
Risk weighted assets	13949.79 12791.34	14330.56 12810.06

c) Share holding pattern as on the date of the balance sheet is as follows.

(₹ in lakh)

	Ordinary Paid up Share Capital		Special Share Capital		Sub Total		Share Deposits pending allotment	Total
	No	Amt.	No	Amt.	No	Amt.		
State Government	34121495	34121.495	150000	150.00	34271495	34271.495	0.50	34271.995
SIDBI	3738935	3738.935	150000	150.00	3888935	3888.935	2503.336	6392.271
IDBI Bank	-	-	-	-	-	-	1273.899	1273.899
Insurance Companies	8060	8.060	--	--	8060	8.060	-	8.060
Scheduled Banks	6300	6.300	--	--	6300	6.300	-	6.300
Co -Op. Banks	1340	1.340	--	--	1340	1.340	-	1.340
General Public	175	0.175	--	--	175	0.175	-	0.175
Total:	37876305	37876.305	300000	300	38176305	38176.305	3777.735	41954.0405

Asset quality and credit concentration

- (d) Percentage of net NPAs to net Loans & Advances - NIL (NIL)

(e) Amount and % of net NPAs under the prescribed asset classification categories

(₹ in Crore)

		<u>As on 31.3.21</u>		<u>Previous Year</u>	
		Net	% to total	Net	% to total
		NPA	Net	NPA	Net
		<u>Amt.</u>	<u>NPAs</u>	<u>Amt.</u>	<u>NPAs</u>
i)	Sub -standard	Nil	Nil	Nil	Nil
ii)	Doubtful	Nil	Nil	Nil	Nil



(f)	Amount of provisions made during the year towards	<u>As on 31.3.21</u>	<u>Previous Year</u>
	Standard Assets-	(-) Nil	Nil
	NPAs	Nil	Nil
	Investments -	Nil	Nil
	Income Tax -	Nil	Nil

(g)	Movement of Net NPAs	<u>As on 31.3.21</u>	<u>Previous Year</u>
	Against Sub -Standard Assets -	Nil	Nil
	Against Doubtful Assets -	Nil	Nil
	Total: -	Nil	Nil

(h) **Credit exposure as % to capital funds and as % to total assets**

	<u>As on 31.03.21</u>			<u>Previous Year</u>		
	<u>Total Credit Exposure</u>	<u>% to Capital fund</u>	<u>%to total assets</u>	<u>Total Credit Exposure</u>	<u>% to Capital fund</u>	<u>%to total assets</u>
i) The largest single borrower	278.06	(-)5.72%	2.18%	278.06	(-)5.77%	2.12%
ii) The largest borrower group	828.63	(-)17.03%	6.50%	828.63	(-)17.21%	6.33%
iii) The 10 largest single borrower	1892.59	(-)38.91%	14.86%	1846.67	(-)38.35%	14.11%
iv) The 10 largest borrower groups	1457.45	(-)29.97%	11.44%	1460.81	(-)30.34%	11.32%

I) Credit exposure to the five largest Industrial sectors as % to total loan assets:

<u>Largest Industrial Sectors</u>	<u>As on 31.3.21</u>		<u>%Total Loan Assets</u>	
	<u>Total Credit Exposure (₹ in Crore)</u>			
1. Food manufacturing	25.23	(25.20)	9.96	(9.91)
2. Other Chemical & Chemical Prods.	19.13	(19.12)	7.55	(7.52)
3. Services				
Hotels	7.62	(7.80)	3.00	(3.06)
Transport	31.14	(31.53)	12.30	(12.40)
Other Services	17.43	(17.43)	6.88	(6.85)
4. Textiles	15.85	(15.85)	6.26	(6.23)
5. Basic Metals	14.61	(14.68)	5.77	(5.77)



LIQUIDITY

j) Maturity pattern of Rupee

Assets & Liabilities – (₹ in Crore) Items	Less than or equal to 1 yr.	More than 1 yr up to 3 yrs.	More than 3 yr up to 5 yrs.	More than 5 yr up to 7 yrs.	More than 7 yr up to 10 yrs.	More than 10 yrs.	Total
Rupee Assets	1.81	90.07	0	0	0	508.30	600.18
Rupee Liabilities	15.00	47.87	0	0	0	537.31	600.18
Difference	(-)13.19	42.20	0	0	0	(-)29.01	0

k) Maturity pattern of foreign currency assets and liabilities - Nil (there is no foreign currency assets and liabilities).

l) OPERATING RESULTS

a) Interest Income as % to average working fund	$\frac{150.33}{12731.06} = 1.18\%$	(Pr.Yr. 1.48 %)
b) Non- Interest income as a % to average working funds:	$\frac{181.79}{12731.06} = 1.43\%$	(Pr.Yr. 1.33%)
c) Operating profit as a % to average working funds	$\frac{(-) 92.23}{12731.06} = (-)0.72\%$	(Pr.Yr. (-)1.57 %)
d) Return on average assets	$\frac{(-) 94.96}{12731.06} = (-)0.75\%$	(Pr.Yr. (-) 1.80 %)
e) Net Profit/(Loss) per employee	$\frac{(-) 94.96}{53} = (-)1.79$ lakh	(Pr.Yr. (-) 3.67 lakh)

17. The disclosure requirements under the RBI guidelines Dt. 7.7.1999 on Forward rate agreements and Interest rate swap - During the year the Corporation has not made any such transaction. Nil

As per our Report of even date

Sd/-
For KCM & Associates
Chartered Accountants
FRN.0326397E

Sd/-
(Alok Dash)
HoD (FAD)
OSFC

Sd/-
(Md. Sadique Alam, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(M. K. Biswal)
DIRECTOR
OSFC

Sd/-
(S. K. Prusty)
DIRECTOR
OSFC

Sd/-
(K.C.Mohanty, FCA)
Membership No.065809
PARTNER



Annexure - I

PARTICULARS IN RESPECT OF LOANS AND ADVANCES FORMING PART OF SCHEDULE - H - (₹. In lakh)			
As at 31.03.2020	PARTICULARS		As at 31.03.2021
	1	Particulars of Loans & Advances	
15480.08	(a)	Debts considered good in respect of which the Corporation is fully secured(out of this loan amounting Rs.15080.00(15503.00) lakh also covered by personal guarantees)	15511.08
9083.75	(b)	Debts fully secured but under litigation	8933.50
24563.83		Total (a) + (b)	24444.58
	(c)	Debts due by concerns in which one or more Directors of the Corporation is interested as Directors, Partners or Proprietors or Managing Agents or in case of Private Ltd., Companies as members excluding nominee Directors u/s. 27 of SFCs Act.	
	(d)	Total amount of loans disbursed during the year to concerns in which one or more Directors of the Corporation is interested as Directors, Partners or Proprietors or Managing Agents or in case of Private Limited Companies as members including nominee Directors U/s.27 of SFCs Act.	
397246.82	(e)	(i) Total amount of instalment whether of principal or interest of which default was made at any time during the year.	397246.82
1223.96		(ii) Total amount of instalment whether of principal or interest of which default was made at the end of the year (excluding cases U/s 31 and 29 of SFCs Act).	1223.96
		(iii) Total amount of instalment whether of principal or interest overdue by concerns in which the Directors of the Corpn. Are interested excluding Nominee Directors U/s. 27 of SFCs Act.	
44997.70		(iv) Total amount due from industrial concerns against whom legal action has been taken for recovery of the dues U/s 31 of the SFCs Act (incl. Trawlers) taken over by the Corporation U/s of the SFC Act.	44997.70
734.52		(v) Debts guaranteed by the State Govt. Schedule Banks or State Co-operative Banks.	734.52
	2	Classification of Loans and Advances according to the size of the industrial units.	
17925.81	(i)	Debts due from small scale industrial concerns	17925.81
7032.80	(ii)	Debts due from concerns other than those included under (i) above.	7032.80
	3	Classification of Loans and Advances according to the Constitution of the Industrial Units.	
8836.98		(a) Proprietary	8817.73
1229.44		(b) Partnership	1214.24
307.99		(c) Co-operatives	307.99
13509.10		(d) Private Limited Companies	13424.30
680.32		(e) Public Limited Companies	680.32
		(f) Trusts	
24563.83		Total:	24444.58



SUB SCHEDULES FORMING PART OF SCHEDULE - E
SUB SCHEDULE - SUNDRY DEPOSITS

Particulars	As at	As at
	31.03.2021	31.03.2020
	₹	₹
Deposits towards Loan Administration Fees		114226
Security Deposit by Security Service agencies	1965581	1902613
State Investment Subsidy (M & LI)	9359248	9359248
Govt. Assistance for EDP		1178332
Advance Deposit towards OTS	39209856	45821519
Security Deposit & Down Payment	170958940	198675940
State Investment Subsidy (H & T Promoters)	753961	753961
State Investment Subsidy (SSI)	37628078	37628078
Misc. Deduction Salary	4530	1905
Suspense	1816893	16893
Deputationist P F contribution received	35862	68232
LIC Deduction from Salary	13432	15155
Other Deduction - Terminal Dues	772806	772806
Advance against House Rent	201642	447606
Tax Deduction at Source - Others	10354	2304
Co-Operative Loan deduction -Salary	295484	294744
Co-Operative Thrift Deposits	24100	28700
Employees Union Fees Deduction - Salary	305	365
Association Fees ded.-Salary	350	450
Staff Welfare Fund	32497	32497
Professional Tax Deduction - Salary	21075	29525
Bank Loan Deduction Salary	50000	50000
Employee's Welfare Fund Deduction-Salary	1700	2000
P.F Advance (Recovered)	67347	83341
GST Recovered	616910	91476
Deposits by Loanee as per Court Directives	71576752	68033883
Employee's Provident Fund	226648	295721
Salary & Allowances Payable	1296405	1832016
Consolidated Wages Payable	112102	249400
EMD Refundable / Distributable	23578754	23578754
OSFC Foundation Day Celebration Fund	145036	160086
Excess VRS benefit refundable to Govt	20911	20911
TDS Salary	28071	21000
Stale Cheque	4229	4229
Excess recovery refundable	446	446
Leave Encashment settlement	1102920	906360
Total ----->	361933225	392474722



SUB SCHEDULES FORMING PART OF SCHEDULE - E
SUB SCHEDULE - OTHER DEPOSITS AGENCY

Particulars	As at 31.03.2021	As at 31.03.2020
	₹	₹
State Govt. Seed Money Recovered-Agency	4802412	4745217
Int.on State Govt. Seed Money Recovered	6243219	6078681
State Govt. MM Asst. Recovered	238589	188589
Int.on State Govt. M.M. Asst.Recovered	238995	238995
Soft Loan from SIDBI - (MUN) Recovered	222093	222093
SIDBI NEF Recovered - Agency	5888104	5888104
Service Charges SIDBI NEF-Agency	8913837	8913837
Interest on State Govt. Soft Loan Recovered	156368	96368
State Govt. Soft Loan recovered	80970	80970
T o t a l	26784587	26452854



SUB SCHEDULES FORMING PART OF SCHEDULE - F
CASH & BANK BALANCES

Balance with scheduled Banks in Current Accounts.

Particulars	As at 31.03.2021	As at 31.03.2020
	₹	₹
<u>At Head Office</u>		
Axis Bank, Link Road	2000	
Central Bank of India, OMP Square, Ctc.	319999	2685
Union Bank of India, College Square, Cuttack. (Withdrawal A/c)	10487502	10541991
Total ----->	10809501	10544676
(1) <u>Cuttack Branch</u>		
Union Bank of India (Deposit)	15588	15119
Union Bank of India (Withdrawal)	11410	9747
Union Bank of India (Deposit) - Balasore	1000	1000
Union Bank of India (Withdrawal) - Balasore		6424
Total ----->	27998	32290
(2) <u>Paradeep Branch</u>		
Union Bank of India, Link Road, Ctc (Deposit)	14000	1000
Union Bank of India, Link Road, Ctc (Withdrawal)	4480	7833
Total ----->	18480	8833
(3) <u>Bhubaneswar Branch</u>		
Union Bank of India, Nayapalli (SB-Deposit)	1000	1000
Union Bank of India, Nayapalli (SB-Withdrawal)	4004	3884
Union Bank of India (Deposit A/c.)	25001	25000
Union Bank of India, Puri (Recovery Cell A/c)		132191
Union Bank of India (Deposit) - Berhampur		68526
Union Bank of India (Withdrawal) - Berhampur		8565
Union Bank of India, Phulbani (Recovery Cell A/c)	386807	18606
Total ----->	416812	257772
(4) <u>Sambalpur Branch</u>		
Union Bank of India (Deposit)	1000	1000
Union Bank of India (Withdrawal)	15045	2315
Union Bank of India, Rourkela A/c		1000
Union Bank of India, Rourkela A/c		4648
Total ----->	16045	8963.00
Grand Total ----->	11288836	10852534



SUB SCHEDULES FORMING PART OF SCHEDULE - F
SUB SCHEDULE - CASH BALANCE

Particulars	As at	As at
	31.03.2021	31.03.2020
	₹	₹
Head Office	9331	12886
Cuttack Branch	102	596
Paradeep Branch	21540	537
Bhubaneswar Branch	846	1104
Sambalpur Branch	41373	487
Total----->	73192	15610

SUB SCHEDULES FORMING PART OF SCHEDULE- F
SUB SCHEDULE - STAMP IN HAND

Particulars	As at	As at
	31.03.2021	31.03.2020
	₹	₹
Head Office	-	-
Bhubaneswar Branch	990	343
Cuttack Branch	59	564
Paradeep Branch	-	125
Sambalpur Branch	204	434
Total----->	1253	1466



SUB SCHEDULES FORMING PART OF SCHEDULE - F
Details of Fixed Deposit with Bank

PARTICUALRS		As at 31.03.2021	As at 31.03.2020
Sl.No	Name of the Bank	₹	₹
1	Union Bank of India, College Square, Cuttack.	36583944	58807533
2	Union Bank of India, Choudhury Bazar, Cuttack. (303/284391)	-	3871556
3	Union Bank of India, Choudhury Bazar, Cuttack. (303/284615)	-	1755367
4	AXIS Bank Ltd., Rourkela (For Bank Guarantee)	349097	325289
5	The Odisha State Co-operative Bank, Link Road Branch, Cuttack	47454276	44164260
6	Axis Bank Ltd., Link Road Branch, Cuttack	41598923	20000000
	TOTAL ----->	125986240	128924005

SUB SCHEDULES FORMING PART OF SCHEDULE- F

Details of Flexi Deposit with Bank			
Sl. No.	Name of the Bank	As at 31.03.2021	As at 31.03.2020
1	Union Bank Of India, College Square, Cuttack. (ESCROW A/c)	6780154	49141250
2	Union Bank Of India, Main Branch, Choudhury Bazar, Cuttack.	-	283661
	Total	6780154	49424911



SUB SCHEDULES FORMING PART OF SCHEDULE - J
SUB SCHEDULE - ADVANCE TO EMPLOYEES

Particulars	As at 31.03.2021	As at 31.03.2020
	₹	₹
Pay Advance	267674	267674
Festival Advance	114446	214446
Office Expenses Advance	75247	118371
Personal Loan / Commercial Loan	16924	26285
Travelling Advance - Employees	182281	211281
T o t a l ----->	656572	838057

Personal / Commercial Loan to Employees taken as Standard Assets for the purpose of provisioning as per SIDBI norms.



SUB SCHEDULES FORMING PART OF SCHEDULE - J
SUB SCHEDULE - ADVANCE TAXES, DEPOSITS & OTHERS

ADVANCE TAXES	As at 31.03.2021	As at 31.03.2020
	₹	₹
Income Tax paid under protest	568243	568243
Income Tax Deducted at source	368058	1519315
TOTAL	936301	2087558

DETAILS OF DEPOSITS AGAINST COURT DIRECTIVES	As at 31.03.2021	As at 31.03.2020
1. Hrisikesh Das (A/c Dibakar Iron & Steel Co (P) Ltd.) with SBI, I/A Berhampur-Rs721045 & Andhra Bank- ₹87731582	88452627	85763012
2. The Registrar, Delhi High Court (28.09.96) A/c. Bombay Amonia (P) Ltd. Vrs. Premier Cold Storage case No.50/95	195224	195224
3. The Registrar, Delhi High Court (6/8/97) A/c. Bombay Amonia (P) Ltd. F. A. No.354/96	104537	104537
4. The Registrar, Delhi High Court A/c. Blue Diamond Ice Factory (29/9/99)	395800	395800
6. The Civil Judge, Senior Division, Baripada A/c Hotel Ashirbad Execution Case No.-18/11	2500000	2500000
7. Union Bank of India, College Square, Cuttack A/c Orissa Polytex (P) Ltd.	1714507	1714507
8. M/s Automotives (P) Ltd. WPC No.24068/2017	1938755	835501
9. M/s Orissa Ply & Partner	1010025	1010025
10. Third Additional Civil Judge Senior Division, Cuttack against Gita Devi Bajoria case No.RFA-148 of 2016	2500000	2500000
TOTAL	98811475	95018606



Details of subscriber-wise Bonds issued, Redeemed, Off market transaction & Balance outstanding as on 31.03.2021

₹ In lakhs.										
Sl No.	Name of the Institution	Balance as on 31.03.20	Issued during the year	Off- market transaction	Bond Holding	Redeemed / Transferred to unclaimed liability during the year	Balance as on 31.03.21	Redemption accrued & Due as on 31.03.21	Premature Redemption during the year	
				Buy	Sell					
1	2	3	4	5	6	7	8	9	10	11
1	Kalol Nagrik Sahakari Bank *	0.00	0.00	0.00	0.00	10.00	10.00	0.00	0.00	0.00
	Total:	0.00	0.00	0.00	0.00	10.00	10.00	0.00	0.00	0.00

* Transferred to unclaimed liabilities as there is no claimant despite repeated correspondence & advertisement in News Paper shown under Schedule-E (Other Liabilities)

SCHEDULES FORMING PART OF THE BALANCE SHEET PROVISIONS FOR NPA (NON PERFORMING ASSETS) SUB SCHEDULE - H

Particulars		As at 31.03.2021	As at 31.03.2020
		₹	₹
i.	PROVISION FOR NPA		
	Balance as per last Balance Sheet	2542518946	2551271756
	SUB-TOTAL	2542518946	2551271756
ii.	Add:		
	Provision during the year	-	-
	SUB-TOTAL	-	-
	(A) TOTAL (i) + (ii)	2542518946	2551271756
iii.	Less:		
	Excess Provisioning written back	728757	3696324
	Written off during the year	20464	-
	Provisions written back during the year against OTS cases	10201067	5056486
	Sub-Total	10950288	8752810
	TOTAL (i)+(ii)-(iii)	2531568658	2542518946



**STATE FUND ACCOUNT
BALANCE SHEET AS AT 31ST MARCH 2021**

LIABILITIES			ASSETS		
As at 31.03.2020	Particulars	As at 31.03.2021	As at 31.03.2020	Particulars	As at 31.03.2021
₹					₹
406623	STATE FUND	406623		BANK BALANCE	
69	DEPOSIT TOWARDS VALUATION OF PROPERTIES	69	318121	LOANS AND ADVANCES	318121
			1000875	INT. ACCD. ON LOANS & ADVANCES	1018810
168	PROPERTIES RECEIVED	168	3857	LAW CHARGES ON LOANS UNDER LITIGATION	3857
351	SUSPENSE ACCOUNT	351	850	ADV. TO LEGAL ADVISOR	850
1200963	INCOME/EXPENDITURE ACCOUNT	1218898	1238	INSURANCE PREMIUM PAID ON MORTGAGED ASSETS	1238
			283233	AMOUNT RECEIVABLE FROM OSFC	283233
1608174	TOTAL	1626109	1608174	TOTAL	1626109

FOR ODISHA STATE FINANCIAL CORPORATION

Sd/-
(Alok Dash)
HoD (FAD)
OSFC

Sd/-
(Md. Sadique Alam, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(M. K. Biswal)
DIRECTOR
OSFC

Sd/-
(S. K. Prusty)
DIRECTOR
OSFC



**STATE FUND ACCOUNT
INCOME AND EXPENDITURE ACCOUNT UP TO THE YEAR
ENDED 31ST MARCH 2021**

EXPENDITURE			INCOME		
2019-20	Particulars	2020-21	2019-20	Particulars	2020-21
₹		₹	₹		₹
1071	BANK CHARGES & COMMISSION	1071	1127915	INT. ON LOANS & ADV.	1145850
			<u>6608</u>	LESS REBATE	<u>6608</u>
	POSTAGE STAMP		1121307		1139242
1200963	EXCESS AMOUNT TRANSFERRED TO BALANCE SHEET	1218898	1250	PROCESSING CHARGES	1250
			78537	INTEREST ON DEPOSIT WITH BANK	78537
			940	INTEREST ON STATE FUND A/C	940
1202034	TOTAL	1219969	1202034	TOTAL	1219969

FOR ODISHA STATE FINANCIAL CORPORATION

Sd/-
(Alok Dash)
HoD (FAD)
OSFC

Sd/-
(Md. Sadique Alam, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(M. K. Biswal)
DIRECTOR
OSFC

Sd/-
(S. K. Prusty)
DIRECTOR
OSFC



**MANAGEMENT REPLY TO THE AUDITOR'S REPORT
FOR THE YEAR ENDING 31st MARCH 2021.**

	AUDITOR'S REPORT	REPLY
1.	<p>Report on the Financial Statements:</p> <p>We have audited the accompanying standalone financial statements of Odisha State Financial Corporation (The Corporation), which comprise of the Balance Sheet as at 31st March 2021, Statement of profit and Loss, Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information (Notes on Account)</p>	No comment
2.	<p>Management's responsibility for the Financial Statements :</p> <p>The Corporation's Management 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, financial performance and cash flows of the Corporation in accordance with the accounting standards and principles generally accepted in India including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and as per OSFC General Regulations 2003 framed as per Section 48 of SFC's Act, 1951 ("the Act') and as per the requirements of Small Industries Development Bank of India (SIDBI) directives. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the SFCs Act for safeguarding the assets of the Corporation and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgment 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 misstatements whether due to fraud or error.</p>	No comment



3.	<p>Auditor's responsibility :</p> <p>Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit under the provisions of the Act and the rules made there under.</p> <p>We conducted our audit and accordance with the standards on Auditing issued by the Institute of Chartered Accountants of India and provisions of Section 37 of the State Financial Corporation's Act, 1951 as amended by SFCs (Amendment) Act 2000. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.</p> <p>An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedure selected depends upon the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments. The auditor considers internal financial control relevant to the Corporation's preparation of the financial statement that given a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.</p>	No comment
4.	<p>Opinion:</p> <p>In our opinion and to the best of our information and according to the explanations given to us, the</p>	No comment



	<p>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 laid down by SIDBI for SFCs and generally accepted in India, of the State of affairs of the Corporation as at 31st March, 2021, and its profit/loss and its cash flows for the year ended on that date.</p>	
5.	<p>Emphasis of Matters</p> <p>We draw attention to the following matters in the Notes to the financial statements:</p> <p>Report on other legal and Regulatory requirements:</p> <p>As required by Section 143 (3) of the Act, we report that :</p> <ul style="list-style-type: none">i. We have sought and obtained all the information and explanations which to the best to our knowledge and belief were necessary for the purpose of our audit.ii. In our opinion proper books of account as required by law have been kept by the Corporation so far as it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from Branches.iii. The operations of the Corporation and transactions that have come to our notice have been conducted in accordance with the provisions of SFCs Act, 1951.iv. The income recognition , assets classification, provisioning calculation of CRAR assessment of capital adequacy ratio, various other ratios/items and disclosures in the notes on accounts have been done as per the guidelines and circulars issued by the SIDBI from time to time.v. The Balance Sheet, the Statements of Profit & Loss, and the Cash Flow Statements dealt with by this Report are in agreement with books of account and returns.	<p>No comment</p> <p>No comment</p> <p>No comment</p> <p>No comment</p> <p>No comment</p>



<p>vi. In our opinion the aforesaid financial statements comply with the Accounting Standards and guidelines issued by SIDBI for SFCs from time to time.</p>	<p>No comment</p>
<p>vii. (a) According to the information and explanations given to us, no material discrepancies have been noticed/reported by the management between the books records and the physical fixed assets.</p> <p>(b) The matter regarding physical possessions and title deeds of immovable properties are disclosed vide Note – 6- Schedule R- Notes on Accounts. Since title of all immovable properties are not held in the name of the Corporation and revaluation of fixed assets has not been undertaken to give a true and fair position, its impact on accounts, could not be ascertained/commented.</p> <p>© An amount of Rs1816000/- (CR Balance) shown under the head of suspense.</p>	<p>No comment</p> <p>The Corporation has taken steps for transfer of title in its favour. As regards Property at OMP Square, Cuttack-753003 The matter has been referred to concerned Tahasildar for transfer after the order is passed in favour of the Corporation. The Corporation is pursuing with the Tahasildar for early disposal. In respect of Property at Madhupatna, Cuttack. R.P case has been filed in the Court of Joint Commissioner after the order of concerned Tahasildar. The Corporation is pursuing the Case which is expected to be disposed off shortly.</p>
<p>viii. According to information and explanations given to us and on the basis of our examination of the books of accounts and records, the Corporation has generally been regular in depositing undisputed statutory dues during the year. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they became payable.</p>	<p>No comment</p>



<p>ix. According to information and explanations given to us, the State Government has taken up the matter with SIDBI for recasting of the crystallized amount of OTS of Refinance and to settle the same at the amount already paid by the Corporation without insisting for payment of any further amount. Further, it is made to understood that since the matter is under active consideration of State Govt. And as well as SIDBI to settle the issue, no inference has been drawn and accordingly its impact if any, on the accounts could not be ascertained</p> <p style="text-align: center;">Sd/- KCM & Associates CHARTERED ACCOUNTANTS Bhubaneswar</p>	<p>The State Government has taken a stand with a request to SIDBI for closure of the OTS account with payment of ₹27.00 Crore already made. Although meetings have been arranged with SIDBI at DC-cum-ACS, Odisha, level the same could not be held due to non attendance by SIDBI. The Corporation has again moved the State Government for settlement of the issues with SIDBI. Subsequently a meeting was held with CGM, SIDBI, Lucknow at Government level. The opinion of SIDBI on balance OTS amount has been sent to Govt. for necessary decision.</p> <p style="text-align: center;">Sd/- MANAGING DIRECTOR</p> <p style="text-align: center;">Sd/- HoD, FAD</p>
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Separate Audit Report of the Comptroller and Auditor General of India under section 37 (6) of State Financial Corporation Act, 1951 on the accounts of Odisha State Financial Corporation for the year ended 31 March 2020.

The preparation of the financial statements of Odisha State Financial Corporation for the year ended 31 March 2020 in accordance with financial reporting framework prescribed under the State Financial Corporations Act, 1951 and the generally accepted accounting principles is the responsibility of the management of the Corporation. The statutory auditors appointed by the Shareholders out of the panel of Auditors approved by Reserve Bank of India under section 37(1) of the State Financial Corporations Act, 1951 are responsible to express an opinion on these financial statements based on independent audit in accordance with the auditing and assurance standards prescribed by their professional body-the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 17 December 2020.

The Separate Audit Report contains the comments of the Comptroller & Auditor General of India on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards and disclosure norms etc. Audit observations on financial transactions with regard to compliance with the Law, Rules & Regulations (Propriety and Regularity) and efficiency-cum-performance aspects, etc., if any are reported through inspection reports/Comptroller and Auditor General of India's Audit Reports separately.

We, on behalf of the Comptroller & Auditor General of India, have conducted the audit of the financial statements of the above said Corporation for the year ended 31 March 2020 under section 37(6) of the State Financial Corporations Act, 1951. This 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 the Corporation's personnel and a selective examination of some of the accounting records. Based on our audit, we would like to highlight the following significant matters under section 37(6) of the State Financial Corporations Act, 1951 which have come to our attention and which in our view are necessary for enabling a better understanding of the financial statements and the related Audit Report issued by the Statutory Auditors.

A. Comments of Profitability

Profit & loss Account

Other Income (Schedule-O)- ₹ 175.07 lakh

1. The above is understated by ₹4.02 lakh due to non-accounting of increased fair rent for the year 2019-20 in respect of let-out building of Corporation to CCT Department with corresponding overstatement of "Operating Loss" by ₹ 4.02 lakh. Further, due to non-inclusion of revised rent of previous year, the "Prior Period Income" is understated by ₹4.35 lakh resulting understatement of "Other Assets" by ₹8.37 lakh in terms of rent receivable.

B. Comment on Financial Position

Balance Sheet

Capital & Liabilities

Borrowings (Schedule-D)- ₹10602.62 lakh

2. The above does not include ₹476.37 lakh being the interest accrued on the default and delayed payment of OTS installment amounting to ₹42 crore in accordance with the OTS agreement made with SIDBI. This has resulted in understatement of "Other Financial Expenses", "Borrowings" and "Operating Loss" by ₹476.37 lakh.

C. Comment on Auditors' Report

3. A reference is invited to the para No.2 of the report wherein, it is mentioned that, the Corporation's Management is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with a respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Corporation in accordance with the accounting standards and principles generally accepted in India including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014. However, the fact is that, the Corporation's Management neither preparing their financial statements in accordance with the provisions of the above Act nor required to do so as per the earlier clarification of SIDBI vide letter No.17209 dated 21 May 2012. Hence, the Auditors' Report is deficient to that extent.

Sd/-

For and on behalf of the
Comptroller and Auditor General of India

Place: Bhubaneswar

Date: 26.04.2020



**COMPLIANCE TO THE SAR OF THE C & AG OF INDIA ACCOUNT OF
OSFC FOR THE YEAR ENDING 31ST MARCH 2020**

AUDITORS OBSERVATION	COMPLIANCE
<p>A) Comments on Profitability Profit & Loss Account Other Income(Schedule-O) : ₹175.07lakh</p>	
<p>1. The above is understated by ₹4.02 lakh due to non-accounting of increased fair rent for the Year 2019-20 in respect of let out Building of Corporation to CCT Department with corresponding overstatement of "Operating Loss" by ₹4.02 lakh. Further due to non inclusion of revised rent of previous year the "Prior Period Income" is understated by ₹4.35lakh resulting understatement of "Other Assets" by ₹8.37lakh in terms of rent receivable.</p>	<p>Noted. It is a fact that vide letter dated 04.12.2020 the Office of the CT&GST Territorial Range Cuttack communicated about the revision of fair rent. Prior to that, the Accounts of 2019-20 were finalized since as per SFCs Act, the Accounts authentication by Statutory Audit and placement in the AGM is to be completed by 31st July after completion of the Financial Year. As pointed out by the Audit, the accrued revised rent will be given effect during FY 2020-21. In fact the Corporation has lodged the claim for revised rent for FY 2019-20 with the Office of the CT&GST Territorial Range, Cuttack and has received the same.</p>
<p>B. Comment on Financial Position Balance Sheet Capital & liabilities Borrowings(Schedule-D) ₹10602.62lakh</p> <p>2. The above does not include ₹476.37 lakh being the interest accrued on the default and delayed payment of OTS installment amounting to ₹42crore in accordance with the OTS agreement made with SIDBI. This has resulted in understatement of "Other Financial Expenses" "Borrowings" and "Operating Loss" by ₹476.37lakh.</p>	<p>It may be mentioned that as against the crystallized OTS of ₹42.00 crore, the Corporation has paid ₹27.00 crore up to 31.03.2017. After considering the huge payment already made by the Corporation to SIDBI since inception and due to financial constraints of the Corporation, the Government has taken a stand with a request to SIDBI for closure of the OTS account with payment of ₹27.00 crore already made. Although meetings have been arranged with SIDBI at DC-cum-ACS, Odisha level, the said could</p>



C. Comment on Auditors' Report

3. A reference is invited to the para no.2 of the report wherein, it is mentioned that, the Corporation's Management 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, financial performance and cash flows of the Corporation in accordance with the accounting standards and principles generally accepted in India including the Accounting Standards specified under section 133 of the Act read with Rule 7 of the Companies(Accounts)Rules,2014. However, the fact is that, the Corporation's Management neither preparing their financial statements in accordance with the provisions of the above Act nor required to do so as per the earlier clarification of SIDBI vide letter no.17209 dated 21 May 2012.Hence the Auditors' is deficient to that extent.

not be held due to non attendance by SIDBI. The Corporation has again moved to State Government for settlement of the issues with SIDBI. Subsequently a meeting was held with CGM, SIDBI, Lucknow at Government level. The opinion of SIDBI on balance OTS amount has been sent to Government for necessary decision.

Under the above circumstances providing for the delay period interest in the Books of Accounts may adversely affect the stand taken by the state Government.

So far as the method of accounting and preparation of accounting and preparation of Financial Statement of Accounts, the same is done in accordance with norms prescribed by SIDBI for adoption of uniform accounting policy and practices by SFCs. The Corporation has been following mercantile system of accounting with an exception relating to the interest income on Non Performing Assets (NPA) which is accounted for on actual receipt/realization basis. Further, as per instruction of SIDBI, the RBI master circular on prudential norms on income recognition, assets classification and provisioning pertaining to advance is followed. As stated by the Audit, it has been clarified by SIDBI that schedule - VI of Companies Act is not applicable to SFCs. However, The True & Fair View concept is followed both under Companies Act 2013 as well as under SIDBI Guidelines. For example the method of providing depreciation remains the same as under the Companies Act.

*Statistical
Annexures*

OPERATIONAL HIGHLIGHTS OF THE CORPORATION DURING THE LAST TEN YEARS

ANNEXURE-1

(₹ lakh)

PARTICULARS	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	As on 31.03.21
OPERATIONS											
1. Sanction	411.35	265.46	20.00	-	43.00	-	-	-	-	-	131760.00
	(8)	(6)	(1)	-	(1)	-	-	-	-	-	(28231)
2. Disbursement	83.55	205.82	113.38	3.74	-	-	-	-	-	-	130990.09
	(4)	(6)	(2)								(28222)
3. Recovery	3655.49	1934.31	1138.83	1533.49	608.43	470.66	1290.16	1527.49	308.92	281.42	201488.03
4. Outstanding	30111.85	28753.48	27668.56	27204.12	26498.52	26198.33	25896.17	25512.72	25425.19	25315.69	25315.69
	(9332)	(8915)	(8751)	(8595)	(8467)	(8379)	(8314)	(8264)	(8251)	(8213)	(8213)
SHARE CAPITAL											
5. Paid Up	186.75	-	(-10.99	-	-	233.44	46.69	46.69	46.69	46.69	41954.04
BONDS											
6. Issued	-	-	-	-	-	-	-	-	-	-	42444.25
7. Repaid	-	-	-	-	-	-	-	-	-	-	42434.25
8. Outstanding (Principal)	10.00	-	-	-	-	-	-	-	-	-	-
9. Balance outstanding transferred to Unclaimed liabilities	-	-	-	-	-	-	-	-	-	-	10.00
REFINANCE (SIDBI)											
10. Availed	-	-	-	-	-	-	-	-	-	-	69156.34
11. Repaid	752.06	1000.00	800.00	400.00	372.00	128.00	-	-	-	-	61090.47
12. Outstanding	10765.87	-	-	-	-	-	-	-	-	-	8065.87
13. 0% Funded Loan	1795.00	-	-	-	-	-	-	-	-	-	9860.87
14. Total	12560.87*	-	-	-	-	-	-	-	-	-	1500.00
15. a) Crystallised OTS Amt. 4200.00	-	-	-	-	-	-	-	-	-	-	8360.87
b) Agreed for waiver	8360.87	-	-	-	-	-	-	-	-	-	-
SUBSIDY											
16. Received (CIS & Interest Subsidy)	97.00	54.00	45.00	39.93	363.47	0.00	-	-	-	-	12482.02
17. Sanctioned (CIS)	10.14	7.34	34.19	-	1.62	0.00	-	-	-	-	12824.83
18. Disbursed (CIS & Interest Subsidy)	86.08	13.83	4.07	68.38	293.17	27.25	-	-	-	-	11988.00
19. Fund under Interest Subsidy refunded to D, Odisha	-	-	-	-	-	58.87	-	-	-	-	-
FINANCIAL SUMMARY											
20. Gross Income	2603.32	1981.69	1743.97	1420.09	1160.53	879.42	1501.62	1217.33	457.24	441.42	-
21. Total Expenditure	2454.70	1464.55	1240.94	1224.00	995.10	847.91	799.52	691.48	662.80	553.65	-
22. Profit/Loss Before Tax	148.62	517.14	503.03	196.09	165.43	31.50	762.09	525.85	(-205.56	(-92.23	-
23. Less provision for NPA& Standard Assets	-	448.02	407.78	6208.63	-	-	-	-	-	-	-
24. Less Appropriation Income / net Prior period adjustment	96.05	9.31	44.07	1727.05	332.09	332.75	25.33	9.54	29.85	2.73	-
25. Reserves	10.51	11.96	10.23	-	-	-	147.35	103.26	-	-	-
26. Net Profit/Loss	52.57	59.81	51.18	(-7739.59	(-166.66	(-301.25	796.77	516.30	(-235.41	94.96	(-47485.31
STAFF STRENGTH (Number)	253	242	209	183	180	143	112	86	64	51	51

* Refinance outstanding of SIDBI of ₹125.61 Cr. has been settled under OTS at ₹42.00 Cr. Against this ₹27.00 Cr. has been paid as on 31.03.2021.

**ANNEXURE:2**

(₹ lakh)

SCHEME WISE CLASSIFICATION OF ASSISTANCE

Sl. No.	SCHEMES	SANCTION (EFFECTIVE)		DISBURSEMENT	
		Since Inception up to 31.03.2021		Since Inception up to 31.03.2021	
		No.	Amt.	No.	Amt.
i)	Composite Loan	5349	246.47	5349	246.47
ii)	Single Window Scheme				
	- Term Loan	203	1206.07	203	1206.07
	- Working Capital	-	1188.94	-	1188.94
iii)	Modernisation	63	1050.66	65	1016.00
iv)	Rehabilitation	102	822.13	102	822.13
v)	Equipment Finance	6	67.01	6	67.01
vi)	Women Entrepreneur (Mahila Udyog Nidhi)	176	591.24	176	591.24
vii)	Ex-Servicemen (SEMFEX)	43	163.55	43	163.55
viii)	S R T O s	9139	26040.66	9139	26039.03
ix)	RTDM	26	683.52	26	683.52
x)	Cyclone Assistance	733	5073.25	733	5073.25
xi)	Factoring Service	349	15613.05	349	15613.05
xii)	Hire Purchase	163	1188.93	163	1188.93
xiii)	N.E.F	.(576)	1657.75	.(576)	1657.75
xiv)	Loans Not Covered Above	11879	76166.77	11868	75433.15
	TOTAL	28231	131760.00	28222	130990.09

N.B.: The number in bracket has already been accounted for in SI.No.(xiv)

ANNEXURE:3

(₹ lakh)

SECTOR-WISE CLASSIFICATION OF TERM LOAN SANCTION, DISBURSEMENT AS ON 31.03.2021

SECTOR	SANCTION (EFFECTIVE)		DISBURSEMENT	
	No.	Amt.	No.	Amt.
1. SRTOs	9139	26040.66	9139	26039.03
2. Small Scale	15740	67811.04	15732	67068.58
a) Tiny	1311	3290.59	1311	3290.59
b) Ancillaries	1345	5325.60	1345	5325.60
c) Composite	9975	443.45	9975	443.45
d) Other SSI Units	3109	58751.40	3101	58008.94
3. Medium Scale	78	12276.90	78	12276.90
4. Others	3274	25631.40	3273	25605.58
TOTAL	28231	131760.00	28222	130990.09



ANNEXURE - 4

BRANCH WISE COMPARATIVE POSITION OF SANCTION & DISBURSEMENT AS ON 31.03.2021

(₹ lakh)

SI No.	Name of the Branch	Sanction		Disbursement	
		Since inception		Since inception	
		No.	Amount	No.	Amount
3	Bhubaneswar	8930	41494.37	8927	40935.26
4	Cuttack	9689	46079.53	9686	45964.09
5	Paradeep	4084	13098.69	4084	13096.71
6	Sambalpur	5528	31087.41	5525	30994.03
	GrandTotal	28231	131760.00	28222	130990.09

ANNEXURE -5

CONSTITUTION WISE DISTRIBUTION OF TERM LOANS AS ON 31.03.2021

(₹ lakh)

CONSTITUTION	SANCTION		DISBURSEMENT	
	Since Inception		Since Inception	
	No.	Amt.	No.	Amt.
Public Limited Companies	140	7347.04	140	7347.04
	(46)	(2292.49)	(46)	(2292.49)
Private Limited Companies	1467	50738.03	1463	50093.50
	(809)	(30150.61)	(807)	(29580.63)
Co-operatives	101	705.92	101	705.92
	(72)	(368.42)	(72)	(368.42)
Partnership	1565	16231.12	1562	16171.70
	(960)	(7173.37)	(957)	(7084.27)
Proprietorship	24821	54378.25	24818	54312.09
	(13828)	(27558.69)	(13825)	(27475.31)
Hindu Undivided Family	5	49.67	5	49.67
	(1)	(0.51)	(1)	(0.51)
Others	132	2309.97	133	2310.17
	(24)	(266.95)	(24)	(266.95)
TOTAL	28231	131760.00	28222	130990.09
	(15740)	(67811.04)	(15732)	(67068.58)

Figures in Bracket indicates information relating to SSI units.



ANNEXURE - 6

BRANCH-WISE RECOVERY, OUTSTANDING & DEFAULT AS ON 31.03.2021

(₹ lakh)

Sl. No	Name of the Branch	Recovery during FY 2020-21			Principal Outstanding		Default		
		Pri.	Int.	Total	No	Amount	Pri.	Int.	Total
3	Bhubaneswar	86.66	29.70	116.36	2015	8993.47	8993.47	246664.52	255657.99
4	Cuttack	14.74	109.64	124.38	3006	9321.62	9321.62	195451.26	204772.88
5	Paradeep	24.78	3.45	28.23	2078	2209.05	2209.05	20798.96	23008.01
6	Sambalpur	2.67	9.78	12.45	1114	4791.53	4791.53	151749.65	156541.18
Grand Total		128.85	152.57	281.42	8213	25315.67	25315.67	614664.39	639980.06

*Includes Agency Loan recovery of ₹3.32 Lakh

** Excludes different between G.L. & S.L. ₹3.16 lakh.

ANNEXURE - 7

SOURCES AND USES OF FUNDS

(₹ lakh)

Sources	2020-21	Uses	2020-21
Opening Cash/Bank	18.92	Int. & Other Financial charges	0.47
Recovery(Net Cash Recovery)	2.04	Admn. & Personnel Expenses	4.71
Other Income	1.82	Other cash out go	3.47
Other Receipts	0.28	Closing balance	14.41
Total	23.06	Total	23.06

ANNEXURE - 8

SUMMARY OF PROFIT & LOSS ACCOUNT FOR THE LAST FIVE YEARS

(₹ lakh)

Sl.No.	Particulars	2016-17	2017-18	2018-19	2019-20	2020-21
1	Interest Earned	370.98	916.54	668.07	194.63	150.33
2	Other Income	228.76	127.96	176.50	175.08	181.79
3	Interest waived and expenditure written back.	279.68	457.12	372.77	87.53	109.30
	Total Income	879.42	1501.62	1217.34	457.24	441.42
4	Other Financial Expenses	51.15	48.85	47.00	78.34	46.84
5	Establishment Expenses Including P.F.contribution gratuity, Medical & Interest on P.F..Incentives Allowance to Staff, Pension & Leave Salary Contribution & others.	796.76	690.67	644.48	584.46	486.81
	Total Expenditure	847.91	739.52	691.48	662.80	533.65
6	Gross Profit	31.50	762.09	525.85	(205.56)	(92.23)
7	Net Prior period Adjustment	332.75	25.32	9.54	29.85	2.73
8	Less provision for NPA & standard assets	-	-	-	-	-
9	Net Profit / (Loss)	(301.25)	736.77	516.31	(235.41)	(94.96)
10	Transfer to Reserve	-	147.35	103.26	-	-

ANNEXURE - 9

STATEMENT SHOWING THE NUMBER OF SCHEDULED CASTE AND SCHEDULED TRIBE EMPLOYEES OF THE CORPORATION

Sl. No.	Category of Posts	Employees As On 31.03.2020						Employees retired/ resigned/ Expired in 2020-21						Employees as on 31.03.2021					
		Total		Percentage of Total		Total		Percentage of Total		Total		Percentage of Total		Total		Percentage of Total			
		SC	ST	SC	ST	SC	ST	SC	ST	SC	ST	SC	ST	SC	ST	SC	ST		
1	CLASS A - Officers	3	-	-	-	2	-	-	-	1	-	-	-	1	-	-	-		
2	CLASS B - Assistants & Clerical Staff	45	0	1	0.00	8	2.22	-	-	37	-	-	1	2.70	-	-	-		
3	CLASS C- Other Subordinate Staff	16	2	2	12.50	3	12.50	-	-	13	-	-	2	15.38	2	15.38	-		
4	Consolidated	1	-	-	-	0	-	-	-	1	-	-	-	-	-	-	-		
	TOTAL	65	2	3	3.08	13	4.62	-	-	52	-	-	3	3.85	2	3.85	5.77		

ANNEXURE - 10

STATEMENT INDICATING THE POSITION OF UNDERWRITING BY THE CORPORATION ASON 31.03.21

Sl.No.	Name of the Company	No. of share Held		Value			Outstanding	
		Ordinary Share	Preference Share	Nominal Per Share (₹)	Share Held (₹ lakh)	Paid up value per Share (₹)	Total (₹ lakh)	
1	Bhaskar Textiles Mills Ltd.	-	400	100.00	0.40	100.00	0.40	0.40
2	ORITCO (Equity Shares)	87	-	1000.00	0.87	1000.00	0.87	0.87
	TOTAL	87	400	-	1.27	-	1.27	1.27

ANNEXURE - 11

PERFORMANCE OF THE CORPORATION DURING LAST 15 YEARS

(₹ Crore)

Year	Gross sanction during the year		Cumulative sanction (effective)		Disbursement during the year		Cumulative disbursement		Outstanding at the end of each year		Recovery during the year		
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	Prin. Amt.	Int. Amt.	Total Amt.
2006-07	0	0	28207	1305.33	0	0	28207	1305.12	12595	477.08	48.24	27.91	76.15
2007-08	0	0	28207	1305.33	0	0	28207	1305.12	11918	434.54	29.90	17.08	46.98
2008-09	0	0	28207	1305.33	0	0	28207	1305.12	11386	403.70	27.33	19.24	46.57
2009-10	2	0.93	28209	1306.26	0	0	28207	1305.12	10507	370.71	19.05	21.10	40.15
2010-11	6	3.94	28215	1310.20	3	0.71	28210	1305.84	9885	325.38	24.35	17.68	42.03
2011-12	8	4.11	28223	1314.31	4	0.84	28214	1306.68	9332	301.11	21.74	14.64	36.38
2012-13	6	2.65	28229	1316.97	6	2.06	28220	1308.73	8915	287.53	6.77	12.57	19.34
2013-14	1	0.20	28230	1317.17	2	1.13	28222	1309.86	8751	276.42	5.67	5.72	11.39
2014-15	0	0.00	28230	1317.17	0	0.04	28222	1309.90	8595	271.99	3.37	11.96	15.33
2015-16	1	0.43	28231	1317.60	0	0.00	28222	1309.90	8467	264.93	3.02	3.06	6.08
2016-17	0	0.00	28231	1317.60	0	0.00	28222	1309.90	8379	261.94	0.95	3.76	4.71
2017-18	0	0.00	28231	1317.60	0	0.00	28222	1309.90	8314	258.92	3.68	9.22	12.90
2018-19	0	0.00	28231	1317.60	0	0.00	28222	1309.90	8264	255.09	8.55	6.72	15.27
2019-20	0	0.00	28231	1317.60	0	0.00	28222	1309.90	8251	254.21	1.12	1.97	3.09
2020-21	0	0.00	28231	1317.60	0	0.00	28222	1309.90	8212	253.16	1.28	1.53	2.81

POSITION OF SHARE CAPITAL

(₹ lakh)

Year	STATE GOVT.										S I D B I			IDBI	Others	Total share capital (7+12+13)
	Authorised share capital at the end of the year	At the beginning of the year	During the year received	By way of conversion of loan / Refund	Sub Total (4 + 5)	Total share capital (3+6)	At the beginning of the year	During the year received	By way of conversion of loan	Total	Total share capital (8+11)					
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)		
1990-91	10000.00	2822.08	635.00	32.94	667.94	3490.02	2222.07	635.00	32.945	667.945	2890.015	.(13)	.(14)	.(15)		
1991-92	10000.00	3490.02	500.00	124.50	624.50	4114.52	2890.015	373.324	124.50	497.824	3387.839			6395.885		
1992-93	10000.00	4114.52	-	124.50	124.50	4239.02	3387.839	3.096	124.50	127.60	3515.435			7518.209		
1993-94	10000.00	4239.02	-	124.50	124.50	4363.52	3515.435	-	124.50	124.50	3639.935			7770.305		
1994-95	10000.00	4363.52	240.00	124.50	364.50	4728.02	3639.935	-	124.50	124.50	3764.435			8019.305		
1995-96	10000.00	4728.02	-	124.50	124.50	4852.52	3764.435	-	124.50	124.50	3888.935			8508.305		
1996-97	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935			8757.305		
1997-98	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935			8757.305		
1998-99	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935			8757.305		
1999-00	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935			8757.305		
2000-01	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935			8757.305		
2001-02	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935			8757.305		
2002-03	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935			8757.305		
2003-04	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935			8757.305		
2004-05	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935			8757.305		
2005-06	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935			8757.305		
2006-07	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935			8757.305		
2007-08	10000.00	4852.495	-	27104.249	27104.249	31956.744	3888.935	-	-	-	3888.935			35861.554		
2008-09	50000.00	31956.744	-	2316.25	2316.25	34272.994	3888.935	-	-	-	3888.935			38177.804		
2009-10	50000.00	34272.994	-	-	-	34272.994	3888.935	-	-	-	3888.935			38177.804		
2010-11	50000.00	34272.994	-	-	-	34272.994	3888.935	-	1896.399	1896.399	5785.334	1273.899		41348.102		
2011-12	50000.00	34272.994	-	-	-	34272.994	5785.334	-	186.75	186.75	5972.084	1273.899		41534.852		
2012-13	50000.00	34272.994	-	-	-	34272.994	5972.084	-	-	-	5972.084	1273.899		41534.852		
2013-14	50000.00	34272.994	-	(-10.999)	-	34271.995	5972.084	-	-	-	5972.084	1273.899		41533.853		
2014-15	50000.00	34271.995	-	-	-	34271.995	5972.084	-	-	-	5972.084	1273.899		41533.853		
2015-16	50000.00	34271.995	-	-	-	34271.995	5972.084	-	-	-	5972.084	1273.899		41533.853		
2016-17	50000.00	34271.995	-	-	-	34271.995	5972.084	233.44	-	-	6205.524	1273.899		41767.293		
2017-18	50000.00	34271.995	-	-	-	34271.995	6205.524	46.685	-	-	6252.209	1273.899		41813.978		
2018-19	50000.00	34271.995	-	-	-	34271.995	6252.209	46.685	-	-	6298.894	1273.899		41860.863		
2019-20	50000.00	34271.995	-	-	-	34271.995	6298.894	46.687	-	-	6345.681	1273.899		41907.350		
2020-21	50000.00	34271.995	-	-	-	34271.995	6298.894	46.687	-	-	6395.078	1273.899		41954.037		



ODISHA STATE FINANCIAL CORPORATION

Head Office : OMP Square, Cuttack-753003

CONNECTIVITY CHART				
1	Mrs Ranjana Chopra, IAS Principal Secretary, MSME	Chairman	MSME: 0674-2391384	secy-msme-od@nic.in
2	Md Sadique Alam, IAS	Managing Director	Tel.: 9437115515	mdosfc@osfcindia.com & osfcho@osfcindia.com
3	Sri P.P. Choudhury, OIS Jt. Director of Industries	General Manager	Tel.: 9937184192	osfcho@osfcindia.com

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3	Shri Kanhu Charan Panigrahi	Recovery, Human Resource, Board Division, Internal Vigilance & Planning	9937764107	osfcho@osfcindia.com
4	Shri Basant Kumar Jena	Finance & Accounts, Internal Audit, APD	8763496702	osfcho@osfcindia.com
5	Shri Laxmikanta Kar	Law Consultant	9437312675	osfcho@osfcindia.com

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1	BHUBANESWAR	Indradhanu Market Complex, Nayapalli, Bhubaneswar, PIN:751015	bbsr@osfcindia.com
2	CUTTACK	Industrial Estate, Madhupatna, Cuttack, PIN:753010	ctc@osfcindia.com
3	PARADEEP	Industrial Estate, Madhupatna, Cuttack, PIN:753010	pdp@osfcindia.com
4	SAMBALPUR	Bareipalli, N.H-6, Sambalpur, PIN:768001	sbp@osfcindia.com

ODISHA STATE FINANCIAL CORPORATION



Sri Satyabrata Sahu, IAS, Principal Secretary, MSME Department & Chairman, visiting Head Office at Cuttack



Flag hoisting on the eve of Independence Day-2020 by Sri P.K.Sahani, MD

Flag hoisting on the eve of Republic Day-2021



Farewell Ceremony during 2020-21 at Head Office, Cuttack

