

66th
Annual Report
2022-23



OSFC



ଓଡ଼ିଶା ରାଜ୍ୟ ଅର୍ଥ ନିଗମ
Odisha State Financial Corporation

**65 ANNUAL GENERAL MEETING OF THE
SHAREHOLDERS HELD ON 11TH AUGUST 2023**





OSFC

66TH

Annual Report 2022-23



ଓଡ଼ିଶା ରାଜ୍ୟ ଅର୍ଥ ନିଗମ

Odisha State Financial Corporation
OMP Square, Cuttack-753003, Odisha



From the Managing Director's Desk...

It is my pleasure to present an account of the working of the Odisha State Financial Corporation during the financial year 2022-23. During the year, the Corporation has registered a profit of Rs.18.48 crore, a significant increase from Rs.6.94 crore during previous year. Our accounting practices adhere to the accrual basis, with the exception of interest income on non-performing asset (NPA) accounts, which follows SIDBI guidelines and is accounted for upon realization.

During the financial year 2022-23, the Corporation faced challenges stemming from the Covid-19 pandemic and subsequent lockdown measures. MSME Sector and Commercial Sector were severely hit by the lock down resulting in a notable decline in recoveries of the Corporation. The Corporation could not sanction fresh loans like previous years as resources' back up and line of credit for onward lending have been discontinued.

The Corporation has achieved the recovery target of Rs.20.00 crore. Continuous follow-up for mitigating litigation and disposal of few high value court cases are the major factors for achieving the recovery target assigned for the year. On the whole, after a long gap, the Corporation has shown an improving trend in its financial parameters. I commend the management and its employees for their dedication, especially considering the shrinking manpower which has made maintaining regular borrower communication a challenge.

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.

I am pleased to acknowledge the excellent contributions of our Board of Directors, whose collective wisdom continues to benefit the Corporation. I extend my gratitude to our shareholders for their enduring trust.

I also express my gratitude to the Government of Odisha, SIDBI and Board of Directors especially the Principal Secretary, MSME Department & Chairman of the Corporation for their steadfast support.

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

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

Lastly, I congratulate the officers and supporting staff of the Corporation for their commendable effort to bring this Annual Report within a very short span of time.

D. Prasanth Kumar Reddy, IAS
Managing Director

Board of directors

(As on 31.03.2023)



Saswat Mishra, IAS

(As on 31.03.2023)

Principal Secretary, MSME Department &
Chairman, OSFC



Md Sadique Alam, IAS

Managing Director



Pramod Kumar Vijayvargia

General Manager, SIDBI
Hyderabad



Sudam Ch Mandal, OAS(SSG)

Addl. Secretary to government
MSME Department



Smt. Vidya Krishnan

Chief General Manager, SBI
LHO, Bhubaneswar



Sailendra Ku dwibedi

Special Secretary to Government
Public Enterprise Department



Dr. Pragyanmita Sahoo, IES

Director, Institutional Finance
Finance Deptt, Govt. Of Odisha



Asit Ranjan Mohanty

Professor
XIM University, Bhubaneswar



Pradyumna Ku Choudhury

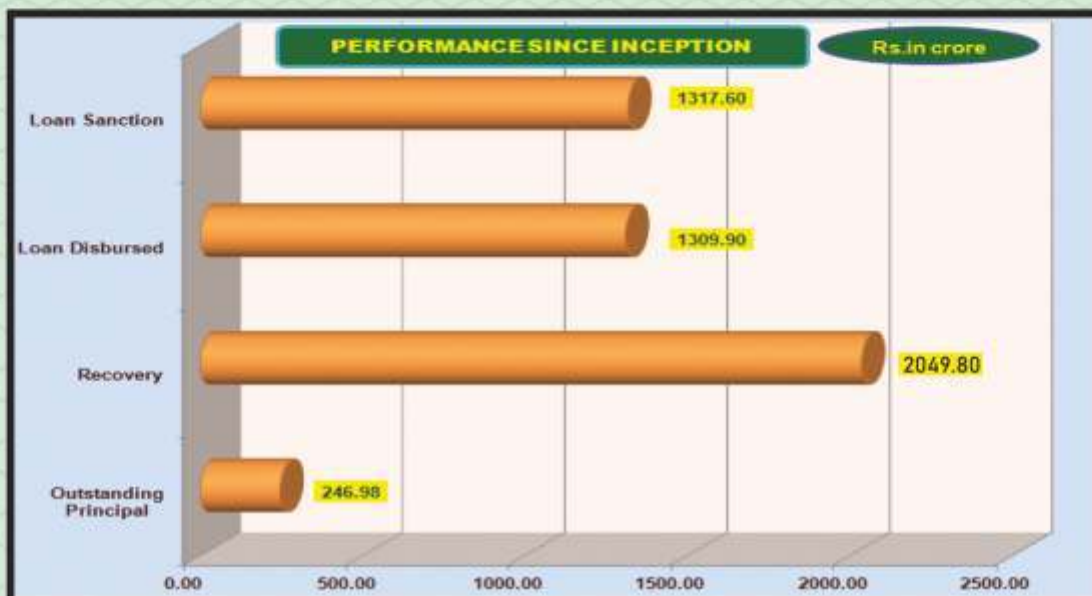
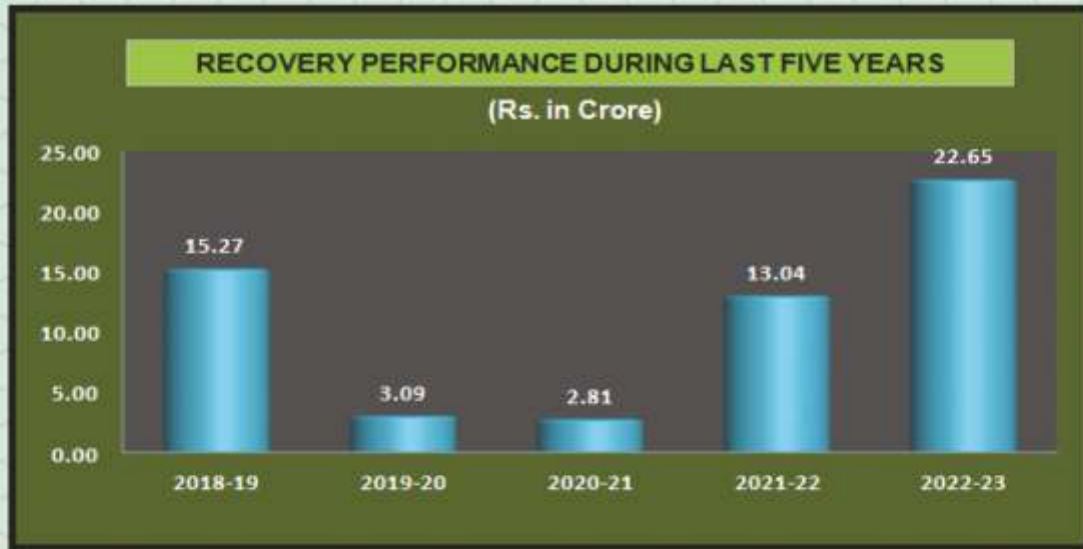
Deputy General Manager
SIDBI, Bhubaneswar



Anant Bhushan Rath

Sr. Divisional Manager, LIC
Cuttack, Division, Cuttack

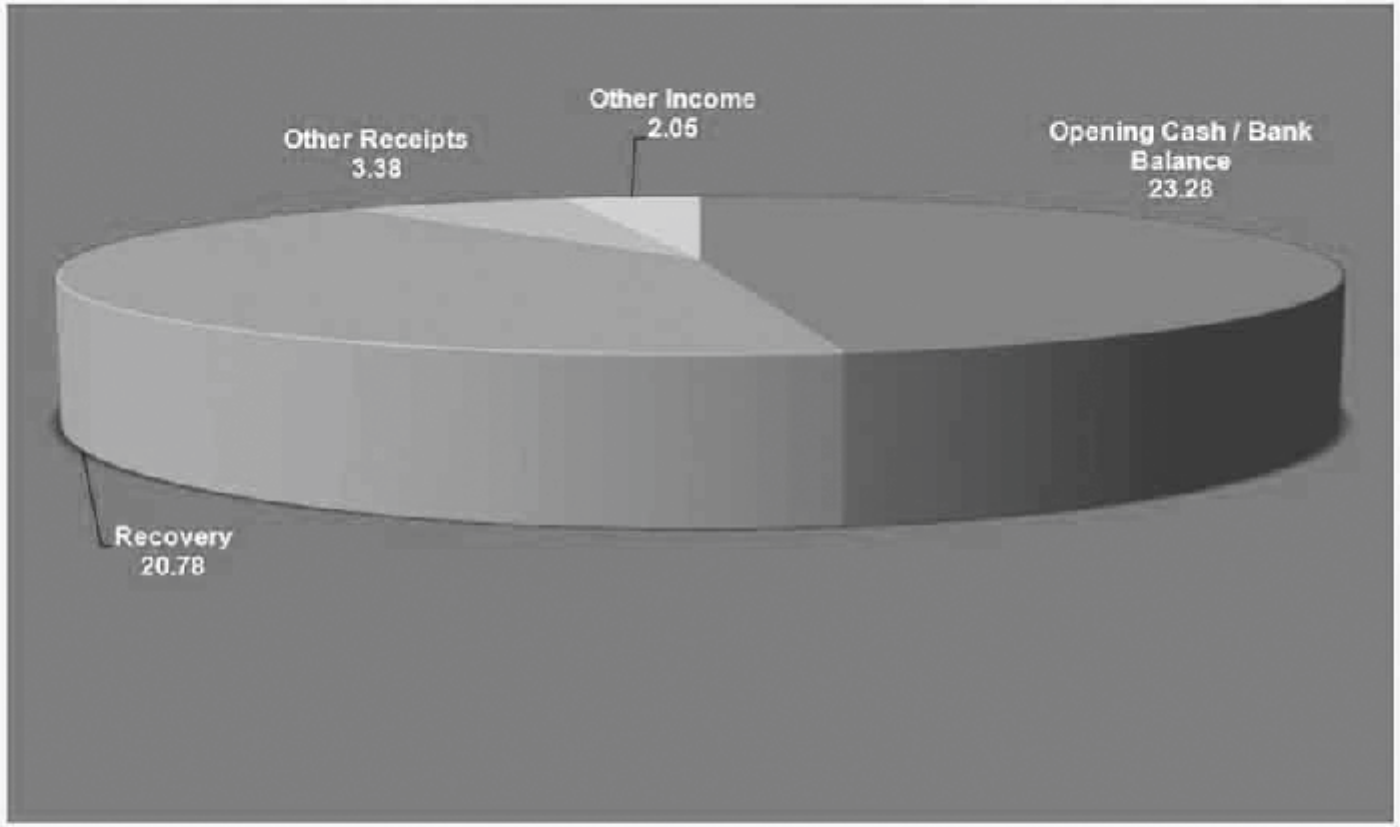
PERFORMANCE AT A GLANCE (F.Y.2022-23)



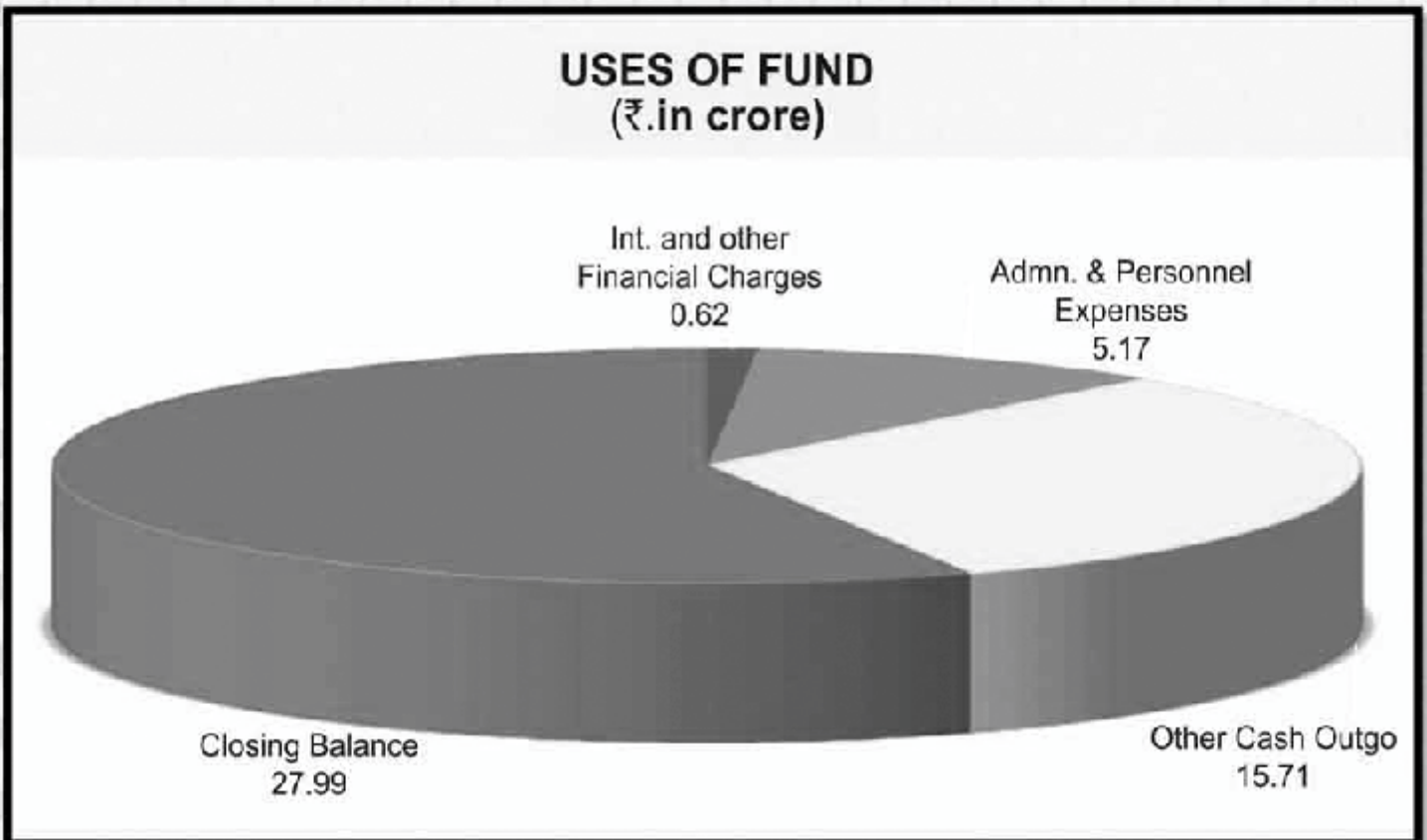
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SOURCES OF FUND (₹.in crore)



USES OF FUND (₹.in crore)





PERFORMANCE AT A GLANCE

(₹ Crore)

PARTICULARS		2021-22	2022-23	AS ON 31.03.2023
OPERATIONS				
1.	Sanction	-	-	1317.60
2.	Disbursement	-	-	1309.90
3.	Recovery	13.04	22.65	2049.80
4.	Outstanding	250.68	246.98	246.98
SHARE CAPITAL				
1.	Paid Up	0.47	0.47	420.47
BONDS				
1.	Issued	-	-	424.44
2.	Repaid	-	-	424.34
3.	Outstanding Principal forfeited	-	-	0.10
				0.00
REFINANCE				
1.	Availed	-	-	691.56
2.	Repaid	-	-	610.90
3.	Outstanding (Principal)			80.66
4.	0% Funded Loan			17.95
5.	Total:-			98.61
6.	Crystallized OTS Amount Repaid		15.00	0.00
	Waived by SIDBI Under OTS		83.61	0.00
			98.61	0.00
FINANCIAL SUMMARY				
1.	Gross Income	11.65	24.41	
2.	Total Expenditure	3.35	5.94	
3.	Operating Profit / Loss	8.30	18.47	
4.	Net Prior period adjustment	(-)1.36	0.01	
5.	Net Profit / (Loss)	6.94	18.48	
6.	Reserve		-	

BANKERS
AS ON 31.03.2023

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

AUDITORS

For RKJS & CO. LLP
Chartered Accountants
FRN.323001E/E300058



THE MANAGEMENT

(As on 31.03.2023)

BOARD OF DIRECTORS

Sri Saswat Mishra, IAS

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

Md Sadique Alam, IAS

Managing Director

Shri Sudam Charan Mandal, OAS(SSG),

Additional Secretary to Government,
MSME Department,
Government of Odisha

Smt. Vidya Krishnan,

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

Shri Pramod Kumar Vijayvargia,

General Manager, SIDBI, Hyderabad

Shri Pradyumna Kumar Choudhury

Deputy General Manager, SIDBI,
Bhubaneswar

Shri Anant Bhusan Rath

Sr.Divisional Manager,
LIC of India, Cuttack

Shri Sailendra Kumar Dwibedi, OAS

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

Dr.Pragyansmita Sahoo, IES

Director, Institutional Finance,
Finance Department,
Government of Odisha

Prof.Dr. Asit Ranjan Mohanty

Professor, XIM University,
Bhubaneswar

EXECUTIVE COMMITTEE

- Managing Director, OSFC
Chairman
- Shri Pradyumna Kumar Choudhury,
DGM, SIDBI, Bhubaneswar
Member
- Shri Sudam Charan Mandal,
Addl.Secretary to Government,
MSME Department, Govt.of Odisha
Member
- Dr.Pragyansmita Sahoo, Director,
Institutional Finance, Finance
Department, Govt. of Odisha
Member

AUDIT COMMITTEE OF BOARD

Prof.Dr. Asit Ranjan Mohanty

Professor, XIM University, Bhubaneswar
Chairman

Shri Sudam Charan Mandal, OAS(SSG),

Addl. Secretary to Government,
MSME Department, Govt. of Odisha
Member

Managing Director, OSFC

Member

Shri Pradyumna Kumar Choudhury

Deputy 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 66th Annual General Meeting of the share holders of the corporation for the financial year 2022-23 will be held on **03.05.2024** 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 31.03.2023 and Profit & Loss account of the Corporation for the year ending 31.03.2023 together with the Report of the Board of Directors on the working of the Corporation during the FY 2022-23.
2. Appointment of statutory auditors for the FY 2023-24.
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 19.04.2024 to 03.05.2024 (both days inclusive).

Cuttack,

Dt.03.04.2024

Sd/-

(D.Prasanth Kumar Reddy, IAS)

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 25.04.2024.
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 25.04.2024 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 66th 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 2023.

This Corporation has completed 66 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 thrust of the Corporation is now on recovery from NPA accounts only.

STATE ECONOMY OUTLOOK:-

Economic Growth

Economic performance is measured by the pace at which economic activity is growing in a country or state. Odisha, by that measure, is one of the high performing states in the country. Higher economic growth helps in making the lives of the people better. Odisha is consistently performing better.

The economy grew at 7.82 per cent in 2022-23 which is higher than pre-COVID average growth of 7.1 percent (2012-13 to 2019-20). Industry and service sectors have been the major engines of economic growth in the State in the recent years. Odisha has achieved impressive growth in the last two decades. First, the State has grown faster than many states and all-India. Second, economic growth has been steady. Third, industry has been the engine of growth and the services sector is picking up. The Government of Odisha has prudently managed the state's finances to have a very comfortable fiscal position. Effective tackling of natural disasters, high capital spending, increasing receipts from minerals, low inflation relative to neighbouring states, moderate unemployment, power and manufacturing sector reforms, promotion of startups and fiscal prudence have helped the state to rise to new peaks over the years. The State witnessed significant growth in the air transport sector with opening of new

airports, new routes. Odisha has considerable potential in tourism sector which will have positive impact on jobs and investments in other sectors such as transport, hotels, construction. There is steady growth of the economy over last 20 years with reduction in poverty increase in per capita income and financial sustainability. The state came up with infrastructure development in the field of health, education, sports, tourism, irrigation and rural connectivity. A robust health care system with the message "Accessible healthcare for all" shows the commitment of State for its citizens. The State has given utmost priority for skill development of youth through World Skill Center and Skilled in Odisha—tag has now received global recognition. Investment in youth has been the priority of the State.

Government of Odisha is known for its prudent fiscal management. Odisha has been fully compliant with the FRBM Act 2005 right since its enactment. It is among the handful of State that have posted revenue surplus for several years during this period. The State continuously strives to enhance fiscal sustainability and improve budget performance by strengthening medium-term fiscal framework and improving budgetary transparency. With the objective of further improving budget credibility, the State has introduced 'Strategic Budget making process in preparation of the budget for the ensuing years. The developmental revenue expenditure of the State has increased more than four times in 2022-23 (BE), from its level in 2011-12. The Revenue account has been in surplus for more than 15 years now. Primary deficit has been below 2 percent of GSDP during the last five years except 2019-20. Debt-GSDP ratio is being maintained below 25 percent, the statutory benchmark. The State has taken various fiscal risk management measures to address the risks arising out of termination of GST compensation to States, volatile revenues from mining, decline in Odisha's share in tax devolution, state's contingent liabilities in power sector and public private partnerships especially infrastructure and the frequent natural disasters.



Public Finance


The State is known for its fiscal discipline. The State has been under revenue surplus continuously for the last 17 years since the enactment of Fiscal Responsibility and Budget Management Act (FRBM). This implies that the state's borrowings are primarily used for asset creation, which is expected to boost medium and long-term growth potential of the state. Government of Odisha is one of the leading States in terms of capital outlay normalized by economy size (i.e., GSDP).

The State, over the years, has shown strong fiscal discipline in terms of posting revenue surplus and maintaining fiscal deficit within the FRBM limits. This has resulted in the outstanding liabilities as percentage of GSDP to be one of the lowest (i.e., 15.6 per cent in 2022-

23 (BE)) among major states. This is substantially lower than the prescribed debt path for states set by 15th Finance Commission (FC). As per 15th FC, the prescribed threshold for total outstanding liabilities as per cent of GSDP for states is 33.3 per cent for 2022-23.

On an overall basis, the growth outlook for the State remains positive. Reforms oriented government, strong fiscal discipline, better quality of public spending, availability of key infrastructure such as ports, road connectivity, proactive approach of the State to attract domestic and global investors in terms of incentives, and the policy environment are expected to attract capital as well as the talent in state across the priority areas and build medium-term growth potential.

KEY NEW POLICY INITIATIVES

<p>Odisha Industrial Policy Resolution, 2022</p>  <p>To enabled development of a robust industrial ecosystem focused on broad basing of industry and rapid development of industrial infrastructure</p>	<p>Odisha Logistics Policy, 2022</p>  <p>To map, develop and augment logistics facilities across the state, improve efficiency of supply chain, decarbonise logistics sector</p>	<p>Odisha Export Promotor Policy, 2022</p>  <p>To take Odisha to the league of top-five exporting states in the country, achieve an export target of ₹ . 3.5 lakh crore by 2026-27</p>
<p>Odisha Apparel & Technical Textiles Policy, 2022</p>  <p>Investor attraction initiatives include incentives like Capital Investment Subsidy, Employment Cost Subsidy, and Market Development Initiative</p>	<p>Odisha IT Policy, 2022</p>  <p>To ensure the acquisition of a higher degree of employability skills for its people, provide a strong foundation to Start-ups, Investors and Ideates to promote innovation & entrepreneurship in the state</p>	<p>Odisha Tourism Policy, 2022</p>  <p>To promote sustainable and responsible tourism and accelerated development of the tourism and hospitality sector</p>



MSME SCHEMES

<ul style="list-style-type: none"> ➤ Implementation Modalities of the new “PM VISHWAKARMA” scheme. ➤ PM FME Scheme – PM Formalization of Micro Food Processing Enterprises Scheme. ➤ PM EGP – Prime Minister Employment Generation Programme. ➤ ECLGS – Emergency Credit Linked Guarantee Scheme. 	<ul style="list-style-type: none"> ➤ MSE-CDP ➤ CLCSS for Technology Up-Gradation. ➤ Credit Guarantee Scheme. ➤ ISO 9000/ISO 14001 Certification Reimbursement Scheme. ➤ Chief Ministers’ Scheme for Reimbursement of interest to MSMEs (CM-SRIM)
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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. 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 State Government or SIDBI, OSFC could not fulfil 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 8171nos.of loan accounts. The detail analysis as on 31.03.2023 is as under:-

Principal Outstanding	Nos	Amount (in crore)
Upto ₹. 0.25 lakh	3607	2.33
₹. 0.25 lakh to 1 lakh	1624	9.17
₹. 1 lakh to 10 lakh	2450	69.62
Above ₹. 10 lakhs	490	165.86
Total:-	8171	246.98

Out of the above loan portfolios, the loan accounts having principal outstanding up to ₹.0.25 lakh consisting of 3607 nos.of accounts with principal outstanding of ₹.2.33 crore has been decided for waiver with effect from 01.04.2023. The shareholders of the Corporation have also resolved to approve the proposal of the Board considering the age of the loan, remote chance of recovery and non-availability of adequate security to enforce.

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.

SANCTION & DISBURSEMENT

In view of constraint of funds, the Corporation could neither sanction nor disburse any loan during the year 2022-23. The cumulative sanction and disbursement as on 31.03.2023 stood at ₹1317.60 Cr. and ₹1309.90 Cr respectively.

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 2022-23, the Corporation could recover ₹22.65 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 restraint 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/ settlement operation and vesting of leasehold land to Government khata and also allied reasons.

Since the Corporation is suffering from cent percent NPAs in its loan portfolio, with a view to salvage such 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, 11 loan accounts have been settled under OTS at total

settlement amount of ₹1.69 crore against outstanding of ₹8.79 crore including delay period interest.

POSITION OF SEIZURE & SALE

During FY 2022-23, the Corporation has taken over 02 nos.of units u/s 29 of SFC Act 1951. During the year, 02 no.of e-auction was held for sale of seized asset. The Corporation has sold 09 nos.of seized units/assets at a total consideration of ₹.20.80 crore. The Corporation could also released 05 nos.of seized units to the original borrowers on liquidation of loan under OTS-11 Scheme. As such, the Corporation is having 108 nos. of seized and unsold units involving an outstanding ₹14.45 Crore as on 31.03.2023. Moreover, there are also 581 cases filed u/s.31 of SFCs Act involving an amount of ₹.455.05 crore.

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 31.03.2023 is given in table below.

(₹ in Crore)

Particulars	No of cases & amount involved			
	Section 29		Section 31	
	No.	Amount	No.	Amount
Pending at the beginning of the year.	120	16.14	581	455.05
Filed during the F.Y 2022-23.	2	0.74	-	-
Disposed of during the F.Y 2022-23	14	2.43	-	-
Pending for disposal at the end of year.	108	14.45	581	455.05

PROFITABILITY

Net profit / loss

The Corporation has been posted with a profit of ₹18.48 crore during this fiscal as against profit of ₹6.94 crore during the previous year.

Net worth

The Net-worth of the Corporation stood at ₹13.24 Cr. as on 31.03.2023 as against (-) ₹41.23 Cr. as on 31.03.2022.

Capital Adequacy Ratio



The Capital Adequacy Ratio as on 31.03.2023 stood at 26.84% as against (-) 24.46% as on 31.03.2022.

Cash Flow

During the fiscal 2022-23, there is net cash inflow of ₹471.34 lakh in comparison to net cash in-flow of ₹886.26 lakh during the previous year.

FINANCIAL PERFORMANCE

Income & Expenditure

The Gross income earned by the Corporation during 2022-23 was ₹.24.41 Cr. comprising of interest on loans and advance of ₹18.67 Cr., other income ₹2.05 Cr. in addition to Provision and Expenses written back amounting ₹3.69 Cr against gross income of ₹11.65 Cr. comprising of interest income of ₹8.20 Cr., other income of ₹0.97 Cr. and Provision and Expenses written back amounting ₹2.48 Cr. in FY 2021-22, there by registering an increase of 109.53%. The personnel and administrative expenses, which were ₹2.87 Cr. in 2021-22, have increased to

₹5.17 Cr. during 2022-23, registering increase by 93.63%. Total expenses have also increased to ₹5.94 Cr. in 2022-23 from ₹3.34 Cr. in 2021-22 registering an increase of 77.84%.

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 ₹38.71 Cr. is treated as Share Deposits on account of SIDBI and IDBI Bank (including interest of ₹7.00 Cr. accrued on LISC outstanding from 01.04.2008 to 31.03.2023).

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

(₹ in Cr.)		
Share capital	As at 31.03.2023	As at 31.03.2022
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	38.71	38.24
Grand Total:	420.47	420.00

SOURCES & USES OF FUND

(₹ in Cr.)			
Sources	2022-23	Uses	2022-23
Opening Cash/ Bank	23.28	Int. & Other Financial charges	0.62
Recovery (Net)	20.78	Admn.& Personnel Expense	5.17
Other Receipts	3.38	Other cash out go	15.71
Other Income	2.05	Closing balance	27.99
Total	49.49	Total	49.49

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 ₹246.98 Crore.

SHAREHOLDING PATTERN OF OSFC AS ON 31.03.2023 (₹in Cr)

01.	State Government	342.72
02.	SIDBI	64.85
03.	IDBI	12.73
04.	Bank & LIC	0.15
05.	General Public	0.02
	Total:-	420.47

AUDIT COMMITTEE OF BOARD

The Audit Committee met on 01.12.2023 and reviewed the Internal Audit observations, Action Taken Report on Internal Audit observations, Annual Accounts for FY 2022-23 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 (2022-23).

- i) No. of reports pending for submission at the beginning of the year - Nil
- ii) No. of Audits completed during the year - 04
- iii) No. of Audit reports submitted during the year - 04
- iv) No. of Audit reports pending for submission at the end of the year - Nil

STATUTORY AUDIT

The Corporation has appointed M/s. RKJS & CO LLP, Chartered Accountants,

Cuttack as Statutory Auditors in the Annual General Meeting held on 11.08.2023 to conduct the audit of the Books of Accounts of the Corporation for FY 2022-23 basing on the recommendation of the Reserve Bank of India under section 37(1) of SFC Act. The auditors have completed Statutory Audit for the FY 2022-23.

ANNUAL GENERAL MEETING

The 65th Annual General Meeting of shareholders was held on 11.08.2023 to adopt the audited Balance Sheet and Profit & Loss accounts of the Corporation for FY 2021-22.

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 2022-23 and submitted its inspection report with observation on dt.28.03.2024. Steps are being taken to comply all the outstanding paras.

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.

INFORMATION & COMMUNICATION TECHNOLOGY

During the financial year no additional Hardware or Software has been acquired keeping in mind the limited manpower and lack of any business activity of the Corporation. However, the available hardware and software were properly maintained to run the day to day

operation of the Corporation without any disruption.

HUMAN RESOURCE MANAGEMENT

During the year, 09 employees have retired from Corporation service on attaining the age of superannuation reducing the staff strength from 36 to 27 as on 31.03.2023. Out of 36 employees, 10 employees are posted at field offices and 14 employees are placed at Head Office of the Corporation and rest 3 employees are under deputation.

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 31.03.2023 is as under.

Category	Position as on 01.04.2022	Employees retired/ resigned/ expired.	Employees under deputation service	Staff strength excluding deputation as on 31.03.2023
A Class	0	0	0	0
B Class	27	7	3	17
C Class	9	2	0	7
Total	36	9	3	24

INTERNAL VIGILANCE CELL

Internal Vigilance Department acts as the coordinator/facilitator in between State Vigilance Department and the Corporation. During the F.Y 2022-23, 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 has 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 2022-23 is given below:

SI No	Particulars	No. of Applications	No. of Appeals
1	Pending at the beginning of the year	06	01
2	Received during the year	43	07
3	Disposed during the year	49	07
4	Pending for disposal at the end of the year	0	01



CORPORATE GOVERNANCE

The Corporation has been ensuring transparency, fairness and accountability in all its dealings. OTS-11 Policy, Recovery Policy are well in place and being updated/ reviewed from time to time as per the changing requirements. The Board of the Corporation is constituted as per the provisions of SFCs (Amendment) Act, 2000. The Board of Directors has met 4 times during the F.Y.2022-23 to transact the business of the Corporation. 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. Md Sadique Alam, IAS has assumed the additional charge of Managing Director w.e.f 06.08.2021 and continuing as such till 31.03.2023. During the year, the following changes took place in the Board of Directors.

Consequent upon transfer of Smt.Ranjana Chopra, IAS, Principal Secretary, MSME Department and Chairman, OSFC, Sri Saswat Mishra, IAS, Principal Secretary, MSME Department has been nominated by Government of Odisha as Director and Chairman, OSFC w.e.f. 13.12.2022.

Consequent upon transfer Smt.Vidya Krishnan, Chief General Manager, SBI, Local Head Office, Bhubaneswar, SBI has not nominated any Director to the Board of OSFC. In addition to Sri Pramod Kumar Vijayvargia, GM, SIDBI, Hyderabad, SIDBI has nominated another Director Shri Pradyumna Kumar Choudhury, Deputy General Manager in charge of SIDBI Branch Office, Bhubaneswar as Director, OSFC w.e.f dt.06.05.2022.

Shri Sudam Charan Mandal, Additional Secretary to Government, MSME Department has been nominated by Government as Director under section 10(b) of SFC's (Amendment) Act,

2000 w.e.f dt.04.07.2022. Shri Sailendra Kumar Dwibedi, OAS, Special Secretary to Government, Public Enterprises Department has been nominated by Government as Director in the Board of OSFC under section 10(b) of SFC's (Amendment) Act, 2000 w.e.f dt.06.08.2022.

The Board has co-opted Shri Asit Ranjan Mohanty, Professor, XIM University, Bhubaneswar as Director to the Board in its meeting held on 31.12.2022 in place of Dr. Santosh Kumar Prusty, Associate Professor, XIM who has resigned from Directorship w.e.f.18.05.2022.

During the F.Y.2022-23, four meetings of Board of Directors were held on 16.07.2022, 09.09.2022, 30.12.2022 and 28.03.2023. During FY 2022-23, one Executive Committee meeting was held on 30.12.2022.

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*



R K J S & CO LLP

CHARTERED ACCOUNTANTS

LLPIN: AAN-4993

HEAD OFFICE

C1/34, SECTOR-10, CDA,
MARKAT NAGAR, CUTTACK – 753 014

PHONE: 0671-2955002

MOBILE: 9437064528

EMAIL: ho@cafirmskj.com

Independent Auditor's Report

To the Shareholders of
Odisha State Financial Corporation

1. Report on the Financial Statements

We have audited the accompanying financial statements of Odisha State Financial Corporation ('the Corporation'), which comprise of the Balance Sheet as at 31st March 2023, 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

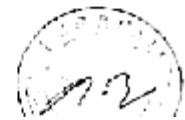
Corporation's Management is responsible with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Corporation in accordance with the accounting standards and principles generally accepted in India 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 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 Responsibilities for the Audit of the Financial Statements

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.



R K J S & CO LLP

CHARTERED ACCOUNTANTS

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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, 2023, 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 statement.

Report on other legal and Regulatory requirements:

On the basis of our audit subject to Notes on Accounts as contained in Schedule "R", 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.





R K J S & CO LLP

CHARTERED ACCOUNTANTS

LLPIN: AAN-4993

HEAD OFFICE

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MARKAT NAGAR, CUTTACK – 753 014

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- vii. 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 except the following..
- As disclosed vide Note-6.2 - Notes on Accounts regarding physical possessions and title deeds of immovable properties of Rs.32.50lakh.
 - Revaluation of fixed assets has not been undertaken since 2007 to give a true and fair position and thus its impact on accounts, could not be ascertained/commented.
 - An amount of Rs.18,16,893/- CR.Balance shown under the head of suspense.
 - Corporation having 5005 nos. of shares of Karnataka Bank Ltd. and its face value of Rs.10/- only. In the meantime, values of these shares have gone up and the Corporation is expecting a fair value around Rs.12.00lakh by selling the same but till date no action has been taken by the Corporation.
- 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, 2023 for a period of more than six months from the date on when they became payable.

For R K J S & Co. LLP
(Chartered Accountants)
Reg.No. : 323001E/E300058

Place: Cuttack
Date: 28.12.2023

Sd/-

CA RAJESH KUMAR JHUNJHUNWALA
Partner
Membership No.: 055762

UDIN NO-23055762BHBHAN6188



Annual Accounts
2022 - 23



ODISHA STATE FINANCIAL CORPORATION			
BALANCE SHEET AS ON 31st March 2023			
Particulars	Schedule Ref.	As at 31st March 2023	As at 31st March 2022
CAPITAL AND LIABILITIES		₹	₹
CAPITAL	A	4204741550	4200072800
Reserves and Surplus	C	318300938	281343806
Borrowings	D	74175564	1060262781
Other Liabilities and Provisions	E	518607789	515859096
TOTAL		5115825841	6057538483
ASSETS			
Cash and Bank Balances	F	279890366	232756109
Investments (Net of Diminution Reserve)	G	2	2
Loans and Advances(Net of provisioning for NPA)	H	0	0
Fixed Assets	I	205735063	207244216
Other Assets	J	440198430	924507127
Profit and Loss Appropriation		4190001980	4693031029
Account TOTAL		5115825841	6057538483

SIGNIFICANT ACCOUNTING POLICIES Q

NOTE ON ACCOUNTS R

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

As per our Report of even date

**For RKJS & CO. LLP
Chartered Accountants
FRN.323001E/E300058**

Sd/-
(P.P.Choudhury)
General Manager
OSFC

Sd/-
(Md.Sadique Alam,IAS)
Managing Director
OSFC

Sd/-
A R Mohanty
DIRECTOR
OSFC

Sd/-
P K Choudhury
DIRECTOR
OSFC

Sd/-
(R.K.Jhunjhunwala,FCA,DISA)
Membership No.055762
PARTNER



PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2023			
Particulars	Schedule Ref.	As at 31st March 2023	As at 31st March 2022
INCOME (A)		₹	₹
Income from Operations (Interest)	N	186660448	81983754
Other Incomes	O	20457264	9684086
Provisions/ Expenses Written Back		36950001	24791826
Total Income (A)		244067713	116459666
EXPENDITURES (B)			
Other Financial Expenses	K	6158549	4736155
Personnel Expenses	L	49100728	24036608
Administrative Expenses	M	4148202	4676274
Total Expenditure (B)		59407479	33449037
Operating Profit (A - B)		184660234	83010629
Less Provision for NPA (Net)		-	-
Profit Before Tax		184660234	83010629
Less: Provision for Taxation			-
Profit after Tax		184660234	8,30,10,629
Net prior period Adjustments	P	125428	(-)13625551
Profit/(Loss) Carried to P & L Appropriation A/C		184785662	69385078

As per our Report of even date

For RKJS & CO. LLP
Chartered Accountants
FRN.323001E/E300058

Sd/-
(P.P.Choudhury)
General Manager
OSFC

Sd/-
(Md.Sadique Alam, IAS)
Managing Director
OSFC

Sd/-
A R Mohanty
DIRECTOR
OSFC

Sd/-
P K Choudhury
DIRECTOR
OSFC

Sd/-
(R.K.Jhunjunwala, FCA, DISA)
Membership No.055762
PARTNER



PROFIT AND LOSS APPROPRIATION ACCOUNT		
FOR THE YEAR ENDED 31st MARCH, 2023		
PARTICULARS	2022-23 (Current Year) ₹	2021-22 (Previous Year) ₹
Balance as per last Balance Sheet - General Reserve/ (Accumulated Loss)	(4693031029)	(4748539091)
PROFIT / (LOSS) FOR THE YEAR AS PER PROFIT AND LOSS ACCOUNT	184785662	69385078
SPECIAL RESERVE (U/S 36(1) (viii) OF THE INCOME TAX ACT, 1961)	36957132	13877016
Waiver of Interest by SIDBI now credited to P & L Account.	355200519	-
PROFIT TRANSFERRED TO GENERAL RESERVE/ (ACCUMULATED LOSSES)	(4190001980)	(4693031029)

NB : SIDBI waived Refinance/Funded Loan and Interest of ₹ 83,60,87,217/- on payment of balance OTS amount of ₹ 15.00 Crore out of the settlement amount of ₹ 42.00 core. After adjustment of ₹48,08,86,698/- shown as payment under Protest, the balance amount of ₹ 35,52,00,519/- credited to Profit & Loss appropriation account.

As per our Report of even date

**For RKJS & CO. LLP
Chartered Accountants
FRN.323001E/E300058**

Sd/-
(P.P.Choudhury)
General Manager
OSFC

Sd/-
(Md.Sadique Alam,IAS)
Managing Director
OSFC

Sd/-
A R Mohanty
DIRECTOR
OSFC

Sd/-
P K Choudhury
DIRECTOR
OSFC

Sd/-
(R.K.Jhunjhunwala,FCA,DISA)
Membership No.055762
PARTNER



ODISHA STATE FINANCIAL CORPORATION		
CASH FLOW STATEMENT		
PARTICULARS	For the Year ended on March 31ST, 2023 (CURRENT YEAR)	For the Year ended on March 31ST, 2022 (PREVIOUS YEAR)
(A) CASH FLOW FROM OPERATING ACTIVITIES		
	₹	₹
Profit before Tax	184660234	83010629
Add: - Depreciation	1509153	1965457
Cash from Operations (i)	186169387	84976086
ADJUSTMENTS FOR OPERATING ASSETS / LIABILITIES & OTHER EXPENDITURES		
Increase/(Decrease) in Liabilities	-	-
Borrowings	(630886698)	-
Other Liabilities	2748693	37198585
Decrease / (Increase) in Assets	-	-
Loans and Advances		
Other Assets	484308697	(23855095)
Other Expenditures		
Direct Taxes Paid		
Net Prior Period Adjustment	125428	(13625551)
Net Cash Used in Operating Liabilities/Assets & Expenditures (ii)	(143703880)	(282061)
Net Cash (Used in)/ Flow from Operating Activities. (i) + (ii)	42465507	84694025
(B) CASH FLOW FROM INVESTMENT ACTIVITIES		
Purchase of Fixed Assets (Net Addition)		
Adjustment of depreciation for earlier year		(736341)
Redemption of Investment (Net)		
Sale of fixed Assets		
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	-	3932409
NET CASH FLOW/ NET CASH USED DURING THE YEAR (A+B+C)	47134257	88626434
Net increase/ (decrease) in cash and Cash equivalents	47134257	88626434
Cash & Cash equivalents at beginning of the year	232756109	144129675
Cash & Cash equivalents at the end of the year	279890366	232756109

As per our Report of even date

For RKJS & CO. LLP
Chartered Accountants
FRN.323001E/E300058

Sd/-
(P.P.Choudhury)
General Manager
OSFC

Sd/-
(Md.Sadique Alam,IAS)
Managing Director
OSFC

Sd/-
A R Mohanty
DIRECTOR
OSFC

Sd/-
P K Choudhury
DIRECTOR
OSFC

Sd/-
(R.K.Jhunjunwala,FCA,DISA)
Membership No.055762
PARTNER



SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE A - SHARE CAPITAL

Particulars	As at 31.03.2023	As at 31.03.2022
	₹	₹
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 ALLOTTMENT	387111050	382442300
TOTAL:	4204741550	4200072800

* 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 in ₹
SIDBI-LISC (PRINCIPAL)	62250000
Interest from 01/04/2008 to 31.03.2023	70031250
	132281250
MGD (SIDBI Share)	127389900
	259671150
IDBI - MGD	127389900
TOTAL	387061050



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

Particulars	As at 31.03.2023	As at 31.03.2022
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 31.03.2023	As at 31.03.2022
(A) DISTRIBUTABLE PROFITS		
i) GENERAL RESERVES (U/S 35 of SFC's ACT)	148000	148000
ii) SPL. RESERVE (U/S 36(1) OF I.T.ACT, 1961)	114040678	77083546
SUB TOTAL (A)	114188678	77231546
(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)	318300938	281343806

SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE D- BORROWINGS

Particulars	As at 31.03.2023	As at 31.03.2022
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		
(i) Restructured Refinance		
(ii) New LOC under TRA		
ii. 0% Funded Loan		
iii. Interest Accrued & Due on Refinance		
iv. REFINANCE / LOC AGREED FOR OTS	0	150000000
v. REFINANCE / LOC / FUNDED LOAN & INTEREST AGREED FOR WAIVER	0	836087217
Sub Total	0	986087217
(B) INTEREST ACCRUED AND DUE (LISC)		
i. On Loan-in-lieu of Share Capital - SIDBI/IDBI as on 31.03.2008	74175564	74175564
Sub Total	74175564	74175564
TOTAL	74175564	1060262781



SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE E - OTHER LIABILITIES AND PROVISIONS

	Particulars	As at 31.03.2023	As at 31.03.2022
		₹	₹
A	OTHER LIABILITIES		
I.	SUNDRY DEPOSITS	385091733	398981172
II.	EXCESS AMOUNT PAYABLE ON SALE OF MORTGAGED/	6521447	6521447
III.	DIVIDEND PAYABLE	539101	539101
IV.	UNCLAIMED LIABILITIES	0	1730000
V	AMT. PAYABLE TO STATE AID FUND	283233	283233
VI	SHARE OF STATE GOVT. & OTHERS PAYABLE- LOANEE	1386495	1386495
VII	AGENCY FUND		
(a)	St. Govt. Seed Money Fund	17189074	17189074
(b)	St. Govt. Soft Loan Fund	817192	817192
(c)	St. Govt. M.M. Assistance Fund	2567995	2567995
(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
VIII.	OTHER DEPOSITS- AGENCY	28872379	27202283
	SUB TOTAL - (A)	501034501	514983844
B.	PROVISIONS		
IX	PROVISION AGAINST EXPENSES	17573288	875252
	SUB TOTAL - (B)	17573288	875252
	TOTAL (A + B)	518607789	515859096



SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE - F CASH AND BANK BALANCES

Particulars	As at	As at
	31.03.2023	31.03.2022
	₹	₹
(A) CASH IN HAND	101996	84974
(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	5465630	94810171
ii. Scheduled Banks In Fixed Deposit Accounts	131349491	131973783
iii. Scheduled Banks in Flexi Deposit Accounts	142973249	5887181
TOTAL	279890366	232756109

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE G - INVESTMENTS

Particulars	As at	As at
	31.03.2023	31.03.2022
	₹	₹
(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: Dimunition 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 31.03.2023	As at 31.03.2022
	₹	₹
1. PRINCIPAL AMOUNT		
(A) Direct Operation		
i. Term Loan under various schemes	2360329583	2396271362
ii. Soft loan under Special Share Capital Schemes	19586908	19645708
iii. Bridge Loan	1790160	1790160
iv. Loan against Govt. Seed Money	655941	655941
v. Loan against IDBI Seed Capital	504996	504996
Sub Total :	2382867588	2418868167
(B) Loan Under Special Schemes		
i. Short Term Working Capital Loan	72248107	72248107
Sub Total :	72248107	72248107
Total (A + B)	2455115695	2491116274
2. Misc. Expenses on Loans & Advances	14699886	15660558
Total (1 + 2)	2469815581	2506776832
3. Less NPA Provision	2469815581	2506776832
NET AMOUNT OF LOANS & ADVANCES	0	0



**SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE I - FIXED ASSETS AS ON 31.03.2023**

TYPE OF ASSETS	Rate of Depreciation	COST (In Rupees)						DEPRECIATION (In Rupees)			WRITTEN DOWN VALUE			
		As on 31-03-2022	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 31-03-2023	Up to 31-03-2022	During the year	Addition during the year for prior year	Up to 31-03-2023	As on 31-03-2023	As on 31-03-2022
LAND		179123947						179123947	0	0	0	179123947	179123947	
OFFICE BUILDING	4.87%	86626042						86626042	59205942	13353359	0	26084741	27420100	
OTHER BUILDING	4.87%	3000000						3000000	2559046	21474	0	419480	440954	
VEHICLE (Motor Cycle)	25.89%	9600195						9600195	9583021	4446	0	12728	17174	
FURNITURE & FIXTURE	25.89%	3933807						3933807	3933807	0	0	0	0	
OFFICE EQUIPMENTS	45.07%	5893686						5893686	5876263	7853	0	9570	17423	
COMPUTER	63.16%	15591674						15591674	15372015	138737	0	80922	219659	
ELECTRICAL INSTALLATION & EQUIPMENTS	25.89%	799719						799719	794760	1284	0	3675	4959	
LIBRARY	100.00%	339791						339791	339791	0	0	0	0	
CURRENT YEAR TOTAL		304908861						304908861	97664645	1509153	0	205735063	207244216	
PREVIOUS YEAR TOTAL		304908861						304908861	97664645	1804913	140544	207244216	207244216	

NOTE: 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 ₹206.75 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 31.03.2023	As at 31.03.2022
	₹	₹
i Stationery & Stores	1831	13771
ii Loans/ Advance to Employees	646580	666049
iii Travelling Advance to Managing Director		
iv Deposit of Fees - under CPA	192615	192615
v Other Recoverable Dues		
(a) Rent of Premises receivable	8502876	4690858
(b) Advance to Advocates	1652815	1426315
vi Interest accrued but not due on deposits with bank	3622295	4635945
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	0	179500000
(b) Payment of Refinance Interest under protest	0	301386698
ix Sale of Mort.Assets Settlement Account (Jt.Finance)		
(a) IPICOL	14410796	20793754
x Advance Taxes	936301	936301
xi Disputed payments-under protest	29436628	29436628
xii Deposits against Court Directives	98811475	98811475
xiii Security Deposit - Telephone	17000	17000
xiv Security Deposit - Electrical Installation	273070	273070
xv Advance payment of Loan to State Govt.	230884097	230884097
xvi VR employees exgratia expenses	97500	130000
TOTAL	440198430	924507127



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

	Particulars	2022-23 (Current Year)	2021-22 (Previous Year)
		₹	₹
I	Bank Charges & Commission	5345	12131
II	Interest / Compensation Payment as per Court Directive	1462362	50000
III	Prof Tax on GST	10000	0
iv	GST	12092	5274
v	Interest on Loan in Lieu of Share Capital	4668750	4668750
	Total	6158549	4736155

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

	Particulars	2022-23 (Current Year)	2021-22 (Previous Year)
		₹	₹
i.	Salaries & Allowances		
(a)	Managing Director Salary		
(b)	Employees Salary	25568784	18082013
(c)	Consolidated wages	1409238	1297788
ii.	Employer's contribution to EPF	1527952	2067639
iii.	Medical aid to staff	283450	111000
iv.	Insurance Premium paid on GIS	22435	23162
v.	Contribution to Employees Group Gratuity Fund-LIC of India	16004	2272
vi.	Leave Encashment	1415669	0
vii.	Gratuity Payment	14509681	0
viii	Contribution to Employees Group Leave Encashment Fund-LIC of India	1804	20233
ix.	Ex-Gratia to Employees	0	10000
x.	Ex-Gratia under-VRS	32500	463096
xi	Salary in lieu of pension	4313211	1959405
	TOTAL	49100728	24036608



SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

SCHEDULE M- ADMINISTRATIVE EXPENSES

Particulars		2022-23	2021-22
		(Current Year)	(Previous Year)
		₹	₹
1	Travelling Expenses		
	I. Managing Director	0	0
	ii. Directors and Committee Members	0	0
	iii. Employees and others	47230	78018
2	Directors and Committee Members Sitting Fee	0	3000
3	Rent, Electricity & Water Charges	318204	316399
4	Computer Stationary	27740	19130
5	Printing & Stationary	80291	30002
6	Publicity & Advertisement	9831	41299
7	Repairs & Renewals	217926	6113
8	Depreciation	1509153	1965457
9	Audit Fees		
	(a) Statutory Audit	40000	40000
	(b) Tax Audit	8000	8000
10	AMC Fees & Expenses	89743	91347
11	Audit Expenses	9010	2660
12	Other Legal Expenses	282850	701070
13	Professional Fees & Expenses	10870	11456
14	Newspapers & Periodicals	4467	0
15	Rates, Taxes & Insurance	238703	250222
16	Vehicle Repair & Maintenance	21743	26380
17	Telephone Expenses	63409	54405
18	Fuel & Lubricants Expenses	134435	106855
19	Postage Stamps & Telegrams	18468	26021
20	Conveyance Expenses	103900	136550
21	Vehicle hire Charges	0	0
22	Miscellaneous Expenses	877990	745170
23	Fees paid to Advocates	0	14800
24	Meeting Expenses	30139	1920
25	Computer Servicing Expenses	4100	0
	TOTAL:	4148202	4676274



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

	Particulars	2022-23	2021-22
		(Current Year)	(Previous Year)
		₹	₹
i.	Interest on Term Loans	108864088	74682528
ii.	Interest on Soft Loans	106632	465
iii.	Interest on FITL	23148575	0
iv.	Penal Interest on Loan	53536009	7097143
v.	Delayed Period Interest (OTS)	1005144	203618
	Total	186660448	81983754

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

	Particulars	2022-23	2021-22
		(Current Year)	(Previous Year)
		₹	₹
i.	Interest on Term & Flexi deposits with Bank	9134995	5051572
ii.	Interest on SB A/c	2244	8556
iii.	Sale of Forms	8000	0
iv.	Right to Information Fees	1970	422
v.	Miscellaneous Income	2162972	87473
vi.	Other Income on regular basis	8278029	4396562
vii.	(a) Interest on House Building Adv.	113632	118328
	(b) Interest on Vehicle Adv.	1317	173
	Misc. Receipt - Recovery Administration	20000	21000
viii.	Leave salary & Gratuity Contribution received from other organisation against the deputed staff	734105	0
	Total	20457264	9684086



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

(A) - Prior Year Income		2022-23 (Current Year)	2021-22 (Previous Year)
i)	Amount paid to Sri A.K.Basa towards leave salary on 04.03.2021 treated as expenditure during the year 2020-21 but the amount received from LIC of India on 29.06.2021 is now treated as prior period income.	484029	736341
TOTAL		484029	736341
(B) - Prior Year Expenditure			
(i)	Amount of fuel bill paid to Sri S.K.Moharana pertaining to earlier years	43901	14343138
(ii)	Interest income reversed under OTS scheme	314700	18754
TOTAL		358601	14361892
NET (A) - (B)		125428	13625551



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,

One Time Settlement (OTS) Case

1st- Principal
2nd Other charges

3rd Additional & Penal Interest

Last Interest Accrued & due

Sale of Assets U/s 29 of SFC/s Act cases

1st - Other charges
2nd - Principal

3rd Additional & Penal interest

Last Interest Accrued & due

Rephasing/Re-schedulement cases

1st Other charges
2nd Interest & Penal Interest (on funded capital & unrephased portion of loan)
3rd principal overdues of rephased/Funded capital/ unrephased portion of Loan (1st due 1st adjustment basis)

4th principal of rephased / Funded capital.

5th Principal of unrephased & portion of loan
6th 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 prorata basis on loan outstanding/ principal outstanding of financiers with mutual acceptance and consent.
- 7.2 In the case of Joint Finance cases, co-Financers are executed documents on their sale of deferred sale proceeds, but in some cases 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

For RKJS & CO. LLP
Chartered Accountants
FRN. 323001E/E300058

Sd/-
(P.P.Choudhury)
General Manager
OSFC

Sd/-
(Md.Sadique Alam, IAS)
Managing Director
OSFC

Sd/-
A R Mohanty
DIRECTOR
OSFC

Sd/-
P K Choudhury
DIRECTOR
OSFC

Sd/-
(R.K.Jhunjunwala, FCA, DISA)
Membership No.055762
PARTNER



SCHEDULE 'R'
NOTES ON ACCOUNTS

1. SHARE CAPITAL:

- 1.1 Interest accrued on LISC and payable to SIDBI for the FY 2022-23 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 ₹3871.11 lakh (₹3824.42 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 31.3.2023 is ₹195.87 lakh. (₹196.46 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 31.03.2023

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. As per the tie-up arrangement with LIC of India, the LIC will pay maximum limit of gratuity of ₹ 10.00 lakhs. After enhancement of gratuity limit from ₹10.00 lakhs to ₹20.00 lakhs, the balance amount shall be borne by the Corporation.
- 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 LIC has been fully provided as on 31.03.2023. The Fund position as on 31.03.2023 under GGS is ₹213.29 lakh and under GLES is ₹158.22lakh.

4(a). OTHER STAFF LIABILITIES

The ex-gratia payment of ₹7259232/- 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 ₹32500/- for FY 2022-23 (Previous year ₹463096/-).

(b) OTHER UNIDENTIFIED LIABILITIES

An amount of ₹18,00,000/- received from state treasury which head of accounts is not yet identified shown under suspense account inflating both sides of the Balance Sheet.

(c) SIDBI OTS LIABILITIES

SIDBI waived refinance and funded loan of ₹836087217/- on payment of balance OTS amount of ₹15.00 crore out of the settlement amount of ₹42.00 crore. As a result refinance dues of SIDBI has been fully paid during the financial year 2022-23.

- (d)** In connection with the Court cases between M/s Vigyan Chemical Industries and M/s Manorama Chemical and in pursuance of the attachment order from the Court, the Union Bank of India, Cuttack and Odisha State Co-operative Bank, Cuttack has frozen the operation of fixed deposits of the Corporation having money value of ₹1.03 crore and ₹4.74 crore respectively on 13th September 2021. The above matter is still pending with the Hon'ble Supreme Court of India.

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 ₹2.05 Lakh (Pr. Yr. ₹2.27 Lakh) has been fully provided for.



- 5.2 The loans and advances have been shown net of funded interest term loan of ₹725.78 Lakh (last year ₹758.20 Lakh)
- 5.3 During the year 11 loan (23) accounts are settled under OTS and ₹168.52 lakh (₹175.36 lakh) has been realized. The Corporation waived/sacrificed Interest/penal interest amounting to ₹710.01 lakh (₹1423.84 lakh) and principal of ₹0.11 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 31.3.2023, Interest dues of ₹8333.92 Crore (₹7191.99 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 ₹3.15 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, Phulbani and Rourkela are transferred infavour of the Corporation, transfer of ownership formalities in respect of Cuttack OMP Square and Madhupatna, 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, the Hon'ble Court has given status quo on this matter.
- 6.3 Disposal of old Office Vehicle:
There are some old unused office vehicles and Furniture's lying on at office. Appropriate step should be taken for disposal with proper Approval.

6.4 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 31.03.2022, ₹301.66 lakh is no more required due to recovery of Loans and hence written back to P & L Account..
- 7.2 During the year 11 nos of loan account has been fully repaid under OTS out of the NPA, resulting written back of provision of ₹67.84 lakh and credited to Profit & Loss Account.

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 31.03.23	As on 31.03.22	Current Year	Previous year	As on 31.03.23	As on 31.03.22	As on 31.03.23	As on 31.03.22
Standard								
Direct Loan - Regular	-	-	-	0.25%				
Direct Loan – Restructured A/c	-	-	-	0.40%				
Personal Loan	-	-	-	0.40%	-	-	-	-
Vehicle & Housing Loan	-	-	-	0.40%				
Sub- Total	0	0	0	0	0	0	0	0



NPA								
Sub Standard	-	-	25%	25%				
Doubtful – I	-	-	40%	40%				
Doubtful – II	3.75	4.70	100%	100%	3.75	4.70		
Doubtful – III	117.22	119.45	100%	100%	117.22	119.45		
Loss	126.01	126.53	100%	100%	126.01	126.53		
Total (NPA)	246.98	250.68			246.98	250.68		
Grand Total	246.98	250.68			246.98	250.68	-	-

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. CONTINGENT LIABILITIES ENVISAGED BY THE CORPORATION

Estimates

12 nos. of cases filed against the Corporation involving claims of ₹1277.24 lakh(17 nos. ₹1385.99 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) Smt. Ranjana Chopra, IAS, Principal Secretary, MSME Department and Chairman, OSFC from 04.03.2022 to 14.10.2022.
- (ii) Sri Saswat Mishra, IAS, Principal Secretary, MSME Department and Chairman, OSFC from 13.12.2022 and continuing.
- (iii) Md. Sadique Alam, IAS, Managing Director, OSFC from 06.08.2021 and continuing.

Gross salary including perquisites / Honorarium - Nil

Outstanding Balance of loans as on 31.03.2023
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 ₹1.25 lakh (-₹136.26) 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		42047.41	-	42047.41
	Loan pending conversion to Share Capital		-	-	0
	Free Reserve & Surplus		1176.26	-	1176.26
	Provision on Standard Assets		-	-	-
	Assets Revaluation Reserve (Rs.2006.75 lakh discounted at 55%)		-	903.04	903.04
	Total		43223.67	903.04	44126.71
	Accumulated loss		41900.02	-	41900.02
	Net Capital Base		1323.65	903.04	2226.69
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	1.02	0%	0	
	Bank Balance with Nationalised/Scheduled Banks and in transit.	1484.39	20%	296.88	
	Short Term Deposits with Banks	1313.49	20%	262.70	
	Total:-	2798.90		559.58	
b)	Investments		100%	0	
c)	Loans and Advances (including other charges)		0	100%	0



d)	Fixed Assets (Net)	2057.35	100%	2057.35
e)	Other Assets			
	Staff Advance	6.47	20%	1.29
	Others	4395.51	100%	4395.51
f)	Intangibles	-		
	Total Assets	9258.23		7013.73
(B) Off Balance Sheet Items				
i.	Guarantees	-	100%	-
ii.	Claims against the Corporation	1277.24	100%	1277.24
iii.	Other Items		100%	
	TOTAL B	1277.24		1277.24
	GRAND TOTAL (A+B)	10535.47		8290.97

RISK BAND – RISK BASED ASSETS

Risk band	Total Amount (including OBS)	Less Reserves Intangibles	Net Amount	Risk Weighted Value
Zero Risk	1.02	0	1.02	0
20% Risk	2797.88	0	2797.88	559.57
100% Risk				
BS	6459.33	0	6459.33	6459.33
OBS	1277.24	0	1277.24	1277.24
TOTAL	10535.47	0	10535.47	8296.14

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

- (i) CORE CRAR = $\frac{\text{Net Capital Base}}{\text{Net Risk Weighted Assets}} = \frac{1323.65}{8296.14} = 15.95\%$ [Pr. Yr. (-)31.32%]
- (ii) Supplementary CRAR = $\frac{903.04}{8296.14} = 10.88\%$ [Pr. Yr. 6.86%]
- CRAR (i+ii) = $\frac{2226.69}{8296.14} = 26.84\%$ [Pr. Yr. (-)24.46%]
- b) NET WORTH → Rs.13.24 Cr (Pr. Yr. (-)Rs.41.23 Cr.)

The amount of subordinate debt raised during the year

as Tier-II Capital → Nil [Nil]

	As on 31-03-23		Previous Year (Rs..in lakh)	
	Gross	Net	Gross	Net
Risk weighted assets	10535.47	8296.14	15031.06	13163.51

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



	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	2596.711	6485.646
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	3871.11	42047.415

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 31.3.23</u>		<u>Previous Year</u>	
	Net NPA Amt.	% to total Net NPAs	Net NPA Amt.	% to total Net NPAs
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 31.3.2023</u>	<u>Previous Year</u>
Standard Assets-NPAs	(-)Nil	Nil
Investments-NPAs	Nil	Nil
Income Tax-	Nil	Nil

(g) Movement of Net NPAs Against Sub-Standard Assets- Against Doubtful Assets- Total:-

	<u>As on 31.3.2023</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 31.03.23</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	21.00%	2.42%	278.06	(-)6.74%	2.12%
ii) The largest borrower group	828.63	62.54%	7.23%	828.63	(-)20.10%	6.33%
iii) The 10 largest single borrower	1892.59	142.97%	16.52%	1892.59	(-)45.89%	14.46%
iv) The 10 largest borrower groups	1378.47	104.08%	12.06%	1423.47	(-)34.51%	10.87%



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

As on 31.3.2023

Largest Industrial Sectors		Total Credit Exposure (Rs.in Crore)		%Total Loan Assets	
1.	Food manufacturing	24.68	(24.28)	9.99	(9.68)
2.	Other Chemical & Chemical Prods.	18.54	(18.54)	7.50	(7.40)
3.	Services				
	Hotels	6.58	(7.62)	2.66	(3.04)
	Transport	31.01	(31.11)	12.55	(12.41)
	Other Services	17.88	(17.88)	7.23	(7.13)
4.	Textiles	15.35	(15.35)	6.21	(6.12)
5.	Basic Metals	14.46	(14.60)	5.85	(5.82)

LIQUIDITY

j) Maturity pattern of Rupee

Assets & Liabilities – (Rs. 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	14.85	44.02	0	0	0	452.71	511.58
Rupee Liabilities	0	51.86	0	0	0	459.72	511.58
Difference	14.85	(-7.84)	0	0	0	(-7.01)	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	$\frac{1866.60}{11451.66} = 16.30\%$ (Pr.Yr. 6.26%)
b)	Non- Interest income as a % to average working funds:	$\frac{204.57}{11451.66} = 1.79\%$ (Pr.Yr. 0.74%)
c)	Operating profit as a % to average working funds	$\frac{1846.60}{11451.66} = 16.12\%$ (Pr.Yr 6.34%)
d)	Return on average assets	$\frac{1847.86}{11451.66} = 16.13\%$ (Pr.Yr. 5.30%)
e)	Net Profit/(Loss) per employee	$\frac{1847.86}{27} = 68.44$ lakh (Pr.Yr.19.27 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

For RKJS & CO. LLP
Chartered Accountants
FRN.323001E/E300058

Sd/-
(P.P.Choudhury)
General Manager
OSFC

Sd/-
(Md.Sadique Alam,IAS)
Managing Director
OSFC

Sd/-
A R Mohanty
DIRECTOR
OSFC

Sd/-
P K Choudhury
DIRECTOR
OSFC

Sd/-
(R.K.Jhunjunwala,FCA,DISA)
Membership No.055762
PARTNER



Annexure - I

PARTICULARS IN RESPECT OF LOANS AND ADVANCES FORMING PART OF SCHEDULE - H			
			(₹. In lakh)
As at 31.03.2022	PARTICULARS		As at 31.03.2023
	1	Particulars of Loans & Advances	
20173.59	(a)	Debts considered good in respect of which the Corporation is fully secured(out of this loan amounting ₹17783.93(₹15511.08) lakh also covered by personal guarantees)	20118.68
4015.09	(b)	Debts fully secured but under litigation	3710.00
24188.68		Total (a) + (b)	23828.68
-	(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.	
719199.00	(e)	(i) Total amount of instalment whether of principal or interest of which default was made at any time during the year.	833391.63
673694.00		(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).	832922.13
-		(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.	
45505.00		(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.	45505.00
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.	
17874.00	(i)	Debts due from small scale industrial concerns	17834.00
7194.00	(ii)	Debts due from concerns other than those included under (i) above.	7194.00
	3	Classification of Loans and Advances according to the Constitution of the Industrial Units.	
5473.00		(a) Proprietary	5473.00
1410.00		(b) Partnership	1410.00
307.99		(c) Co-operatives	307.99
12652.00		(d) Private Limited Companies	12507.00
4345.69		(e) Public Limited Companies	4130.69
-		(f) Trusts	-
24188.68		Total:	23828.68



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

Particulars	As at 31.03.2023	As at 31.03.2022
	₹	₹
Security Deposit by Security Service agencies	2219791	2103069
State Investment Subsidy (M & LI)	9359248	9359248
GIC Claim Settlement	5000	5000
Advance Deposit towards OTS	52036244	47259394
Security Deposit & Down Payment	173511140	198605435
State Investment Subsidy (H & T Promoters)	753961	753961
State Investment Subsidy (SSI)	35204756	37446078
Misc. Deduction Salary	0	4530
Suspense	1816893	1816893
Deputationist P F contribution received	0	76984
LIC Deduction from Salary	4166	12880
Other Deduction - Terminal Dues	772806	772806
Advance against House Rent	261642	261642
Tax Deduction at Source - Others	27940	28694
Co-Operative Loan deduction -Salary	141372	178872
Co-Operative Thrift Deposits	3800	19700
Employees Union Fees Deduction - Salary	110	255
Staff Welfare Fund	32497	32497
Professional Tax Deduction - Salary	7625	11350
Bank Loan Deduction Salary	59000	59000
Employee's Welfare Fund Deduction-Salary	440	1480
P.F Advance (Recovered)	30145	28062
GST Recovered	202913	174658
Deposits by Loanee as per Court Directives	71576752	71576752
Employee's Provident Fund	117805	148582
Salary & Allowances Payable	13010635	888410
Consolidated Wages Payable	146000	106000
EMD Refundable / Distributable	23578754	23578754
OSFC Foundation Day Celebration Fund	145036	145036
Excess VRS benefit refundable to Govt	20911	20911
TDS Salary	0	2000
Stale Cheque	6105	5229
Excess recovery refundable	446	446
Leave Encashment settlement	0	1499589
Gratuity Settlement	37800	1996975
T o t a l ----->	385091733	398981172



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

Particulars	As at 31.03.2023	As at 31.03.2022
	₹	₹
State Govt. Seed Money Recovered-Agency	4875247	4862197
Int.on State Govt. Seed Money Recovered	6451956	6415510
State Govt. MM Asst. Recovered	238589	238589
Int.on State Govt. M.M. Asst.Recovered	244157	244157
Soft Loan from SIDBI - (MUN) Recovered	222093	222093
SIDBI NEF Recovered - Agency	6176660	6018724
Service Charges SIDBI NEF-Agency	8913837	8913837
Interest on State Govt. Soft Loan Recovered	751022	206206
State Govt. Soft Loan recovered	480970	80970
IDBI Seed Capital	517848	0
T o t a l	28872379	27202283



SUB SCHEDULES FORMING PART OF SCHEDULE- F CASH & BANK BALANCES Balance with scheduled Banks in Current/Saving Accounts		
Particulars	As at 31.03.2023	As at 31.03.2022
	₹	₹
At Head Office		
Axis Bank, Link Road	2000	2000
Central Bank of India, OMP Square,Ctc.	7646	94277259
Union Bank of India, College Square,Cuttack.(Withdrawal A/c)	249409	125630
HDFC Bank Ltd	5090916	291745
Total ----->	5349971	94696634
(1) Cuttack Branch		
Union Bank of India (Deposit)	16514	16057
Union Bank of India (Withdrawal)	12116	11782
Union Bank of India (Deposit) - Balasore	1028	1000
Total ----->	29658	28839
(2) Paradeep Branch		
Union Bank of India,Link Road, Ctc(Deposit)	10236	10007
Union Bank of India,Link Road, Ctc(Withdrawal)	4752	4621
Total ----->	14988	14628
(3) Bhubaneswar Branch		
Union Bank of India, Nayapalli (SB-Deposit)	1039	1011
Union Bank of India, Nayapalli (SB-Withdrawal)	4240	4123
Union Bank of India(Deposit A/c.)	25001	25001
Union Bank of India, Phulbani (Recovery Cell A/c)	24688	23890
Total ----->	54968	54025
(4) Sambalpur Branch		
Union Bank of India (Deposit)	1000	1000
Union Bank of India (Withdrawal)	15045	15045
Total ----->	16045	16045
Grand Total----->	5465630	94810171

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

Particulars	As at 31.03.2023	As at 31.03.2022
	₹	₹
Head Office	98606	70919
Cuttack Branch	0	102
Paradeep Branch	1540	12540
Bhubaneswar Branch	477	40
Sambalpur Branch	1373	1373
Total----->	101996	84974



SUB SCHEDULES FORMING PART OF SCHEDULE- F

Details of Fixed Deposit with Bank

PARTICUALRS		As at 31.03.2023	As at 31.03.2022
Sl.No.	Name of the Bank	₹	₹
1	Union Bank of India, College Square, Cuttack.	30537147	28949883
2	Union Bank of India, Bhubaneswar	15000000	25000000
3	Centran Bank of India, Cuttack	31710821	30200000
4	AXIS Bank Ltd., Rourkela (For Bank Guarantee)	389992	369624
5	The Odisha State Co-operative Bank, Link Road Branch, Cuttack	53535804	47454276
6	Axis Bank Ltd., Link Road Branch, Cuttack	175727	0
TOTAL ----->		131349491	131973783

SUB SCHEDULES FORMING PART OF SCHEDULE- F

Details of Flexi Deposit with Bank

Sl. No.	Name of the Bank	As at 31.03.2023	As at 31.03.2022
1	Union Bank Of India, College Square, Cuttack. (ESCROW A/c)	6456173	5887181
2	HDFC Bank, Cuttack	136517076	0
Total		142973249	5887181

SUB SCHEDULES FORMING PART OF SCHEDULE J

SUB SCHEDULE - ADVANCE TO EMPLOYEES

Particulars	As at 31.03.2023	As at 31.03.2022
	₹	₹
Pay Advance	267674	267674
Festival Advance	114446	114446
Office Expenses Advance	67165	81908
Travelling Advance - Employees	197295	202021
Total ----->	646580	666049



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

ADVANCE TAXES	₹	₹
	As at 31.03.2023	As at 31.03.2022
Income Tax paid under protest	568243	568243
Income Tax Deducted at source	368058	368058
TOTAL	936301	936301

DETAILS OF DEPOSITS AGAINST COURT DIRECTIVES	₹	₹
	As at 31.03.2023	As at 31.03.2022
1. Hrisikesh Das (A/c Dibakar Iron & Steel Co (P) Ltd.) with SBI, I/A Berhampur-Rs721045 & Andhra Bank-₹87731582	88452627	88452627
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	1938755
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	98811475



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

	Particulars	As at 31.03.2023	As at 31.03.2022
		₹	₹
	PROVISION FOR NPA		
i.	Balance as per last Balance Sheet	2506776832	2531568658
	SUB-TOTAL	2506776832	2531568658
	RS.		
ii.	Add:		
	Provision during the year		
	SUB-TOTAL		
	(A) TOTAL (i) + (ii)	2506776832	2531568658
iii.	Less:		
	Excess Provisioning written back	30166403	20111923
	Written off during the year	11250	
	Provisions written back during the year against OTS cases	6783598	4679903
	Sub-Total	36961251	24791826
	TOTAL (i)+(ii)-(iii)	2469815581	2506776832



**STATE FUND ACCOUNT
BALANCE SHEET AS AT 31ST MARCH 2023**

LIABILITIES			ASSETS		
As at 31.03.2022	Particulars	As at 31.03.2023	As at 31.03.2022	Particulars	As at 31.03.2023
₹ 406623	STATE FUND	₹ 406623	₹	BANK BALANCE	
69	DEPOSIT TOWARDS VALUATION OF PROPERTIES	69	318121	LOANS AND ADVANCES	318121
			1036745	INT. ACCD. ON LOANS & ADVANCES	1054680
168	PROPERTIES RECEIVED	168	3857	LAW CHARGES ON LOANS UNDER LITIGATION	3857
351	SUSPENSE ACCOUNT	351	850	ADV. TO LEGAL ADVISOR	850
1236833	INCOME/EXPENDITURE ACCOUNT	1254768	1238	INSURANCE PREMIUM PAID ON MORTGAGED ASSETS	1238
			283233	AMOUNT RECEIVABLE FROM OSFC	283233
1644044	TOTAL	1661979	1644044	TOTAL	1661979

FOR ODISHA STATE FINANCIAL CORPORATION

Sd/-
(P.P.Choudhury)
General Manager,
OSFC

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

Sd/-
(A R Mohanty)
DIRECTOR
OSFC

Sd/-
(P K Choudhury)
DIRECTOR
OSFC



STATE FUND ACCOUNT
INCOME AND EXPENDITURE ACCOUNT UP TO THE YEAR ENDED
31ST MARCH 2023

EXPENDITURE			INCOME		
2021-22	Particulars	2022-23	2021-22	Particulars	2022-23
₹		₹	₹		₹
1071	BANK CHARGES & COMMISSION	1071	1163785	INT. ON LOANS & ADV.	1181720
			6608	LESS REBATE	6608
	POSTAGE STAMP		1157177		1175112
1236833	EXCESS AMOUNT TRANSFERRED TO BALANCE SHEET	1254768	1250	PROCESSING CHARGES	1250
			78537	INTEREST ON DEPOSIT WITH BANK	78537
			940	INTEREST ON STATE FUND A/C	940
1237904	TOTAL	1255839	1237904	TOTAL	1255839

FOR ODISHA STATE FINANCIAL CORPORATION

Sd/-
(P.P.Choudhury)
General Manager,
OSFC

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

Sd/-
(A R Mohanty)
DIRECTOR
OSFC

Sd/-
(P K Choudhury)
DIRECTOR
OSFC



**MANAGEMENT REPLY TO THE AUDITORS REPORT
FOR THE YEAR ENDING 31st MARCH 2023.**

	AUDITOR'S REPORT	REPLY
1.	We have audited the accompanying financial statements of Odisha State Financial Corporation (The Corporation), which comprise of the Balance Sheet as at 31st March 2023, 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).	No comment
2.	The Corporation's Management is responsible 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 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 includes maintenance of adequate accounting records in accordance with the provisions of the SFC's 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.	No comment
3.	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	No comment



	<p>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 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.</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 give a true and fair view in order to design audit procedures that are appropriate in the circumstances.</p> <p>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.</p> <p>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>	
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	No comment



	generally accepted in India, of the state of affairs of the Corporation as at 31st March, 2023, and its profit/loss and its cash flows for the year ended on that date.	
5.	<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>On the basis of our audit subject to notes on accounts as contained in Schedule-R, 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 the books of account and returns.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>No comment</p> <p>No comment</p> <p>No comment</p> <p>No comment</p> <p>No comment</p> <p>No comment</p>



<p>vii. 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 except the following</p> <p>(a) As disclosed vide note-6.2-Notes on Accounts regarding physical possession and title deeds of immovable properties of ₹32.50 lakh.</p> <p>(b) Revaluation of fixed assets has not been undertaken since 2007 to give a true and fair position and thus its impact on accounts, could not be ascertained / commented.</p> <p>(c) An amount of ₹18 ,16,893/- (CR Balance) shown under the head of suspense.</p> <p>(d) Corporation having 5005 nos.of shares of Karnataka Bank Ltd and its face value is ₹10/ -only. In the meantime, values of these shares have gone up and the Corporation is expecting a fair value around ₹12.00 lakh by selling the same but till date no action has been taken by the Corporation.</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 Joint Commissioner, Consolidation, Cuttack has passed an order for issue of RoR in favour of the Corporation. Now the matter is pending with the Tahasildar, Cuttack Sadar. The Corporation is pursuing with the Tahasildar for early disposal.</p> <p>In respect of property at Madhupatna, Cuttack, R.P case has been filed in the Court of the Joint Commissioner, Consolidation, Cuttack. The Corporation is pursuing the Case which is expected to be disposed off shortly.</p> <p>In case of Hotel Alankar (P) Ltd the possession could not be taken as the matter is sub-judice.</p> <p>Steps are being taken to evaluate the assets of Sambalpur Branch by 31.03.2024.</p> <p>No comment</p> <p>Noted. We are taking step to seek approval of Board before proceeding further.</p>
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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, 2023 for a period of more than six months from the date on when they became payable.

**Sd/-
R K J S & CO LLP
CHARTERED ACCOUNTANTS
CUTTACK**

No comment.

**Sd/-
MANAGING DIRECTOR**

**Sd/-
GENERAL MANAGER**



Separate Audit Report of the Comptroller and Auditor General of India under section 37 (6) of the State Financial Corporation Act,1951 on the accounts of Odisha State Financial Corporation for the year ended 31 March 2022.

The preparation of financial statements of Odisha State Financial Corporation for the year ended 31 March 2022 in accordance with financial reporting framework prescribed under the State Financial Corporation 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 the Auditors approved by Reserve Bank of India under section 37(I) of the State Financial Corporation 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 28th March 2023.

This Separate Audit Report contains the comments of the Comptroller and 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 2022 under section 37(6) of the State Financial Corporation 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. Audit Observation : OBS-668064 – Comments on Disclosure

1. In connection with the court case between M/s.Vigyan Chemical Industries and M/s.Manorama Chemicals and in pursuance of the attachment order from the Court, the Union Bank of India, Cuttack and Odisha State Co-operative Bank, Cuttack have frozen the operation of fixed deposits of the Corporation having money value of ₹1.03 crore and ₹4.74 crore respectively on 13th September, 2021. The above freezing of fixed deposits of ₹5.77 crore should have been suitably disposed under Notes to Accounts.

Place: Bhubaneswar
Date: 20.09.2023

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

Sd/-
ACCOUNTANT GENERAL



**COMPLIANCE TO THE SAR OF THE C&AG OF INDIA
ACCOUNTS OF OSFC FOR THE YEAR ENDING 31ST MARCH 2022**

OBSERVATION	COMPLIANCE
<p>A. Audit Observation : OBS-668064 – Comments on Disclosure</p> <p>1. In connection with the court case between M/s.Vigyan Chemical Industries and M/s.Manorama Chemicals and in pursuance of the attachment order from the Court, the Union Bank of India, Cuttack and Odisha State Co-operative Bank, Cuttack have freeze^d the operation of fixed deposits of the Corporation having money value of ₹1.03 crore and ₹4.74 crore respectively on 13th September, 2021. The above freezing of fixed deposits of ₹5.77 crore should have been suitably disposed under Notes to Accounts.</p>	<p>Noted for proper disclosure in Notes on Accounts.</p>

Sd/-
HoD(FAD)

Sd/-
General Manager

*Statistical
Annexures*



OPERATIONAL HIGHLIGHTS OF THE CORPORATION DURING THE LAST TEN YEARS

(₹ lakh)

ANNEXURE-1	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	As on 31.03.23
OPERATIONS											
1. Sanction	20.00	-	43.00	-	-	-	-	-	-	-	131760.00
	(1)	-	(1)	-	-	-	-	-	-	-	(28231)
2. Disbursement	113.38	3.74	-	-	-	-	-	-	-	-	130990.09
	(2)										(28222)
3. Recovery	1138.83	1533.49	608.43	470.66	1290.16	1527.49	308.92	281.42	1308.78	2264.78	
4. Outstanding	27688.56	27204.12	26498.52	26198.33	25896.17	25512.72	25425.19	25315.69	25067.77	24698.16	24698.16
	(8751)	(8595)	(8467)	(8379)	(8314)	(8264)	(8251)	(8213)	(8185)	(8171)	(8171)
SHARE CAPITAL											
5. Paid Up	(-0.99	-	-	233.44	46.69	46.69	46.69	46.69	46.69	46.69	46.69
BONDS											
6. Issued											42444.25
7. Repaid											42434.25
8. Outstanding (Principal)											-
9. Balance outstanding transferred to Unclaimed liabilities											0.00
REFINANCE (SIDBI)											
10. Availed											69156.34
11. Repaid	800.00	400.00	372.00	128.00	-	-	-	-	-	-	61090.47
12. Outstanding											8065.87
13. 0% Funded Loan											9860.87
14. Total											-
15. a) Crystallised OTS Amt. 4200.00											0.00
b) Agreed for waiver											0.00
SUBSIDY											
16. Received (CIS & Interest Subsidy)	45.00	39.93	363.47	0.00	-	-	-	-	-	-	12482.02
17. Sanctioned (CIS)	34.19	-	1.62	0.00	-	-	-	-	-	-	12824.83
18. Disbursed (CIS & Interest Subsidy)	4.07	68.38	293.17	27.25	-	-	-	-	-	-	11988.00
19. Fund under Interest Subsidy refunded to D.I. Odisha				58.87							
FINANCIAL SUMMARY											
20. Gross Income	1743.97	1420.09	1160.53	879.42	1501.62	1217.33	457.24	441.42	1164.59	2440.67	-
21. Total Expenditure	1240.94	1224.00	995.10	847.91	739.52	691.48	662.80	553.65	334.49	594.07	-
22. Profit/Loss Before Tax	503.03	196.09	165.43	31.50	762.09	525.85	(-205.56)	(-92.23)	830.10	1846.60	-
23. Less provision for NPA & Standard Assets	407.78	6208.63	-	-	-	-	-	-	-	-	-
24. Less Appropriation Income / net Prior period adjustment	44.07	1727.05	332.09	332.75	25.33	9.54	(29.85)	(2.73)	(136.25)	1.25	-
25. Reserves	10.23	-	-	-	147.35	103.26	-	-	138.77	369.57	-
26. Net Profit/Loss	51.18	(-7739.59)	(-166.66)	(-301.25)	736.77	516.30	(-235.41)	(-94.96)	693.85	1847.85	-
STAFF STRENGTH (Number)	209	183	180	143	112	86	64	51	36	27	27

* 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 31.03.2022 and balance ₹15.00 crore has been paid during F.Y.2022-23..



ANNEXURE:2

(Rs.in lakh)

SCHEME WISE CLASSIFICATION OF ASSISTANCE

Sl. No.	SCHEMES	SANCTION (EFFECTIVE)		DISBURSEMENT	
		Since Inception up to 31.03.2023		Since Inception up to 31.03.2023	
		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 Sl.No.(xiv)

ANNEXURE:3

(Rs.in lakh)

SECTOR-WISE CLASSIFICATION OF TERM LOAN SANCTION, DISBURSEMENT AS ON 31.03.2023

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 31.03.2023

(₹ 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 31.03.2023

(₹ 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)

**ANNEXURE - 6****BRANCH-WISE RECOVERY, OUTSTANDING & DEFAULT AS ON 31.03.2023**

(₹ in lakh)

Sl. No	Name of the Branch	Recovery during FY 2022-23			Outstanding-cum-Default			
		Pri. & Others	Int.	Total	No	Pri. & Others	Int.	Total
1	Cuttack	280.44	1365.14	1645.58	2992	8995.98	253954.15	262950.13
2	Paradeep	1.73	0.74	2.47	2066	2158.81	25511.95	27670.76
3	Bhubaneswar	116.01	500.70	616.71	2006	8804.08	341833.30	350637.38
4	Sambalpur	0.00	0.02	0.02	1107	4739.29	212092.23	216831.52
Grand Total		398.18	1866.60	2264.78	8171	24698.16	833391.63	858089.79

** Includes difference between G.L. & Loan Ledger ₹2.05 lakh

ANNEXURE - 7**SOURCES AND USES OF FUNDS**

(₹ in lakh)

Sources	2022-23	Uses	2022-23
Opening Cash/Bank	23.28	Int. & Other Financial charges	0.62
Recovery(Net)	20.78	Admn. & Personnel Expenses	5.17
Other Receipts	3.38	Other cash out go	15.71
Other Income	2.05	Closing balance	27.99
Total	49.49	Total	49.49



ANNEXURE - 8						
SUMMARY OF PROFIT & LOSS ACCOUNT FOR THE LAST FIVE YEARS						
					(₹ lakh)	
Sl.No.	Particulars	2018-19	2019-20	2020-21	2021-22	2022-23
1	Interest Earned	668.07	194.63	150.33	819.84	1866.60
2	Other Income	176.50	175.08	181.79	96.84	204.57
3	Interest waived and expenditure written back.	372.77	87.53	109.30	247.91	369.50
	Total Income	1217.34	457.24	441.42	1164.59	2440.67
4	Other Financial Expenses	47.00	78.34	46.84	47.36	61.59
5	Establishment Expenses Including P.F.contribution gratuity, Medical & Interest on P.F..Incentives Allowance to Staff, Pension & Leave Salary Contribution & depreciation..	644.48	584.46	486.81	287.13	532.48
	Total Expenditure	691.48	662.80	533.65	334.49	594.07
6	Gross Profit	525.85	(205.56)	(92.23)	830.10	1846.60
7	Net Prior period Adjustment	(9.54)	(29.85)	(2.73)	-136.25	1.25
8	Less provision for NPA & standard assets	-	-	-	-	-
9	Net Profit / (Loss)	516.31	(235.41)	(94.96)	693.85	1847.85
10	Transfer to Reserve	103.26	-	-	138.77	369.57

ANNEXURE - 9

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

Sl. No.	Category of Posts	Employees As On 31.03.2022					Employees retired/ resigned/ expired in 2022-23					Employees as on 31.03.2023					
		Percentage of Total			Percentage of Total			Percentage of Total			Percentage of Total						
		Total	SC	ST	SC	ST	Total	SC	ST	SC	ST	Total	SC	ST	SC	ST	
1	CLASS A - Officers	0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2	CLASS B - Assistants & Clerical Staff	27	0	1	0.00	3.70	7	-	-	-	-	-	-	20	-	1	5.00
3	CLASS C- Other Subordinate Staff	9	1	-	11.11	-	2	1	-	-	-	-	-	7	0	0	0.00
4	Consolidated	0	-	-	-	-	0	-	-	-	-	-	-	0	-	-	-
	TOTAL	36	1	1	2.78	2.78	9	-	-	-	-	-	-	27	0	1	3.70

ANNEXURE - 10

STATEMENT INDICATING THE POSITION OF UNDERWRITING BY THE CORPORATION AS ON 31.03.2023

(₹ in lakh)

Sl. No.	Name of the Company	No. of share Held			Value			Outstanding	
		Ordinary Share	Preference Share	Share Held	Nominal Per Share	Share Held	Paid up value per Share	Total	
1	Bhaskar Textiles Mills Ltd.	-	400	0.40	100.00	0.40	100.00	0.40	
2	ORITCO (Equity Shares)	87	-	0.87	1000.00	0.87	1000.00	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. & Others	Amt.	Int.	Total
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
2021-22	0	0.00	28231	1317.60	0	0.00	28222	1309.90	8185	250.68	4.89	8.20		13.09
2022-23	0	0.00	28231	1317.60	0	0.00	28222	1309.90	8171	246.98	3.98	18.67		22.65



ANNEXURE - 12

POSITION OF SHARE CAPITAL

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		15.875	6395.885
1991-92	10000.00	3490.02	500.00	124.50	624.50	4114.52	2890.015	373.324	124.50	497.824	3387.839		15.875	7518.209
1992-93	10000.00	4114.52	-	124.50	124.50	4239.02	3387.839	3.096	124.50	127.60	3515.435		15.875	7770.305
1993-94	10000.00	4239.02	-	124.50	124.50	4363.52	3515.435	-	124.50	124.50	3639.935		15.875	8019.305
1994-95	10000.00	4363.52	240.00	124.50	364.50	4728.02	3639.935	-	124.50	124.50	3764.435		15.875	8508.305
1995-96	10000.00	4728.02	-	124.50	124.50	4852.52	3764.435	-	124.50	124.50	3888.935		15.875	8757.305
1996-97	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935		15.875	8757.305
1997-98	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935		15.875	8757.305
1998-99	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935		15.875	8757.305
1999-00	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935		15.875	8757.305
2000-01	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935		15.875	8757.305
2001-02	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935		15.875	8757.305
2002-03	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935		15.875	8757.305
2003-04	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935		15.875	8757.305
2004-05	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935		15.875	8757.305
2005-06	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935		15.875	8757.305
2006-07	10000.00	4852.495	-	-	-	4852.495	3888.935	-	-	-	3888.935		15.875	8757.305
2007-08	10000.00	4852.495	-	27104.249	27104.249	31956.744	3888.935	-	-	-	3888.935		15.875	35861.554
2008-09	50000.00	31956.744	-	2316.25	2316.25	34272.994	3888.935	-	-	-	3888.935		15.875	38177.804
2009-10	50000.00	34272.994	-	-	-	34272.994	3888.935	-	-	-	3888.935		15.875	38177.804
2010-11	50000.00	34272.994	-	-	-	34272.994	3888.935	-	1896.399	1896.399	5785.334	1273.899	15.875	41348.102
2011-12	50000.00	34272.994	-	-	-	34272.994	5785.334	-	186.75	186.75	5972.084	1273.899	15.875	41534.852
2012-13	50000.00	34272.994	-	-	-	34272.994	5972.084	-	-	-	5972.084	1273.899	15.875	41534.852
2013-14	50000.00	34272.994	-	(-0.999)	-	34271.995	5972.084	-	-	-	5972.084	1273.899	15.875	41533.853
2014-15	50000.00	34271.995	-	-	-	34271.995	5972.084	-	-	-	5972.084	1273.899	15.875	41533.853
2015-16	50000.00	34271.995	-	-	-	34271.995	5972.084	-	-	-	5972.084	1273.899	15.875	41533.853
2016-17	50000.00	34271.995	-	-	-	34271.995	5972.084	233.44	-	233.44	6205.524	1273.899	15.875	41767.293
2017-18	50000.00	34271.995	-	-	-	34271.995	6205.524	46.685	-	46.685	6252.209	1273.899	15.875	41813.978
2018-19	50000.00	34271.995	-	-	-	34271.995	6252.209	46.685	-	46.685	6298.894	1273.899	15.875	41860.663
2019-20	50000.00	34271.995	-	-	-	34271.995	6298.894	46.687	-	46.687	6345.581	1273.899	15.875	41907.350
2020-21	50000.00	34271.995	-	-	-	34271.995	6345.581	46.687	-	46.687	6392.268	1273.899	15.875	41954.037
2021-22	50000.00	34271.995	-	-	-	34271.995	6392.268	46.691	-	46.691	6438.959	1273.899	15.875	42000.728
2022-23	50000.00	34271.995	-	-	-	34271.995	6438.959	46.687	-	46.687	6485.646	1273.899	15.875	42047.415



ODISHA STATE FINANCIAL CORPORATION
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CONNECTIVITY CHART

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3	PARADEEP	Industrial Estate, Madhupatna, Cuttack-753011	pdp@osfcindia.com
4	SAMBALPUR	Bareipalli, NH-6, Sambalpur-768001	sbp@osfcindia.com





Seizure of M/s. Premier Sheets, Industrial Estate, Mancheswar, Bhubaneswar



Handing over of possession of M/S. Hotel Raj, Angul to the auction purchaser
Sri Bikram Kishore Sahoo



Handing over possession of the seized assets of
M/s. Printex, Badambadi, Cuttack
to the auction purchaser



Handing over possession of the seized assets of
M/s. Nabadurga Industrial Gases, Rairangpur,
Mayurbhanj to the auction purchaser

