

OSFC



61st Annual Report 2017-18



ଓଡ଼ିଶା ରାଜ୍ୟ ଅର୍ଥ ନିଗମ
Odisha State Financial Corporation



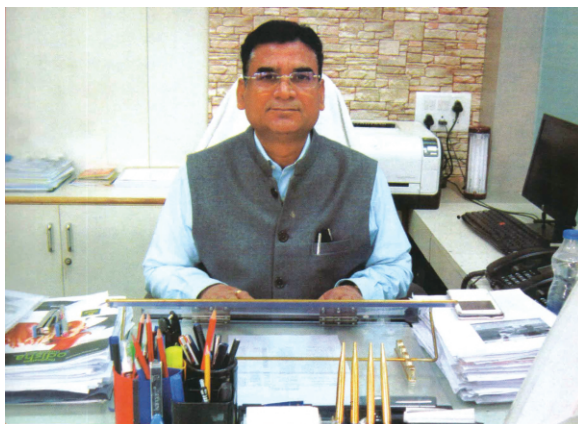
Meeting of Board of Directors



63rd Foundation Day Celebration



60th Annual General Body Meeting



MESSAGE

I am happy to note that during the FY 2017-18, OSFC has made an operating profit of Rs.7.37 crore. Further the Corporation's net worth has improved by 13.12% over the previous year. On the whole, after a long gap OSFC has shown a trend of improvement in its financial parameters. This has been possible due to continuous effort of the management and its employees.

I am sure that the Corporation will accelerate its recovery drive further to regain financial strength to fulfil its mandate.


(L.N. Gupta)

From The Managing Director's Desk



It is my pleasure to present an account of Odisha State Financial Corporation's working during the financial year 2017-18. During the year, the Corporation has been able to register a profit of 736.77 lakh as against net loss for the last three consecutive years. The performance highlights of the Corporation are enumerated below for information of the shareholders.

- Accounts of the Corporation are maintained under accrual basis of accounting except interest income on NPA accounts. Income from NPA is accounted on realisation basis as per SIDBI guidelines.
- The Corporation is posted with operating profit of 736.77 lakhs during the current year which is an all time record in the history of the Corporation.
- The accumulated loss decreased from 48157.47 lakh to 47568.06 lakh. Interest income increased by 545.56 lakh i.e. 147.06% than the previous year.
- The networth increased by 7.84 crore i.e. 13.12% due to increase in net profit and share capital. CRAR position is also improved. Net profit per employee comes to 6.58 lakhs as against the previous year net loss of 2.09 lakhs.
- During the fiscal 2017-18, there is net cash inflow of 630.98 lakh in comparison to net cash outflow of 206.20 lakh during previous year, which is a positive indication.
- With the funding support from Director of Industries, Odisha, we have conducted 35 Entrepreneurship Development Programme (EDP) training at different places of the State and imparted training to 1050 youths.

I am to admit that the operational result of the Corporation for the last few years were not up to the mark. The Corporation is faced with liquidity constraint and banking solely on recovery of defaulted dues. However, frequent action against defaulters under the provision of Section-29 of SFCs Act, which is the action of the last resort, has yielded encouraging results during the year and liquidity position has been improved.

With this adverse situation, we plan to achieve the goals of our organization through our strength-the existing employees and seek their continuous involvement in achieving the recovery targets assigned and bring stability in the organization.

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 aspiration of the entrepreneurs.

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

Before I conclude, I express my gratitude to the shareholders of the Corporation for the trust reposed on the Corporation. I would like to express my gratitude to the Government of Odisha, SIDBI and Board of Directors, especially to Additional Chief Secretary and Chairman of the Corporation. I also convey my gratitude to State Bank of India, LIC of India, Insurance Companies, Union Bank of India and other bankers for their continued support. I am also thankful to our esteemed customers for their continued patronage and support.

P.K. Jena, IAS
Managing Director

Board of Directors

(As on 31.03.2018)



Laxmi Narayan Gupta, IAS
Chairman



P. K. Jena, IAS
Managing Director



S. S. Barua,
Deputy General Manager, SIDBI



M. C. Bariha, IAS
Addl. Secretary to Govt.
MSME Deptt.



A. R. Mohanty
Professor (Finance)
XIM, BBSR



P. K. Nanda
Addl. Secretary to Govt.,
Finance Deptt.



A. K. Sethi
Addl. Secretary to Govt.
P. E. Deptt.



S. P. Parichha
Sr. Div. Manager, LIC, Cuttack Div.



B. Venu Gopala Reddy
CGM, SBI, LHO, BBSR

EDP Trainings at different Districts



Cuttack



Rourkela



Balasore



Paradeep



Dhenkanal



Cuttack

61ST
ANNUAL REPORT
2017-18



**Odisha State Financial
Corporation**

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PERFORMANCE AT A GLANCE

(₹ crore)

PARTICULARS	2016-17	2017-18	AS ON 31.03.18
OPERATIONS			
1. Sanction	-	-	1317.60
2. Disbursement	-	-	1309.90
3. Recovery	4.71	12.90	1993.70
4. Outstanding	262.03	258.97	258.97*
SHARE CAPITAL			
5. Paid Up	2.33	0.47	418.14
BONDS			
6. Issued	-	-	424.44
7. Repaid	-	-	424.34
8. Outstanding Prin. Transferred to Un-claimed liabilities			0.10
REFINANCE			
9. Aailed	-	-	691.56
10. Repaid	1.28	-	610.90
11. Outstanding (Prin)			80.66
12. 0% Funded Loan			17.95
13. Total :			98.61
{ Crystallised OTS amount }			15.00
{ Agreed for Waiver }			83.61
FINANCIAL SUMMARY			
14. Gross Income	8.79	15.02	
15. Total Expenditure	8.48	7.40	
16. Operating Profit	0.31	7.62	
17. Prior period adjustment	3.32	0.25	
18. Less provision for NPA & Standard Assets	-	-	
19. Net Profit / (Loss)	(3.01)	7.37	

* Outstanding of ₹ 258.97 Cr. as on 31.03.2018 includes Personal Loan to employees of ₹ 0.01 Cr.

BANKERS

AS ON 31.03.2018

Union Bank of India
Central Bank of India

AUDITORS

KCM & Associates
Chartered Accountants
Plot No. M-4/42, Acharya Vihar,
Bhubaneswar - 751 013

**BOARD OF DIRECTORS AS ON 31.03.2018**

1	Shri L. N. Gupta, IAS	<i>Additional Chief Secretary, Government of Odisha, MSME Dept, Bhubaneswar</i>	Chairman
2	Shri P. K. Jena, IAS	<i>Addl. Secretary, Govt. of Odisha, MSME Dept, Bhubaneswar & Managing Director, OSFC</i>	Director
3	Shri M. C. Bariha, IAS	<i>Addl. Secretary, Govt. of Odisha, MSME Dept, Bhubaneswar</i>	Director
4	Shri P. K. Nanda	<i>Addl. Secretary, Govt. of Odisha, Finance Dept, Bhubaneswar</i>	Director
5	Shri S. S. Barua,	<i>Deputy General Manager, SIDBI, MSME International Training Institute SITI Building, Plot No. L-3, Bhubaneswar – 751013</i>	Director
6	Shri S. P. Parichha.	<i>Sr. Divisional Manager, LIC of India, Cuttack Division, Cuttack</i>	Director
7	Shri B. Venu Gopala Reddy	<i>Chief General Manager, State Bank of India, Local Head office, Bhubaneswar.</i>	Director
8	Prof. Dr. A. R. Mohanty	<i>Professor (Finance), XIM, Bhubaneswar-751013.</i>	Director
9	Shri A. K. Sethi	<i>Addl. Secretary, Govt. of Odisha, Public Enterprise Department, Bhubaneswar.</i>	Director

The Board has constituted the following committees to provide specified and focused governance on key functional areas.

Executive Committee

1	Shri P. K. Jena, IAS	<i>Managing Director</i>	Chairman
2	Shri S. S. Barua	<i>D.G.M., SIDBI</i>	Member
3	Prof. Dr. A. R. Mohanty	<i>Professor (Finance), XIMB</i>	Member
4	Shri A. K. Sethi	<i>Addl. Secretary, Govt. of Odisha, PE Dept.</i>	Member
5	Shri P. K. Nanda	<i>Addl. Secretary, Govt. of Odisha, Finance Dept.</i>	Member

Audit Committee of Board

1	Shri F. M. Naik	<i>Addl. Secretary, Govt. of Odisha, MSME Dept.</i>	Chairman
2	Shri P. K. Jena, IAS	<i>Managing Director</i>	Member
3	Shri S. S. Barua	<i>Deputy General Manager, SIDBI</i>	Member
4	Prof. Dr. A. R. Mohanty	<i>Professor (Finance), XIMB</i>	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 61st Annual General Meeting of the share holders of the corporation for the year 2017-18 will be held on 27.10.2018 at 11.00 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 31.03.2018 and Profit & Loss account of the Corporation for the year ending 31.03.2018 together with the Report of the Board of Directors on the working of the Corporation during the FY 2017-18.
2. Appointment of statutory auditors for the FY 2018-19.
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 12.10.2018 to 27.10.2018 (both days inclusive).

Cuttack,
Dt.22.09.2018

Sd/-
(P.K.Jena)
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 20.10.2018.
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 20.10.2018 along with the documents in compliance with Rule 7 of the said rules.

DIRECTORS' REPORT

The Board of Directors has the pleasure in presenting the 61st Annual Report on the functioning of the Corporation together with Audited statement of Accounts for the year ended on 31st March 2018.

SNAPSHOT OF ODISHA ECONOMY

Overall Scenario

Odisha remains a better performing of economy among all major States of India in current decade. Its real growth rate averaged an impressive 7.02 % as against 6.80 % at national level in last six years. Over the past few years the State is exhibiting strong catch-up growth, which is helping in the transformation of the economy, from a lagging State to a State on the move. The improvement in the growth trajectory of the State over the last five years can be attributed to several development initiatives and prudent macro management of economy. A structural shift is visible, but it is largely on account of a shrinking share of industrial sector in the State. At present services account for 45 percent of the GSDP, industry 35 percent and agriculture sector about 20 percent.

Agriculture

Although there has been a significant negative growth in every alternative year in the recent past, the annual average growth rate (CAGR) for the sector is 2.8 percent for the period 2011-17. The share of agriculture in GSDP has declined to 20 percent from an overbearing 60 percent in the 1960s, but the share of population dependent on the sector continues to be significant at around 50 percent.

Industry

Industry sector has a unique importance for Odisha's economy. The share of the sector in

GSDP at 35 percent is significant and the manufacturing GVA in the organized industrial sector is 88 percent, which is much more than the corresponding national average. It has declined from 43.6 percent in 2011-12 to an estimated 34.8 percent in 2017-18, even as the mineral-rich State has a huge potential for industrialization. Industrialization process in Odisha led to setting up of 252 large and medium industries in 22 districts with a total investment of 92,788 crore and employment of 1.18 lakh persons as of March 2017.

The State Government envisions a massive expansion of MSMEs in Odisha in the near future, while addressing the problem of industrial sickness in the State. Odisha has established 4 Investment Regions in the focus sectors, viz., National Investment & Manufacturing Zone (NIMZ) at Kalanganagar, Petroleum, Chemicals and Petrochemicals Investment Region (PCPIR) at Paradeep, Port Based Manufacturing Zone at Dhamra and Information Technology Investment Region at Bhubaneswar. This will transform Odisha into the industrial gateway to eastern India.

Mining sector is important for Odisha's economy. A major concern in the mining sector is to balance the implications of two concerns. On one hand there is a need to adopt more capital intensive and labour saving technologies to improve global competitiveness; on the other hand, there is need to harness the huge employment potential in the sector.

Services

In line with the all-India trends, the services sector comprises a growing component of Odisha's economy and is estimated to be over 45 percent in 2017-18. The sector exhibited an

accelerated growth and is estimated to grow at 12.4 percent in 2017-18. Launching of Centrally Sponsored e-platform for setting up national agriculture market by Odisha State Agriculture Marketing Board is expected to provide remunerative prices to the agriculture producers and accessibility to a wider market across the nation particularly for agricultural products.

Odisha is endowed with promising tourism potential in terms of tourism resources, income generation and employment generation. The State Government has been promoting tourism in the State through improved institutional mechanisms, marketing support and expanded hotel industry, under the guidance of State Tourism Policy 2013. This will help improve the foreign tourist flows into the State. Tourism in the State also has a large potential for expansion once the destinations in less-frequented parts of the State (the western and southern parts) are developed adequately in terms of connectivity, tourism infrastructure and promotion.

Infrastructure

Infrastructure development that precedes and succeeds economic development has direct bearing on economic growth of the State and quality of life of people. The impressive performance indicators of infrastructure sectors like energy, roads, transport, communications, and IT reiterate the State Government's resolve for investor friendly policy support and improvement in human wellbeing. Special programmes are being implemented for economically backward regions with focus on Bijli, Sadak and Pani with a view to improve quality of life of the people.

Ongoing programmes like Rajiv Gandhi Grameen Vidyutikaran Yojana, Biju Gram Jyoti and Biju Saharanchal Vidyutikaran Yojana will lead to 100 percent village electrification in near

future. The road density of Odisha has improved to 165 km per 100 sq. km of area in 2016-17. Public interventions through Pradhan Mantri Gram Sadak Yojana and Bharat Nirman Yojana are expected to further improve the coverage of all-weather surface roads and the road density in the State.

Public Finance

Finances of Odisha are on a sound base. The prudential policy of maintaining revenue account surpluses to finance the capital outlays has been consistently followed thereby reducing the need for incurring fresh debt as also providing the fiscal space to enhance capital expenditure for development of the State. The overall fiscal situation of the State is stable. It is capable of managing fiscal risks and continue with the prudent fiscal management policy keeping intact the thrust on socio-economic development for inclusive growth.

The Way Forward

A stable political dispensation over an extended period of time, attempts to build a comprehensive approach to social and economic development of the State, along with initiatives on good governance has seen Odisha making steady progress on a range of development indicators in the past few years. The State's economy has rebounded and surged upwards resulting in high growth rate of GDP as compared to national growth rate.

VISION AND MISSION OF OSFC

Vision

- Meet the financial and developmental needs of the MSME sector in the State of Odisha to make it strong, vibrant, and competitive.
- Make OSFC, a Customer friendly institution.

- Provide efficient and cost effective services to the customer through application of modern technology and good governance.

Mission

Empower MSME sector with a view to contributing the process of economic growth, employment generation, creation of successful entrepreneur and balanced regional development.

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.

At present, OSFC is not in a position to continue with its mandated role of lending activity due to funds constraints. OSFC mainly concentrated in 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. 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 further standard assets through fresh financing. The present level of NPA amounts to almost 100%. In the absence

of standard assets at a desired level, recovery of dues has become gradually difficult since comparatively difficult and chronic cases have remained to be resolved.

OPERATIONAL HIGHLIGHTS

SANCTION

In view of constraint of funds, the Corporation could not sanction loan during the year 2017-18. The cumulative sanction as on 31.03.18 stood at ₹1317.60 Cr.

DISBURSEMENT

There was no disbursement during the year 2017-18. The cumulative disbursement as on 31.03.2018 stood at ₹1309.90 Cr.

FEE BASED ACTIVITIES

The following fee based activities were undertaken during the year 2017-18 :-

- Preparation of Project Profiles and Detailed Project Reports
- Entrepreneurship Development Programme
- Valuation of Assets

PREPARATION OF PROJECT PROFILES & DETAILED PROJECT REPORTS

The Corporation continues to prepare project profiles for MSMEs at affordable rates. During FY 2017-18, the Corporation has prepared 4 nos. of project profiles for different clients.

TRAINING SUPPORT FOR ENTREPRENEURSHIP DEVELOPMENT

The Corporation has successfully conducted all the thirty five District level Entrepreneurship Development Programmes (EDP) allotted for the FY 2017-18 covering 1050 beneficiaries in different locations at Balasore, Rourkela, Sambalpur, Dhenkanal, Bhubaneswar, Cuttack, Berhampur, Phulbani and Jeypore.

VALUATION OF ASSETS

Pursuant to the decision taken in the Sub-Committee of SLC, the Corporation made valuation of the Buildings and other civil works of 19 units.

RECOVERY

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

During FY 2017-18, the Corporation could recover ₹12.90 crore against MoU target of ₹10.00 crore. The main hurdles in accelerating recovery are attributed to the followings:

- Almost entire loan portfolio has become NPA.
- Non-creation of new loan portfolios.
- Inordinate delay in vacation of restrain order from various courts.
- Difficulty in disposal of seized assets for want of prospective buyers.
- Major portion of loan portfolios are not backed by marketable security.

Since the Corporation is suffering from an excessively high level of 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 followed by One Time Settlement (OTS), although the other tools of NPA management are being resorted to as per necessity. In spite of adverse conditions, the Corporation could recover ₹12.90 crore during the current fiscal by relentless efforts in recovery. The Corporation approved 64 nos. of applications under OTS-11 scheme at a settlement amount of ₹3.70 crore against an outstanding of ₹72.10 crore during FY 2017-18.

POSITION OF SEIZURE & SALE

During FY 2017-18, Corporation took over possession of 10 nos of units u/s 29 of SFC Act 1951 involving loan outstanding of ₹68.20 crore (Principal - ₹5.87 crore). 6 nos of DDAC meetings were held for sale of seized assets in 15 nos of cases. Only 7 nos of cases were decided for sale at an aggregate sale consideration of ₹8.88 crore (Principal- ₹2.77 crore). The Corporation could reduce the portfolio of unsold seized assets by 18 nos. involving an outstanding of ₹92.84 crore (Principal- ₹5.89 crore) by full materialisation of the sale (8 nos) and through release to original borrower (10 nos.) on liquidation of loan. The position of seizure & sale during FY 2017-18 is given in Table 1.

Table 1		(₹ in Cr.)			
Sl.No	Particulars (U/s 29) 2017-18	No.	Amount		
1.	Seizure:		Pri.	Int.	Total
	Cases taken over U/s 29 during the year	10	5.07	63.13	68.20
2.	Cases disposed off during the year				
	- By release of borrower	10	2.12	2.55	4.67
	- By sale through DDAC	8	3.77	84.40	88.17
	(Sale materialised fully paid cases only)				
	Total:	18	5.89	86.95	92.84
3.	Seized unsold assets as on 31.03.2018	406	31.87	550.54	582.41

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 position of seizure and sale during FY 2017-18 is given in Table -2.

TABLE - 2	(₹ in Cr.)	
Particulars	No. of Cases	Amount
Pending at the beginning of the year.	100	56.13
Filed during the year.	111	14.34
Disposed of during the year	68	58.23
Pending for disposal at the end of year.	143	12.24

The Corporation usually resorted 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 31 is given in Table -3.

TABLE - 3	(₹ in Cr.)	
Particulars	Outstanding	
	No.	Amount
Pending at beginning of the year	661	285.71
Filed during the year	11	167.50
Disposed of during the year	95	3.23
Pending for disposal at the end of the year	577	449.98

FOLLOW-UP

The objective of Corporation is not limited to mere financial assistance for creation of new capacity, modernisation, expansion and diversification etc., but also comprises of building a relationship with the borrowers for

proper utilisation of funds, achievement of physical results, periodic review and prompt servicing of the assistance. Therefore, the relationship goes beyond the scope of lenders/borrowers, but as a continuous partnership with a common goal. Institution of proper follow up mechanism and monitoring thereof aims to achieve a common goal while optimising the benefits of investments within the prevailing environment. Keeping this in view, the Corporation has intensified the follow up and monitoring mechanism for regular persuasion with the borrowers to maximise the recovery during the current fiscal. The standard loan portfolio is under constant surveillance to avoid incidence of slippage to NPA category. The follow up inspection of the assisted units are being conducted regularly to ensure timely payments of dues.

REVIVAL OF SICK UNITS

Although revival of sick units is basic tool of NPA Management, the Corporation is unable to utilise this tool primarily due to liquidity constraints. However, Corporation encourages non-fund based revival by allowing restructuring of loan account in deserving cases. The detail status on revival of sick industry is given in Table No. 4

TABLE - 4	(₹ in Cr.)
Particulars	Nos as on 31.03.2018
Identified as sick	1690
Viability study completed	1690
Prima-facie not viable including cases approved under OTS	1023
Rehabilitation package approved	
-with additional loan	322
-without additional loan	345
Case under study	Nil

SUBSIDY

The Corporation act as an agent of the State Government for disbursement of Capital Investment Subsidy under earlier IPRs. There was no disbursement of subsidy during the year.

PROFITABILITY

Net profit / loss

The Corporation has been posted with a profit of ₹7.37 Cr during this fiscal as against consecutive losses for last three financial years.

Net worth

The Net-worth of the Corporation stood at (-) ₹51.89 Cr as on 31.03.18 as against (-) ₹59.73 as on 31.03.17

Capital Adequacy Ratio

The Capital Adequacy Ratio as on 31.03.2018 stood at (-) 33.99% as against (-) 38.35% as on 31.03.17

FINANCIAL PERFORMANCE

Income & Expenditure

The Gross income earned by the Corporation during 2017-18 was ₹15.02 crore comprising of interest on loans and advance of ₹9.17 crore, other income of ₹1.28 crore in addition to Provision and Expenses written back amounting ₹4.57 Cr against gross income of ₹8.79 crore comprising of interest income ₹3.71 crore, other income of ₹2.29 crore and Provision and Expenses written back amounting ₹2.80 crore in FY 2016-17 there by registering a increase of 70.88%. The personnel and administrative expenses, which were ₹7.77 crore in 2016-17, has gone down to ₹6.72 crore during 2017-18, registering decrease by 13.51%. Total expenses has also decreased to ₹7.40 crore in 2017-18 from ₹8.48 crore in 2016-17 registering a decrease of 12.74%.

AUTHORISED AND PAID-UP SHARE CAPITAL

The authorized share capital of the Corporation stood at ₹500 crore. SIDBI has agreed for conversion of Loan in Lieu of Share Capital of ₹6.225 crore together with interest accrued thereon from 01.04.2008 till date of actual conversion to ordinary share capital. Similarly both SIDBI and IDBI Bank have also agreed to

convert unpaid minimum guaranteed dividend of ₹25.48 crore to Share Capital (50% each). Pending approval of State Government u/s/ 4(3) of SFCs (Amendment) Act, 2000, the amount of ₹36.38 crore is treated as Share Deposits on account of SIDBI and IDBI Bank (including interest of ₹4.67 crore accrued on LISC outstanding from 01.04.2008 to 31.03.2018). The position of share capital and loan in lieu of share capital is indicated in Table-5

TABLE - 5	(₹ in Cr.)	
Share capital	As at 31.03.2018	As at 31.03.2017
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	36.38	35.91
Grand Total:	418.14	417.67

RESOURCE MANAGEMENT

The details of resource mobilization during the year is indicated in Table-6.

TABLE - 6	(₹ in Cr.)	
Particulars	2017-18	2016-17
Increase in paid-up capital pending allotment		
- State Govt.	-	-
- SIDBI/IDBI Bank	-	-
Sub-total	-	-
Refinance		
- SIDBI	-	-
Sub-total	-	-
Bonds	-	-
Recovery	12.90	4.71
Others	-	-
Total	12.90	4.71

SOURCES & USES OF FUND

The overall sources and uses of funds during the year are given in Table-7.

TABLE -7				(₹ in Cr.)	
Sources	2017-18		Uses	2017-18	
Opening Cash/Bank	9.21		Disbursement	0.00	
SIDBI refinance	0.00		SIDBI repayment under OTS	0.00	
Interest Subsidy	0.00		C.I.S. / Int. Subsidy Disb.	0.00	
Recovery	12.90		Int. & Other Financial charges	0.49	
			Admn.& Personnel Expense	6.72	
Other Income	1.67		Repayment of Agency Loan	0.00	
Other cash in flow	1.28		Funded Interest loan to SIDBI	0.00	
			Others (NEF& service charges paid to SIDBI)	0.00	
			Other cash out go	2.33	
			Closing balance	15.52	
Total	25.06		Total	25.06	

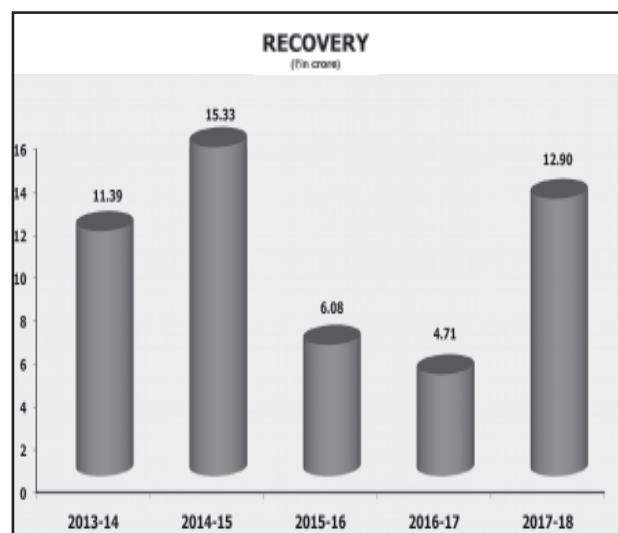
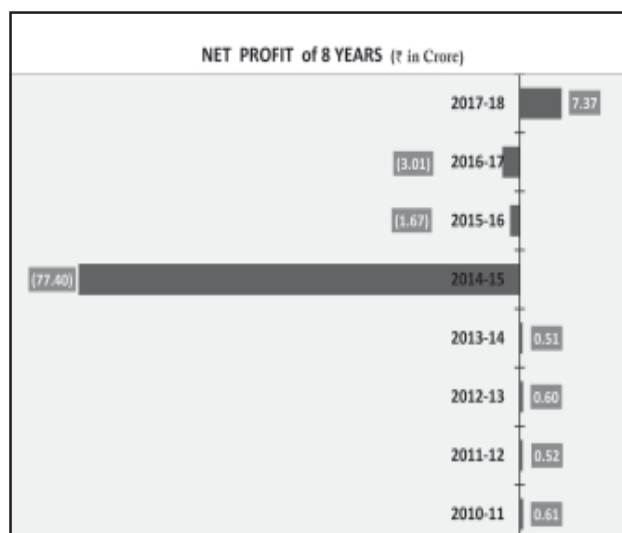
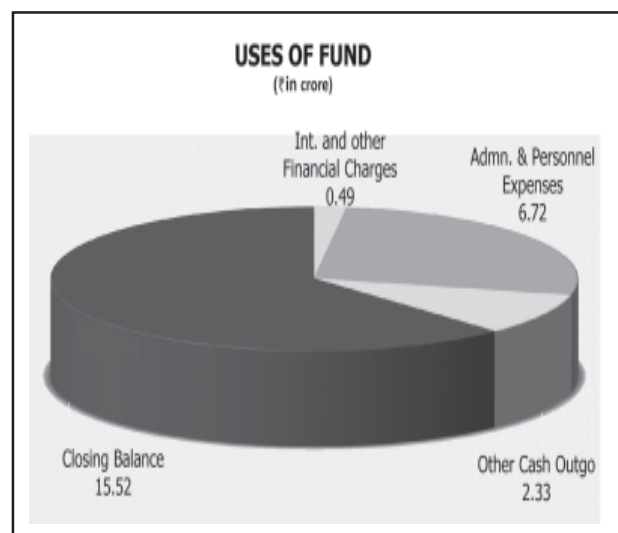
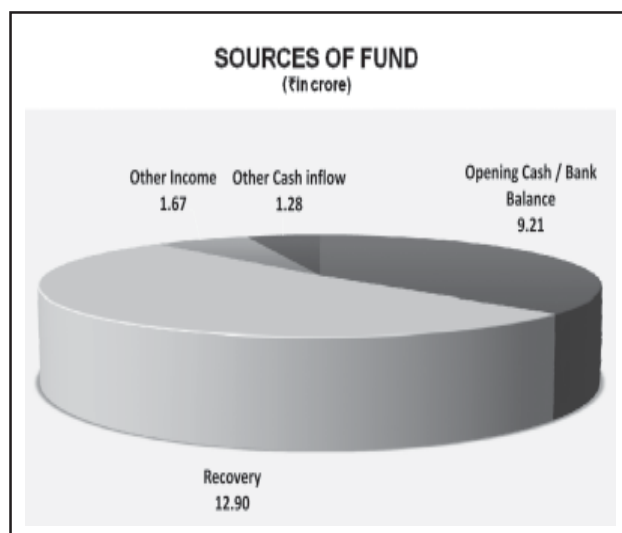
CLASSIFICATION OF ASSETS & PROVISIONING THEREOF

The assets classification and provisioning thereof is made as follows:

(₹ in Cr.)

Asset Category	Outstanding Loans		Rate of Provisions		Provision (Loan)		Net Assets (Loan) Outstanding	
	As on 31.03.18	As on 31.03.17	Current Year	Previous year	As on 31.03.18	As on 31.03.17	As on 31.03.18	As on 31.03.17
Standard								
Direct Loan - Regular	0.10	0.70	0.25%	0.25%	0.002651	0.00175	0.10	0.70
Direct Loan - Restructured A/c	-	-	0.40%	0.40%	-	-	-	-
Personal Loan	0.01	0.01	0.40%	0.40%	0.000283	-	0.01	0.01
Vehicle & Housing Loan	-	0.04	0.40%	0.40%	-	0.002	0.04	0.04
	0.11	0.75	-	-	0.002954	0.00195	0.11	0.75
NPA								
Sub Standard	-	-	25%	25%	-	-	-	-
Doubtful - I	-	-	40%	40%	-	-	-	-
Doubtful - II	5.71	5.35	100%	100%	5.71	5.35	-	-
Doubtful - III	125.15	124.17	100%	100%	125.15	124.74	-	-
Loss	128.00	131.76	100%	100%	128.00	131.76	-	-
Total (NPA)	258.86	261.28			258.86	261.28	-	-
Grand Total	258.97	262.03			258.97	261.282	0.11	0.75

- Standard Assets as on 31.03.18 includes ₹0.01 Cr Personal Loan to Employees disclosed under Advance to Employees - Other Assets - Schedule J.
- Loan outstanding and Net Assets as on 31.03.18 includes Principal + Other Charges.
- AS per RBI/ SIDBI norms, no netting is required for provision for standard assets.



MoU WITH STATE GOVERNMENT

In compliance to the Corporate Governance Manual, the MoU for the FY 2017-18 was executed with MSME Department of the State Government on 09.06.2017.

AUDIT COMMITTEE OF BOARD

During the year under reference, the Audit Committee met once i.e on 25.09.2017 and reviewed the Internal Audit Observations, Action Taken Report on Internal Audit Observations, Annual Accounts for FY 2016-17 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 mainly focused its attention on review and evaluation of NPA accounts of



Branch loan portfolio and has suggested remedial measures for realisation of Corporation dues, thereby resulting in reduction of NPAs. The department has conducted verification of loan accounts settled under OTS-11 schemes on random basis. Payments like Provident Fund, Terminal dues, Arrears etc., relating to staff were also verified and authenticated by this department.

Critical issues of Branch were brought to the notice of management for necessary action. Initiatives of the Branch to earn fee-based income were also highlighted in the audit reports. The position of audits conducted and reports submitted during the year are given below.

i)	No. of reports pending for submission at the beginning of the year	Nil
ii)	No. of Audits completed during the year	9
iii)	No. of Audit reports submitted during the year	9
iv)	No. of Audit reports pending for submission at the end of the year	Nil

STATUTORY AUDIT

The Corporation appointed KCM & Associates, Chartered Accountants, Bhubaneswar as Statutory Auditors in the Annual General Meeting held on 16.01.2018 to conduct the Audit of the Books of Accounts of the Corporation for FY 2017-18 basing on the recommendation of the Reserve Bank of India under section 37(1) of SFC Act. The auditors have completed the Statutory Audit for the FY 2017-18.

ANNUAL GENERAL MEETING

The 60th Annual General Meeting of shareholders was held on 16.01.2018 to adopt the audited Balance Sheet and Profit & Loss accounts of the Corporation for FY 2016-17.

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 2016-17 and submitted its inspection report on 21.12.2017. The compliance to the observations have been submitted on 27.06.2018.

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 & 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

Amidst cacophony of disruptive digital technology developing daily in finance sector, OSFC has clung to its time tested reliable legacy software developed by OCAC and the in house team. During the financial year no additional Hardware or Software has been acquired keeping in mind the financial constraint of the Corporation. However, the Hardware and Software were properly maintained to run the day to day business of the Corporation without any disruption. Once the phase of slowdown is over, the Corporation intends to procure new Financial Technology like Enterprise Resource Planning (ERP) as an integrated software

solution for the financial service of the organization.

HUMAN RESOURCE MANAGEMENT

Activities of the Department:

The HR Department deals with formulating strategy to upgrade skill of the existing manpower and to utilize the human resource with their optimum potentiality.

During the year, 31 employees have retired from Corporation service on attaining the age of

superannuation/VRS reducing the staff strength from 143 to 112 as on 31.03.2018.

Out of 112 employees under different categories, 12 employees consisting of 6 Officers and 6 Assistants are continuing under deputation service in IPICOL, OSBC Ltd and H&UD Department in Government of Odisha. Out of balance 100 employees, 60 employees are posted at field offices and 40 employees are placed at Head Office of the Corporation. The details of manpower position as on 31.03.18 is as under.

Category	Position as on 01.04.17	Employees retired/ resigned/ Expired	Employees retired under VRS	Employees under Deputation service	Staff Strength including Deputation as on 31.03.18
A Class	33	9	0	6	24
B Class	89	12	8	6	69
C Class	21	2	0	0	19
Total	143	23	8	12	112

TRAINING OF EMPLOYEES

To upgrade the skills of the employees, 13 employees have undergone training in the year. Out of them 5 employees have been imparted training of P.E.Department, Government of Odisha and 8 employees have been imparted in-house training on Computer Basics.

STAFF ACCOUNTABILITY POLICY (SAP)

In order to develop accountability in the Corporation and to increase the sense of responsibility among the employees while discharging their various official assignments, Staff Accountability Policy (SAP) is in force. The Staff of the Corporation are accountable for action / inaction leading to loss to the Corporation, as well as non-adherence to the guideline and procedure in non-credit functions.

GRIEVANCE REDRESSAL CELL

In order to expedite speedy redressal of the grievance petitions/representations received

from the customers / entrepreneurs, a Grievance Cell at the Corporate Office is functioning. During the year, the cell has received 6 grievance petitions and disposed 6 cases leaving no case pending at the end of the year.

INTERNAL VIGILANCE CELL

Internal Vigilance Department is in operation at Head Office of the Corporation to function as the coordinator / facilitator in between State Vigilance Department and the Corporation. During the year, 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 and one Appellate Authority each for the nine Branch Office have also been designated to enable the

citizens to access the information available with the Organization. Necessary and relevant information for public has also been placed in the website of the Corporation, which is being up-dated at regular intervals. The position of receipt and disposal of the RTI applications and appeals during the year 2017-18 is given below:

		No. of	No. of
		Applications	Appeals
1	Pending at the beginning of the year	6	-
2	Received during the year	25	-
3	Disposed during the year	26	-
4	Pending for disposal at the end of the year	5	-

CORPORATE GOVERNANCE

The Corporation is committed to uphold high level of ethical standard of Corporate Governance in all of its functional areas. The Board of the Corporation is constituted as per the provisions of SFCs (Amendment) Act. 2000. The Board of Directors meet regularly to provide effective leadership, guidance and monitors/ review performance of different policies and procedures. 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.

As a part of Corporate Governance Manual, the Corporation has signed MoU with MSME Department, in Government of Odisha for the FY 2017-18 within the stipulated period. A review mechanism is put in place at regular intervals so as to strengthen the follow-up and monitoring more effective.

Board of Directors:

The Corporation is managed by a Board of Directors constituted under Section-10 of the

SFC's (Amendment) Act.2000.

During the year, following changes took place in the Board of Directors:

Consequent upon transfer of Sri Bibhuti Bhusan Behera, OAS(SAG), Sri Prasanna Kumar Jena, IAS, Additional Secretary to Govt., MSME Department was in additional charge of Managing Director, OSFC w.e.f from 14.07.2017 in pursuance to GA & Public Grievance Department Notification No.GAD-SER1-IAS-0011-2015- 14130/AIS.I, dated 1st July, 2017.

Consequent upon retirement of Shri F.M. Nayak on superannuation, Sri Madhab Chandra Bariha, IAS, Additional Secretary, MSME Department was nominated to the Board of OSFC vide MSME Department notification No.PSUB-36 / 2017 /208 dated 10.01.2018.

Similarly Sri Akshaya Kumar Sethi, OAS, Additional Secretary, P.E. Department was nominated in place of Sri A.K. Parida, Additional Secretary, P.E. Department vide MSME Department notification No.PSUB-36/ 2017/ 208 dated 10.01.2018.

Shri P.K. Nanda Additional Secretary, Finance Department was nominated as a Director on the Board of Directors, OSFC against Smt. Smita Rout, Deputy Secretary to Govt. Finance Department, vide MSME Notification No.PSUB-36 / 2017 /3908 /MSME, dated 29.06.2017. He is continuing as Director on the Board of OSFC under Sec-10(e)(iv) of SFC's (Amendment) Act, 2000.

Board Meetings and Executive Committee Meetings held during 2017-18 are given below.

BOARD OF DIRECTORS MEETINGS		
1	385th Board Meeting	18.12.2017
2	386th Board Meeting	28.03.2018
EXECUTIVE COMMITTEE MEETINGS		
Nil		

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 appreciation for the co-operation and support received from MSME Department, the Directorate of Industries, 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 also expresses its gratitude to the Shareholders of the Corporation for their confidence reposed in the Corporation.

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

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



Annual Accounts & Financial Statements

KCM & Associates

CHARTERED ACCOUNTANTS

Acharya Vihar, Bhubaneswar

To

The Shareholders,
Odisha State Financial Corporation,
Cuttack-753 003

INDEPENDENT AUDITORS' REPORT

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 2018, 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 responsibility

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

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

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



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedure selected depend 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, 2018, and its profit/ loss and its cash flows for the year ended on that date.

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.
- vii) (a) According to the information and explanations given to us, no material discrepancies has been noticed/reported by the management between the books records and the physical fixed assets.
(b) The matter regarding physical possessions and title deeds of immovable properties are disclosed vide Note- 6 - Schedule R- Notes on Accounts. Since title of all immovable properties

are not held in the name of the corporation and revaluation of fixed assets has not been undertaken to give a true and fair position, its impact on accounts, could not be ascertained/ commented.

- 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, 2018 for a period of more than six months from the date on when they became payable.
- ix) According to information and explanations given to us, the State Government has taken up the matter with SIDBI for recasting of the crystallized amount of OTS of Refinance and to settle the same at the amount already paid by the corporation without insisting for payment of any further amount. Further, it is made to understood that since the matter is under active consideration of State Govt. and as well as SIDBI to settle the issue, no inference has been drawn and accordingly its impact if any, on the accounts could not be ascertained.

**FOR KCM & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN. 0326397E**

Place: Bhubaneswar

Dated: 20th August 2018

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

**ODISHA STATE FINANCIAL CORPORATION
BALANCE SHEET AS ON 31ST MARCH 2018**

Particulars	Schedule Ref.	As at 31st March 2018 ₹	As at 31st March 2017 ₹
CAPITAL AND LIABILITIES			
CAPITAL	A	4,18,13,97,800	4,17,67,29,050
Loan pending conversion to Share Capital	B	-	-
Reserves and Surplus	C	25,71,40,741	24,24,05,392
Borrowings	D	1,06,02,62,781	1,06,02,62,781
Other Liabilities and Provisions	E	50,45,70,489	53,37,85,221
TOTAL		6,00,33,71,811	6,01,31,82,444
ASSETS			
Cash and Bank Balances	F	15,51,80,158	9,20,82,332
Investments (Net of Dimunition Reserve)	G	2	2
Loans and Advances(Net of provisioning for NPA)	H	10,60,480	69,94,802
Fixed Assets	I	21,32,94,028	21,51,79,783
Other Assets	J	87,70,30,991	88,31,77,979
Profit and Loss Appropriation Account		4,75,68,06,152	4,81,57,47,546
TOTAL		6,00,33,71,811	6,01,31,82,444

SIGNIFICANT ACCOUNTING POLICIES

Q

NOTE ON ACCOUNTS

R

THE SCHEDULES REFERRED TO ABOVE FORM AN
INTEGRAL PART OF THE BALANCE SHEET

As per our Report of even date

For KCM & Associates
Chartered Accountant
FRN. 0326397E

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

Sd/-
(P. K. Jena, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(P. K. Nanda)
DIRECTOR
OSFC

Sd/-
(A. R. Mohanty)
DIRECTOR
OSFC

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

ODISHA STATE FINANCIAL CORPORATION
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2018

Particulars	Schedule Ref.	As at 31st March 2018 ₹	As at 31st March 2017 ₹
INCOME (A)			
Income from Operations (Interest)	N	9,16,53,580	3,70,97,716
Other Incomes	O	1,27,96,465	2,28,75,579
Provisions/ Expenses Written Back		4,57,11,573	2,79,68,276
Total Income (A)		15,01,61,618	8,79,41,571
EXPENDITURES (B)			
Other Financial Expenses	K	48,84,984	51,15,691
Personnel Expenses	L	6,26,31,891	7,34,17,372
Administrative Expenses	M	46,13,055	42,57,720
Depreciation	I	18,22,347	20,00,651
Total Expenditure (B)		7,39,52,277	8,47,91,434
Operating Profit (A - B)		7,62,09,341	31,50,137
Less Provision for NPA (Net)			
Profit Before Tax		7,62,09,341	31,50,137
Less: Provision for Taxation			
Profit after Tax		7,62,09,341	31,50,137
Less Net prior period Adjustments	P	2532598	3,32,75,328
Profit/(Loss) Carried to P & L Appropriation A/C		7,36,76,743	(3,01,25,191)

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

As per our Report of even date

For KCM & Associates
Chartered Accountant
FRN. 0326397E

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

Sd/-
(P. K. Jena, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(P. K. Nanda)
DIRECTOR
OSFC

Sd/-
(A. R. Mohanty)
DIRECTOR
OSFC

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

**ODISHA STATE FINANCIAL CORPORATION
PROFIT AND LOSS APPROPRIATION ACCOUNT
FOR THE YEAR ENDED 31st MARCH 2018**

Particulars	Schedule Ref.	2017-18 (Current year) ₹	2016-17 (Previous year) ₹
Balance as per last Balance Sheet - General Reserve/ (Accumulated Loss)		(4,81,57,47,546)	(4,78,56,22,355)
PROFIT / (LOSS) FOR THE YEAR AS PER PROFIT AND LOSS ACCOUNT		7,36,76,743	(3,01,25,191)
SPECIAL RESERVE (U/S 36(1) (viii) OF THE INCOME TAX ACT 1961)		1,47,35,349	-
PROFIT TRANSFERRED TO GENERAL RESERVE/ (ACCUMULATED LOSSES)		(4,75,68,06,152)	(4,81,57,47,546)

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

As per our Report of even date

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

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

Sd/-
(P. K. Jena, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(P. K. Nanda)
DIRECTOR
OSFC

Sd/-
(A. R. Mohanty)
DIRECTOR
OSFC

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

ODISHA STATE FINANCIAL CORPORATION CASH FLOW STATEMENT

PARTICULARS	For the Year ended on March 31 ST 2018 (CURRENT YEAR) ₹	For the Year ended on March 31 ST 2017 (PREVIOUS YEAR) ₹
(A) CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Tax	7,62,09,341	31,50,137
Add: - Depreciation	18,22,347	20,00,651
Cash from Operations (i)	7,80,31,688	51,50,788
ADJUSTMENTS FOR OPERATING ASSETS/ LIABILITIES & OTHER EXPENDITURES		
Increase/ (Decrease) in Liabilities		
Borrowings		(1,28,00,000)
Other Liabilities	(2,92,14,732)	86,55,867
Decrease / (Increase) in Assets		
Loans and Advances	59,34,322	90,23,058
Other Assets	61,46,988	(2,07,17,674)
Other Expenditures		
Direct Taxes Paid		
Net Prior Period Adjusment	(25,32,598)	(3,32,75,328)
Net Cash Used in Operating Liabilities/ Assets & Expenditures (ii)	(1,96,66,020)	(4,91,14,077)
Net Cash (Used in)/ Flow from Operating Activities. (i) + (ii)	5,83,65,668	(4,39,63,289)
B) CASH FLOW FROM INVESTMENT ACTIVITIES		
Purchase of Fixed Assets (Net Addition)		
Adjustment of depreciation for earlier year		
Redemption of Investment (Net)		
Sale of fixed Assets	63,408	
Net Cash from investment activities		-
C) OTHER CASH FLOWS (from financial activities)		
Increase/ (Decrease) in Share Capital/ Subordinated Debts	46,68,750	2,33,43,750
Increase/ (Decrease) in Reserve Fund		
Net Cash Flow from Other/ Financial Activities		
NET CASH FLOW/ NET CASH USED DURING THE YEAR (A+B+C)	6,30,97,826	(2,06,19,539)
Net increase/ (decrease) in cash and Cash equivalents	6,30,97,826	(2,06,19,539)
Cash & Cash equivalents at beginning of the year	9,20,82,332	11,27,01,871
Cash & Cash equivalents at the end of the year	15,51,80,158	9,20,82,332

As per our Report of even date

For KCM & Associates
Chartered Accountant
FRN. 0326397E

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

Sd/-
(P. K. Jena, IAS)
MANAGING DIRECTOR
OSFC

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(P. K. Nanda)
DIRECTOR
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Sd/-
(A. R. Mohanty)
DIRECTOR
OSFC

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



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

Particulars	As at 31.03.2018 ₹	As at 31.03.2017 ₹
AUTHORISED		
50000000 SHARES OF ₹100/- EACH	5000000000	5000000000
ISSUED	5000000000	5000000000
(A) 42100000 (42100000) ORDINARY SHARES OF ₹100/- EACH ISSUED U/S(4)(2) OF SFCs ACT 1951	4210000000	4210000000
(B) 400000 SPECIAL SHARES OF ₹100/- EACH ISSUED U/S 4-A OF SFCs ACT 1951	40000000	40000000
SUBSCRIBED & PAID UP	4250000000	4250000000
(A) 37876305 (8457305) ORDINARY SHARES OF ₹100/- EACH FULLY ALLOTTED, U/S 6(1) OF THE SFCs ACT 1951 AMENDED BY SFCs (AMENDMENT) ACT, 2000. (6120 share surrendered for retirement in pursuant to Sec-6 (1) of SFCs (Amendment) Act 2000)	3787630500	3787630500
(B) 300000(300000) SPECIAL SHARES OF ₹100/- EACH FULLY ALLOTTED U/S(4) (A) OF THE SFCs ACT 1951 AS AMENDED BY SFCs(AMENDMENT) ACT 2000	30000000	30000000
(C) SHARE DEPOSITS PENDING ALLOTMENT	363767300	359098550
TOTAL	4181397800	4176729050

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

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

	Amount ₹
SIDBI-LISC (PRINCIPAL)	62250000
Interest from 01.04.2008 to 31.03.2018	46687500
	108937500
MGD (SIDBI Share)	127389900
	236327400
IDBI - MGD	127389900
TOTAL	363717300

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

Particulars	As at 31.03.2018 (₹)	As at 31.03.2017 (₹)
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 31.03.2018 (₹)	As at 31.03.2017 (₹)
(A) DISTRIBUTABLE PROFITS		
i) GENERAL RESERVES (U/S 35 of SFCs ACT)	148000	148000
ii) SPL. RESERVE (U/S 36(1) OF IT ACT 1961)	52880481	38145132
SUB TOTAL (A)	53028481	38293132
(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)	257140741	242405392

SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE D- BORROWINGS

	Particulars	As at 31.03.2018 (₹)	As at 31.03.2017 (₹)
	LONG-TERM BORROWINGS		
(A)	REFINANCE(U/s 7(4) of SFCs Act 1951 AS AMENDED BY SFCs (AMENDMENT) ACT 2000		
	i. From Small Industries Development Bank of India		
	(i) Restructured Refinance	-	-
	(ii) New LOC under TRA	-	-
	ii. 0% Funded Loan	-	-
	iii. Interest Accrued & Due on Refinance	-	-
	iv. REFINANCE / LOC AGREED FOR OTS	150000000	150000000
	v. REFINANCE / LOC / FUNDED LOAN & INTEREST AGREED FOR WAIVER	836087217	836087217
	Sub Total	986087217	986087217
(B)	INTEREST ACCRUED AND DUE (LISC)		
	i. On Loan-in-lieu of Share Capital - SIDBI/IDBI	74175564	74175564
	Sub Total	74175564	74175564
	TOTAL	1060262781	1060262781



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

	Particulars	As at 31.03.2018 ₹	As at 31.03.2017 ₹
A	OTHER LIABILITIES		
I.	SUNDRY DEPOSITS	384497192	382953954
II.	EXCESS AMOUNT PAYABLE ON SALE OF MORTGAGED/ HYPOTHECATED ASSETS	6625611	6625611
III.	DIVIDEND PAYABLE	539101	539101
IV.	UNCLAIMED LIABILITIES	1730000	1730000
	AMT. PAYABLE TO STATE AID FUND	283233	283233
V.	SHARE OF STATE GOVT. & OTHERS PAYABLE- LOANEE	1386495	1386495
VI.	AGENCY FUND		
(a)	St. Govt. Seed Money Fund	17189074	17189074
(b)	St. Govt. Soft Loan Fund	2276533	2276533
(c)	St. Govt. M.M. Assistance Fund	3748315	3748315
(d)	SIDBI Seed Capital Fund	2116215	2116215
(e)	SIDBI National Equity Fund	46159637	46159637
(f)	Orissa Venture Capital Scheme Fund	4690000	4690000
(g)	Orissa MSME Tech. Upgradation Fund	4800000	4800000
VII.	OTHER DEPOSITS- AGENCY	25391924	24443264
	SUB TOTAL - (A)	501433330	498941432
B.	PROVISIONS		
VIII.	CONTINGENT PROVISION AGAINST STANDARD ASSETS	2934	19383
IX.	PROVISION AGAINST EXPENSES	3134225	34824406
	SUB TOTAL - (B)	3137159	34843789
	TOTAL (A + B)	504570489	533785221

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

	Particulars	As at 31.03.2018 ₹	As at 31.03.2017 ₹
(A)	CASH IN HAND	386739	571935
(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	1980183	3601154
ii.	Scheduled Banks In Fixed Deposit Accounts	87922512	70023737
iii.	Scheduled Banks in Flexi Deposit Accounts	64872159	17883560
iv.	Cash in transit	17000	
(C)	STAMPS IN HAND	1565	1946
	TOTAL	155180158	92082332

SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE G - INVESTMENTS

	Particulars	As at 31.03.2018 ₹	As at 31.03.2017 ₹
(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 31.03.2018 ₹	As at 31.03.2017 ₹
1.	PRINCIPAL AMOUNT		
(A)	Direct Operation		
	i. Term Loan under various schemes	2472988704	2483176350
	ii. Soft loan under Special Share Capital Schemes	19914668	19914668
	iii. Bridge Loan	1790160	1790160
	iv. Loan against Govt. Seed Money	655941	655941
	v. Loan against IDBI Seed Capital	504996	504996
	vi. New Term Loan under TRA		20816762
	INTEREST ACCRUED ON STANDARD LOAN UNDER MERCANTILE SYSTEM	6810	69569
	Sub Total :	2495861279	2526928446
(B)	Loan Under Special Schemes		
	i. Short Term Working Capital Loan	77994229	77994229
	Sub Total :	77994229	77994229
	Total (A + B)	2573855508	2604922675
2.	Misc. Expenses on Loans & Advances	15761129	14910412
	Total (1 + 2)	2589616637	2619833087
3.	Less NPA Provision	2588556157	2612838285
	NET AMOUNT OF LOANS & ADVANCES	1060480	6994802

SCHEDULES FORMING PART OF THE BALANCE SHEET **SCHEDULE I - FIXED ASSETS AS ON 31.03.2018**

TYPE OF ASSETS		Rate of Depreciation	COST (In Rupees)						DEPRECIATION (In Rupees)				WRITTEN DOWN VALUE	
	As on 31-03-2017		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 31-03-2018	Up to 31-03-2017	During the year	Addition Depreciation during the year for prior year	Up to 31-03-2018	As on 31-03-2018	As on 31-03-2017
LAND			179123947	0	0	0	0	0	179123947	0	0	0	179123947	179123947
OFFICE BUILDING	4.87%		86626042	0	0	0	0	0	86626042	51430995	1713999	0	53144994	33481048
OTHER BUILDING	4.87%		3000000	0	0	0	0	0	3000000	2434014	27564	0	2461578	538422
VEHICLE (Motor Cycle)	25.89%		9626408	0	26213	0	0	0	9600195	9523376	19888	0	9543264	56931
FURNITURE & FIXTURE	25.89%		3995382	0	35850	0	0	0	3959532	3912694	12126	0	3924820	34712
OFFICE EQUIPMENTS	45.07%		5789586		0	0	0	0	5789586	5728698	27442	0	5756140	33446
COMPUTER	63.16%		14856693	0	1360	0	0	0	14855333	14830681	15570	0	14846251	9082
ELECTRICAL INSTALLATION & EQUIPMENTS	25.89%		799719	0	0	0	0	0	799719	777536	5743	0	783279	16440
LIBRARY	100.00%		339776	70	55	0	0	15	339791	339776	15	0	339791	0
CURRENT YEAR TOTAL			304157553	70	63478	0	0	15	304094145	88977770	1822347	0	90800117	213294028
PREVIOUS YEAR TOTAL			304157553	0	0	0	0	0	304157553	86977119	2000651	0	88977770	215179783

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



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

	Particulars	As at 31.03.2018 ₹	As at 31.03.2017 ₹
i	Stationery & Stores	45993	65064
ii	Loans/ Advance to Employees	1504985	1877199
iii	Travelling Advance to Managing Director		
iv	Deposit of Fees - under CPA	217615	217615
v	Other Recoverable Dues		
	(a) Rent of Premises receivable	414305	2517855
	(b) Advance to Advocates	1121115	1117215
vi	Interest accrued but not due on deposits with bank	-	13688039
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) Agency commission accrued	327186	327186
viii	(a) Funded Interest - SIDBI Refinance	179500000	179500000
	(b) Payment of Refinance Interest under protest	301386698	301386698
ix	Sale of Mort.Assets Settlement Account (Jt.Finance)		
	(a) IPICOL	20793754	20793754
x	Advance Taxes	4332584	3807193
xi	Disputed payments-under protest	179069	179069
xii	Deposits against Court Directives	80959523	72150562
xiii	Security Deposit - Telephone	17000	17000
xiv	Security Deposit - Electrical Installation	273070	273070
xv	Advance payment of Loan to State Govt.	230884097	230884097
xvi	Govt. assistance for EDP	-	36000
xvii	VR employees exgratia expenses	4688632	3954998
	TOTAL	877030991	883177979

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

Particulars	2017-18 (Current year) ₹	2016-17 (Previous year) ₹
I Bank Charges & Commission	3999	2990
II Interest / Compensation Payment as per Court Directive	178108	422869
III Service Tax	34127	21082
iv Interest on Loan in Lieu of Share Capital	4668750	4668750
Total	4884984	5115691

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

	Particulars	2017-18 (Current year) ₹	2016-17 (Previous year) ₹
i.	Salaries & Allowances		
	(a) Managing Director Salary		
	(b) Employees Salary	55916217	72279180
	(c) Consolidated wages	79452	72000
ii.	Employer's contribution to EPF	5726603	7477091
iii.	Medical aid to staff	328304	426000
iv.	Insurance Premium paid on GIS	104799	130473
v.	Contribution to Employees Group Gratuity Fund-LIC of India	-	2227995
vi.	Leave Encashment	11227480	8975189
vii.	Gratuity Payment	10722189	9726708
viii.	Contribution to Employees Group Leave Encashment Fund-LIC of India	500000	9211
ix.	Employer's contribution to Staff Welfare Fund	20367	15010
x.	Ex-Gratia under-VRS	1434346	988750
xi.	Salary in lieu of pension	623373	
	SUB-TOTAL	86683130	102327607
xii.	Less:		
	i) Claim settled by LIC of India towards Leave Encashment under GLES	12721712	15623773
	ii) Claim settled by LIC of India towards Gratuity under GGS	9613131	13286462
xiii.	Leave salary contribution received from other organisation on account of deputed employees	1154039	
xiv.	Gratuity contribution received from other organisation on account of deputed employees	562357	
	SUB-TOTAL	24051239	28910235
	TOTAL	62631891	73417372



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

	Particulars	2017-18 (Current year) ₹	2016-17 (Previous year) ₹
1	Travelling Expenses		
	I. Managing Director		-
	ii. Directors and Committee Members		-
	iii. Employees and others	139466	128749
2	Directors and Committee Members Sitting Fee	3000	5000
3	Rent, Electricity & Water Charges	993734	960763
4	Computer Stationary	29356	44395
5	Printing & Stationary	112812	235710
6	Publicity & Advertisement	8200	19183
7	Recovery Expedition		15000
8	Repairs & Renewals	32686	64237
9	Computer Software	9912	
10	Audit Fees		
	(a) Statutory Audit	57240	119830
	(b) Tax Audit	17700	23966
11	AMC Fees & Expenses	189723	187505
12	Audit Expenses	36628	21146
13	Other Legal Expenses	41160	4050
14	Professional Fees & Expenses	75530	67770
15	Fees & Subscription	10263	12511
16	Newspapers & Periodicals	1708	1480
17	Rates, Taxes & Insurance	484205	30479
18	Vehicle Repair & Maintenance	102103	99326
19	Telephone Expenses	253371	281772
20	Fuel & Lubricants Expenses	336945	254854
21	Postage Stamps & Telegrams	41291	35415
22	Conveyance Expenses	451050	598000
23	Vehicle hire Charges	63850	53322
24	Miscellaneous Expenses	1012217	920009
25	Fees paid to Advocates	57350	33013
26	Meeting Expenses	42555	34835
27	Computer Servicing Expenses	9000	5400
	TOTAL	4613055	4257720

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

	Particulars	2017-18 (Current year) ₹	2016-17 (Previous year) ₹
I.	Interest on Term Loans	42903318	16871750
ii.	Interest on Soft Loans		
iii.	Interest on FITL	1522	557322
iv.	Penal Interest on Loan	45549776	15474247
v.	Interest on Standard Loan	509528	1598728
vi.	Interest on Short Term Loan	942075	937900
vii.	Interest on Rephased Loan	35517	100430
viii.	Pre-Payment Premium	8049	11623
ix.	Delayed Period Interest (OTS)	1594067	1074669
x.	Interest on NEF Loan (OSFC Share)	109728	471047
	Total	91653580	37097716

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

	Particulars	2017-18 (Current year) ₹	2016-17 (Previous year) ₹
i.	Interest on Term & Flexi deposits with Bank	6542950	9888688
ii.	Interest on SB A/c	19460	20126
iii.	Sale of Forms		12250
iv.	Sale of Project Profiles	16700	10750
v.	Right to Information Fees	2316	1829
vi.	Miscellaneous Income	162584	7085149
vii.	Other Income on regular basis	4256952	5155674
viii.	Interest on Staff Advances		
	(a) Interest on House Building Adv.	764333	259167
	(b) Interest on Vehicle Adv.	6455	26183
	(c) Interest on Personal / Commercial Loan	10562	58398
ix.	Misc. Receipt - Recovery Administration	73000	90000
x.	Agency Commission		15373
xi.	Income from other Fee based activities	939553	251992
xii.	Insurance Commission/sitting fees received from loanee	1600	
	Total	12796465	22875579



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

(A)	Prior Year Income	2017-18 (Current year) ₹	2016-17 (Previous year) ₹
i)	House Rent FY 2014-15 received in FY 2015-16 (HO & BO)		
ii)	Write back of expenditures excess provided in previous year		
iii)	Agency commission receivable on State aid fund account		29893
iv)	Write back of depreciation excess charged from 2001-02 to 2013-14		
v)	Earnest Money deposited in 2001-02 to 2008-09 appropriated in 2014-15		
vi)	Amt. credited towards principal appropriated as Int. income on reconciliation		
	(A) Dhenkanal Branch	1168008	
	(B) Cuttack	93400	61121
	(c) Bhubaneswar	14238	5857
	TOTAL	1275646	96871
	(B) - Prior Year Expenditure		
(i)	Int. accrued on LISC payable to SIDBI for the period 01.04.2012 to 31.03.2016 charged to P&L A/c & converted to Share deposits as agreed by SIDBI		18675000
(ii)	Interest income reversal at Branches on reconciliation of Loan account under OTS which was wrongly appropriated in earlier years	1243138	5396784
(iii)	Arrear Dearness allowance payable to the employees from 01.01.2016 to 31.3.2017	2565106	9299167
(iv)	Differential amount of Audit fees paid for FY 2015-16		1248
	TOTAL	3808244	33372199
	NET (B) - (A)	2532598	33275328

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/ materlised.

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 / rescheduling cases appropriation are made in the following manner,

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

7. SHARING OF SALE PROCEEDS ON JOINT FINANCING CASES

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

8. FIXED ASSETS

- 8.1 Fixed assets are recorded at their historical cost and are stated at historical cost less accumulated Depreciation or at their present replaceable value, wherever revalued.
- 8.2 Capitalization of Assets:

The Corporation is following the practice of capitalization of assets at the time of put to use on the basis of cost of acquisition & other expenses directly related thereto.

9. DEPRECIATION

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

Rate of Depreciation

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 & payments made to employees towards gratuity & Leave Encashment salary to the extent not covered by the Group Gratuity Scheme & Group Leave Encashment scheme of LIC are charged to the profit & loss account.

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 upto 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 KCM & Associates
Chartered Accountant
FRN. 0326397E

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

Sd/-
(P. K. Jena, IAS)
 MANAGING DIRECTOR
 OSFC

Sd/-
(P. K. Nanda)
 DIRECTOR
 OSFC

Sd/-
(A. R. Mohanty)
 DIRECTOR
 OSFC

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

SCHEDULE 'R'

NOTES ON ACCOUNTS

1. SHARE CAPITAL

- 1.1 Interest accrued on LISC and payable to SIDBI for the period from FY 2017-18 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 ₹3637.67 lakh (₹3590.99 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 31.3.2018 is ₹199.15 lakh. (₹199.15 lakh)

2. DIVIDEND PAYABLE

- 2.1 No dividend for the year has been declared for non-availability of surplus due to accumulated loss as on 31.03.2018

3. LIABILITIES FOR RETIREMENT BENEFITS

- 3.1 For payment of Gratuity and Encashment of Leave Salary, the Corporation employees are covered under Group Gratuity Scheme & Group Leave Encashment Scheme of LIC of India.
- 3.2 Employees Provident Fund is governed under section 48 of SFC act 1951 and its own P.F. Regulations formulated with prior approval of State Government and RBI. The fund is managed by the Board of Administrators.
- 3.3 Gratuity liability as per amended provisions of Gratuity Act 1972 and Leave Salary Encashment liability as per Regulation 83(1) (d) of OSFC Staff Regulation 1975 as per actuarial valuation by LIC has been fully paid to LIC of India as on 31.3.18. No further provision is required as the total renewal premium required for both the scheme has been paid on 31.3.18. The Fund position as on 31.3.18 under GGS is ₹547.97 lakh and under GLES is ₹476.68 lakh.

4. OTHER STAFF LIABILITIES

- 4.1 Necessary instruction has been sought for on implementation of revised pay scale (6th pay) in terms of Direction of Hon'ble High Court of Odisha WPC No.5719 of 2017 vide letter No.42 dt.26.4.18. Arrear salary on account of the above pay revision w.e.f. 1.4.12 to 31.3.18 is estimated at ₹1004.00 lakh which has not been provided for .
- 4.2 Corporation has implemented VRS/VSS Scheme during the year 2017-18. Out of the 143 employees 7 employees have retired under the Scheme for which an amount of ₹140.41 lakh was paid. Out of which State Government has paid ₹98.58 lakh directly in favour of the above VR retirees.
- 4.3 Out of the ex-gratia payment of ₹7096732/- for the above purpose, made out of the Corporation fund ₹4688632/- 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 ₹1419350/- for FY 2017-18 (Previous year ₹988750/-).

5. LOANS AND ADVANCES

- 5.1 Letters seeking confirmation of outstanding balances in Loan Accounts were sent by the Corporation to borrowers, except cases under litigation. Balance in respect of loanees accounts have been treated as confirmed where there is no dispute regarding the demand notices (which includes outstanding amount) sent by the Corporation. Continuing with the process of reconciliation and adjustment the net difference between General Ledger and Sub Ledger amounting to ₹3.98Lakh (Pr. Yr. ₹4.05 Lakh) has been fully provided for.
- 5.2 The loans and advances have been shown net of funded interest term loan of ₹933.52 Lakh (last year ₹ 2770.06 Lakh)
- 5.3 During the year 77 loan (86) accounts are settled under OTS and ₹197.58 lakh (₹269.33 lakh) has been realized. The Corporation waived/sacrificed Interest/penal interest amounting to ₹2169.59 lakh (₹1840.28 lakh) and principal of ₹0.28 lakh (₹0.26 lakh) for settling these accounts under OTS out of which ₹0.28 (0.26 lakh) has been adjusted from provisions. The interest sacrifice / waiver is made from Loan Memorandum A/c.
- 5.4 As on 31.3.2018, Interest dues of ₹4183.07Crore(₹3740.95Crore) 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 ₹12.43 Lakh of earlier years reversed and appropriated towards Principal under OTS is considered as prior year expenditures.
- 5.6 Loan and advances shown in balance sheet net off provisions .

6. FIXED ASSETS

- 6.1 Title ownership in respect of premises located at Bhubaneswar, Khurda, Balasore, Sambalpur and Rourkela are transferred in favour of the Corporation, transfer of ownership formalities in respect of Cuttack OMP Square, Cuttack Madhupatna, Barbil, Phulbani are under process for execution.
- 6.2 Land and Building shown under schedule 'I' is inclusive of ₹32.50 lakh representing the cost of Hotel Alankar (P) Ltd., acquired by the Corporation but the possession thereof could not be taken due to dispute.

6.3. INVESTMENTS

Investment shown in balance sheet are shown net off dimution reserve. Shares are held in physical form.

7. INCOME/PROVISIONS WRITTEN BACK

- 7.1 Out of provisions against NPA made up to 31.03.2017, ₹102.75 lakh is no more required due to recovery of Loans and hence written back to P & L Account. Similarly provision of ₹0.16 lakh made against Standard Assets has been written back due to reduction in amount of Standard Assets.
- 7.2 Provision of ₹214.41 lakh made up to FY 2017-18 towards gratuity against retirees is no more required and written back to P & L Account.
- 7.3 During the year 77nos of loan account has been fully repaid under OTS out of the NPA, resulting written back of provision of ₹139.80 lakh to P&L 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		Net Assets (Loan Outstanding)	
	As on 31.03.18	As on 31.03.17	Current Year	Previous Year	As on 31.03.18	As on 31.03.17	As on 31.03.18	As on 31.03.17
Standard								
Direct Loan - Regular	0.10	0.70	0.25%	0.25%	0.0002651	0.00175	0.10	0.70
Direct Loan - Restructured A/c		-	0.40%	0.40%	-	-		-
Personal Loan	0.01	0.01	0.40%	0.40%	0.0000283	0.0002	0.01	0.01
Vehicle & Housing Loan		0.04	0.40%	0.40%	-	-	-	0.04
	0.11	0.75	-	-	0.0002934	0.00195	0.11	0.75
NPA								
Sub Standard	-		25%	25%	-			-
Doubtful - I	-		40%	40%	-			-
Doubtful - II	5.71	5.35	100%	100%	5.71	5.35		-
Doubtful - III	125.15	124.17	100%	100%	125.15	124.17		
Loss	128.00	131.76	100%	100%	128.00	131.76	-	-
Total (NPA)	258.86	261.28			258.86	261.28	-	-
Grand Total	258.97	262.03			258.86	261.28	0.11	0.75

- Standard Assets as on 31.03.18 includes ₹0.01 Cr Personal Loan to Employees disclosed under Advance to Employees - Other Assets - Schedule J.
- Loan outstanding and Net Assets as on 31.03.18 includes Principal + Other Charges.
- AS per RBI/ SIDBI norms, no netting is required for provision for standard assets.

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

10 nos. of cases filed against the Corporation involving claims of ₹392.98 lakh(12 nos. ₹624.59 lakh)

13. RELATED PARTIES DISCLOSURES

As required by the Accounting Standard-18 issued by the Institute of Chartered Accountants of India, the disclosure of details pertaining to related party transactions are as follows:

The Key Management personnel of the Corporation during the year

- (i) Sri L.N. Gupta, IAS, Additional Chief Secretary to Govt., MSME Department & Chairman from dt.03.11.2016 & continue
- (ii) Sri Prasanna Kumar Jena, IAS Managing Director from 14.7.17 & continue.

Gross salary including perquisites / Honorarium	-	Nil
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Outstanding Balance of loans as on 31.03.18

in respect of above persons	-	Nil
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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
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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 ₹1275646/- (₹96871/-) 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	41813.97	-	41813.97
	Loan pending conversion to Share Capital	-	-	-
	Free Reserve & Surplus	564.65	-	564.65
	Provision on Standard Assets	-	0.03	0.03
	Assets Revaluation Reserve (₹2006.75 lakh discounted at 55%)	-	903.04	903.04
	Total	42378.62	903.07	43281.69
	Accumulated loss	47568.06	-	47568.06
	Net Capital Base	(-)5189.44	903.07	(-)4286.37

2	Risk Weight Adjusted Assets	Amount as per Balance Sheet (Book Value)	Risk weight %	Risk Products Amount
A)	On Balance Sheet Items			
a)	Cash & Bank Balance			
	Cash / Stamp in Hand	3.88	0%	-
	Bank Balance with Nationalised/Scheduled Banks and in transit.	19.80	20%	3.96
	Short Term Deposits with Banks	1528.12	20%	305.62
	Total:-	1551.80		309.58
b)	Investments		100%	
c)	Loans and Advances(including other charges)	10.60	100%	10.60
d)	Fixed Assets (Net)	2132.94	100%	2132.94
e)	Other Assets			
	Staff Advance	15.05	20%	3.01
	Others	8755.26	100%	8755.26
f)	Intangibles	-		
	Total Assets	12465.65		11211.39
(B)	Off Balance Sheet Items			
i.	Guarantees	-	100%	-
ii.	Claims against the Corporation	392.98	100%	392.98
iii.	Other Items	1004.00	100%	1004.00
	TOTAL B	1396.98		1396.98
	GRAND TOTAL (A+B)	13862.63		12608.37

RISK BAND - RISK BASED ASSETS

Risk Band	Total Amount (including OBS)	Loss Reserves Intangible	Net Amount	Net Risk Weighted Value
Zero Risk	3.88	0	3.88	0
20% Risk	1562.97	0	1562.97	312.59
100% Risk				
BS	10898.80	0	10898.80	10898.80
OBS	1396.98	0	1396.98	1396.98
TOTAL	13862.63	0	13862.63	12608.37

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

- (i) **CORE CRAR** = $\frac{\text{Net Capital Base} - (-)5189.44}{\text{Net Risk Weighted Assets } 12608.37} = (-)41.16\% \text{ [Pr. Yr. } (-)45.18\%]$
- (ii) **Supplementary CRAR** = $\frac{903.07}{12608.37} = 7.16\% \text{ [Pr. Yr. } 6.83\%]$
- CRAR (i+ii)** $\frac{(-)4286.37}{12608.37} = (-)33.99\% \text{ [Pr. Yr. } (-)38.35\%]$

b) NET WORTH → (-) ₹51.89 Cr (Pr. Yr. (-) ₹59.73 Cr.)

The amount of subordinate debt raised during the year as Tier-II Capital :

	Nil		Nil	
	As on 31-03-18		Previous Year (₹ lakh)	
	Gross	Net	Gross	Net
Risk weighted assets	13862.63	12608.37	13972.64	13219.81

c) Share holding pattern as on the date of the Balance Sheet is as follows : (₹ in lakh)

	Ordinary Paid up Share Capital		Special Share Capital		Sub Total		Share Deposits Pending Allotment	Total
	No	Amt.	No	Amt.	No	Amt.		
State Government	34121495	34121.495	150000	150.00	34271495	34271.495	0.50	34271.995
SIDBI	3738935	3738.935	150000	150.00	3888935	3888.935	2363.274	6252.209
IDBI Bank	-	-	-	-	-	-	1273.899	1273.899
Insurance Companies	8060	8.060	--	--	8060	8.060	-	8.060
Sheduled 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	3637.673	41813.978



Annual Report 2017-18

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 31.3.18</u>		<u>Previous Year</u>	
	Net NPA <u>Amt.</u>	% to total Net NPAs	Net NPA <u>Amt.</u>	% 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 31.3.18</u>	<u>(Previous Year)</u>
Standard Assets-	(-)0.0003Cr	(-)0.0019 Cr
NPAs	Nil	Nil
Investments-	Nil	Nil
Income Tax-	Nil	Nil

g) Movement of Net NPAs Against

	<u>As on 31.3.18</u>	<u>Previous Year</u>
Sub-Standard Assets	Nil	Nil
Doubtful Assets-	Nil	Nil
Total	Nil	Nil

h) Credit exposure as % to Capital funds and as % to Total assets - (₹ in Lakh)

	<u>As on 31.03.18</u>			<u>Previous Year</u>		
	<u>Total Credit Exposure</u>	% to Capital fund	%to total assets	<u>Total Credit exposure</u>	% to Capital fund	%to total assets
i) The largest single borrower	278.06	(-)5.36%	2.27%	278.06	(-) 4.66%	2.31%
ii) The largest borrower group	828.63	(-)15.97%	6.78%	828.63	(-)13.87%	6.89%
iii) The 10 largest single borrower	1846.67	(-) 35.58%	15.11%	1846.67	(-) 30.92%	15.35%
iv) The 10 largest borrower groups	1461.81	(-) 28.17%	11.96%	1517.01	(-) 25.40%	12.61%

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

As on 31.3.18

Largest Industrial Sectors	Total Credit Exposure (₹ in Crore)		%Total Loan Assets	
1. Food manufacturing	25.98	(26.20)	10.03%	(10.00%)
2. Other Chemical & Chemical Prods.	19.11	(19.60)	7.38%	(7.48%)
3. Services				
Hotels	7.18	(7.51)	2.77%	(2.87%)
Transport	31.80	(32.10)	12.28%	(12.25%)
Other Services	17.49	(17.47)	6.79%	(6.67%)

4. Textiles	15.97	(16.37)	6.17%	(6.25%)
5. Basic Metals	14.64	(15.11)	5.65%	(5.77%)
6. Paper & Paper products	9.21	(9.22)	3.56%	(3.52%)
7. Other Industries	95.27	(95.05)	36.79%	(36.28%)

LIQUIDITY
j) Maturity pattern of Rupee

Assets & Liabilities - (₹ in Crore) Items	Less than or equal to 1 yr.	More than 1 yr up to 3 yrs.	More than 3 yr up to 5 yrs.	More than 5 yr up to 7 yrs.	More than 7 yr up to 10 yrs.	More than 10 yrs.	Total
Rupee Assets	10.35	87.70	0	0	0	502.29	600.34
Rupee Liabilities	15.00	50.46	0	0	0	534.88	600.34
Difference	(-)4.65	37.24	0	0	0	(-)32.59	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	$\frac{916.54}{12220.00} = 7.50\%$	(Pr.Yr. 3.08%)
b) Non- Interest income as a % to average working funds:	$\frac{127.96}{12220.00} = 1.04\%$	(Pr.Yr. 1.90%)
c) Operating profit as a % to average working funds	$\frac{762.09}{12220.00} = 6.24\%$	(Pr.Yr. 0.26%)
d) Return on average assets	$\frac{736.77}{12220.00} = 6.03\%$	(Pr.Yr. (-)2.50%)
e) Net Profit/(Loss) per employee	$\frac{736.77}{112} = 6.57$	lakh (Pr.Yr. (-)2.09 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 KCM & Associates
Chartered Accountants
FRN. 0326397E

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

Sd/-
(P. K. Jena, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(P. K. Nanda)
DIRECTOR
OSFC

Sd/-
(A. R. Mohanty)
DIRECTOR
OSFC

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

ANNEXURE-I

**PARTICULARS IN RESPECT OF LOANS AND ADVANCES FORMING PART OF
SCHEDULE - H**

(₹ in lakh)

As at 31.03.2017	PARTICULARS	As at 31.03.2018
1	Particulars of Loans & Advances	
15695.41	(a) Debts considered good in respect of which the Corporation is fully secured(out of this loan amounting ₹15503.00(₹15704.24) lakh also covered by personal guarantees)	15579.74
9573.87	(b) Debts fully secured but under litigation	9378.87
25269.28	Total (a) + (b)	24958.61
	(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.	
29344.65	(e) (i) Total amount of instalment whether of principal or interest of which default was made at any time during the year.	397246.82
23732.11	(ii) Total amount of instalment whether of principal or interest of which default was made at the end of the year (excluding cases U/s 31 and 29 of SFCs Act).	1223.96
-	(iii) Total amount of instalment whether of principal or interest overdue by concerns in which the Directors of the Corpn. Are interested excluding Nominee Directors U/s. 27 of SFCs Act.	
28570.77	(iv) Total amount due from industrial concerns against whom legal action has been taken for recovery of the dues U/s 31 of the SFCs Act (incl. Trawlers) taken over by the Corporation U/s of the SFC Act.	44997.70
734.52	(v) Debts guaranteed by the State Govt. Schedule Banks or State Co-operative Banks.	734.52
2	Classification of Loans and Advances according to the size of the industrial units.	
18220.81	(i) Debts due from small scale industrial concerns	17925.81
7048.47	(ii) Debts due from concerns other than those included under (i) above.	7032.80
3	Classification of Loans and Advances according to the Constitution of the Industrial Units.	
9109.80	(a) Proprietary	8938.67
1591.10	(b) Partnership	1480.25
-	(c) Hindu Undivided Family	
307.99	(d) Co-operatives	307.99
13576.98	(e) Private Limited Companies	13551.38
683.41	(f) Public Limited Companies	680.32
-	(g) Trusts	-
25269.28	Total:	24958.61

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

Particulars	As at 31.03.18 ₹	As at 31.03.17 ₹
Deposits towards Loan Administration Fees	112226	112226
Security Deposit by Security Service agencies	1865714	1746803
State Investment Subsidy (M & LI)	9359248	9359248
Govt. Assistance for EDP	2230319	
Security Deposit by Recovery Agency	50000	100000
Advance Deposit towards OTS	33683257	38631622
Security Deposit & Down Payment	180942351	172907351
State Investment Subsidy (H & T Promoters)	753961	753961
State Investment Subsidy (SSI)	37948678	37948678
State Govt. Interest Subsidy (IPR 07)		
Suspense	37646	25000
Deputationist P F contribution received	147472	300383
LIC Deduction from Salary	18550	87407
Other Deduction - Terminal Dues	891936	900486
Advance against House Rent	362456	356438
Tax Deduction at Source - Others	1065	4282
Co-Operative Loan deduction -Salary	389850	1642440
Co-Operative Thrift Deposits	41900	195700
Employees Union Fees Deduction - Salary	460	3170
Association Fees ded.-Salary	1150	10100
Staff Welfare Fund	20367	15010
Professional Tax Deduction - Salary	29300	129125
Bank Loan Deduction Salary	50000	70000
Employee's Welfare Fund Deduction-Salary	2300	16500
P.F Advance (Recovered)	98189	534358
Service Tax Recovered	439680	205495
Deposits by Loanee as per Court Directives	56474800	48175839
Employee's Provident Fund	527089	4579402
Salary & Allowances Payable	24265889	30659962
Consolidated Wages Payable	6405	6000
EMD Refundable / Distributable	32491729	32491729
OSFC Foundation Day Celebration Fund	181048	229689
Excess VRS benefit refundable to Govt	20911	20911
Misc. Deduction - Salary	-	734639
GIC claim settlement	50000	
Stale Cheque	800	
Excess recovery refundable	446	
Deposit for rephasing	1000000	
Total----->	384497192	382953954



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

Particulars	As at 31.03.18 ₹	As at 31.03.17 ₹
State Govt. Seed Money Recovered-Agency	4597936	4431245
Int.on State Govt. Seed Money Recovered	5573852	5106570
State Govt. MM Asst. Recovered	164620	170000
Int.on State Govt. M.M. Asst.Recovered	214173	174278
Soft Loan from SIDBI - (MUN) Recovered	222093	222093
SIDBI NEF Recovered - Agency	5599284	5380883
Service Charges SIDBI NEF-Agency	8913837	8852066
Interest on State Govt. Soft Loan Recovered	25159	25159
State Govt. Soft Loan recovered	80970	80970
T o t a l	25391924	24443264

SUB SCHEDULES FORMING PART OF SCHEDULE- F

CASH & BANK BALANCES

Balance with Scheduled Banks in Current Accounts

Particulars	As at 31.03.18 ₹	As at 31.03.17 ₹
At Head Office		
Central Bank of India, OMP Square, Ctc.	14420	213874
Union Bank of India, College Square, Cuttack. (Withdrawal A/c)	190174	2358553
IDBI Bank Ltd., Cuttack (TRA)		278394
Total----->	204594	2850821
(1) Cuttack Branch		
Union Bank of India (Deposit)	14114	13588
Union Bank of India (Withdrawal)	58260	51056
Total----->	72374	64644
(2) Paradeep Branch		
Union Bank of India, Link Road, Ctc (Deposit)	18500	32000
Union Bank of India, Link Road, Ctc (Withdrawal)	402	806
Total----->	18902	32806
(3) Balasore Branch		
Union Bank of India (Deposit)	1000	1000
Union Bank of India (Withdrawal)	24029	8642
Union Bank of India, Bhadrak (Recovery Cell A/c)	6000	1000
Total----->	31029	10642
(4) Berhampur Branch		
Union Bank of India (Deposit)	226060	123085
Union Bank of India (Withdrawal)	3622	4135
Union Bank of India, Phulbani (Recovery Cell A/c)	29260	1000
Total----->	258942	128220
(5) Jeypore Branch		
Union Bank of India (Deposit)	-	1000
Union Bank of India (Withdrawal)	-	16977
Total ----->	0	17977



Particulars	As at 31.03.2018 ₹	As at 31.03.2017 ₹
(6) Rourkela Branch		
Union Bank of India (Deposit)	402703	21000
Union Bank of India (Withdrawal)	14102	18022
Total----->	416805	39022
(7) Bhubaneswar Branch		
Union Bank of India, Nayapalli (SB-Deposit)	787375	148687
Union Bank of India, Nayapalli (SB-Withdrawal)	11072.18	17866
Union Bank of India (Deposit A/c.)	25001	25000
Union Bank of India, Khurda (Recovery Cell A/c)	1397	14139
Union Bank of India, Puri (Recovery Cell A/c)	123412	157807
Total----->	948257.18	363499
(8) Dhenkanal Branch		
Union Bank of India (Deposit)	1000	5000
Union Bank of India (Withdrawal)	25508	29565
Union Bank of India, Angul (Recovery Cell A/c)	-	1000
Total----->	26508	35565
(9) Sambalpur Branch		
Union Bank of India (Deposit)	1000	1000
Union Bank of India (Withdrawal)	1771.43	10151
Union Bank of India, Bhawanipatna (Recovery Cell A/c)	-	1000
Union Bank of India, Bolangir (Recovery Cell A/c)	-	45807
Total----->	2771.43	57958
Grand Total----->	1980183	3601154

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

Particulars	As at 31.03.18 ₹	As at 31.03.17 ₹
Head Office	43905	233120
Cuttack Branch	17731	204078
Paradeep Branch	1038	20012
Bhubaneswar Branch	162379	32743
Balasore Branch	114956	49657
Berhampur Branch	2398	906
Jeypore Branch	-	4803
Rourkela Branch	3458	16
Sambalpur Branch	40746	25303
Dhenkanal Branch	128	1297
Total----->	386739	571935

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

Particulars	As at 31.03.18 ₹	As at 31.03.17 ₹
Head Office		
Bhubaneswar Branch	232	386
Cuttack Branch	92	368
Balasore Branch	219	231
Paradeep Branch	170	83
Berhampur Branch	147	137
Jeypore Branch	-	171
Rourkela Branch	-	209
Sambalpur Branch	386	294
Dhenkanal Branch	319	67
Total----->	1565	1946



**SUB SCHEDULES FORMING PART OF SCHEDULE- F
DETAILS OF FIXED DEPOSIT WITH BANK**

Sl.No.	Name of the Bank	As at 31.03.18 ₹	As at 31.03.17 ₹
1	Union Bank of India, College Square, Cuttack.		940000
2	Union Bank of India, Choudhury Bazar, Cuttack. (303/284391)	3383124	3162526
3	Union Bank of India, Choudhury Bazar, Cuttack. (303/284615)	1483581	1363902
4	AXIS Bank Ltd., Rourkela (For Bank Guarantee)	256793	233219
5	The Odisha State Co-operative Bank, Link Road Branch, Cuttack	65877554	51057802
6	The Odisha State Co-operative Bank, Link Road Branch, Cuttack	16921460	13266288
	TOTAL ----->	87922512	70023737

**SUB SCHEDULES FORMING PART OF SCHEDULE- F
DETAILS OF FLEXI DEPOSIT WITH BANK**

Sl.No.	Name of the Bank	As at 31.03.18 ₹	As at 31.03.17 ₹
1	Union Bank Of India, College Square, Cuttack. (ESCROW A/c)	60155890	13494384
2	Union Bank Of India, Main Branch, Choudhury Bazar, Cuttack.	4716269	4389176
	Total	64872159	17883560

**SUB SCHEDULES FORMING PART OF SCHEDULE- F
REMITTANCE OF FUNDS IN TRANSIT**

Sl.No.	Name of the Branch/H.O.	Date of remittance	Amount	Date of receipt by H.O/Branch
	H.O.	31.03.2018	17,000	Received by Sambalpur Branch on 03.04.18

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

Particulars	As at 31.03.18 ₹	As at 31.03.17 ₹
House Building Advance		18517
Interest Accrued on HB Loan		319263
Vehicle Advance		
Int. Accrued on Vehicle Advance		9737
Pay Advance	300724	645879
Festival Advance	113846	374846
Medical Advance		
Office Expenses Advance	780296	107245
Personal Loan / Commercial Loan	70710	136304
Travelling Advance - Employees	239409	265408
Total----->	1504985	1877199

Personal / Commercial Loan to Employees, House Building Advance and Vehicle Advance outstandings are taken as Standard Assets for the purpose of provisioning as per SIDBI norms.



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

ADVANCE TAXES	As at 31.03.18	As at 31.03.17
	₹	₹
Income Tax paid under protest	568243	568243
Income Tax Deducted at source	3764341	3238950
TOTAL	4332584	3807193

DETAILS OF DISPUTED PAYMENT UNDER PROTEST	As on 31.03.18	As on 31.03.17
	₹	₹
UBI, Nayasarak, Cuttack, A/c Jayaguru Cold Storage Ltd.	179069	179069
TOTAL	179069	179069

DETAILS OF DEPOSITS AGAINST COURT DIRECTIVES	As at 31.03.18	As at 31.03.17
	₹	₹
1. Hrisikesh Das (A/c Dibakar Iron & Steel Co (P) Ltd.) with SBI, I/ A Berhampur & Andhra Bank	72248030	67210494
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
5. The Official Liquidator Orissa High Court (23/12/06) A/c. Coastal Synthetics, Balasore		30000
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	2791400	
9. M/s Orissa Ply & Partner	1010025	
TOTAL	80959523	72150562

ODISHA STATE FINANCIAL CORPORATION
Details of subscriber-wise Bonds issued, Redeemed, Off-market transaction & Balance
outstanding as on 31.03.2018

₹ In lakh

Sl No.	Name of the Institution	Balance as at 31.03.17	Issued during the year	Off- market transcation		Bond Holding	Redeemed/ Transferred unclaimed liability during the year	Balance as at 31.03.18	Redemption on accured & due as on 31.03.18	Premature Redemption during the year
				Buy	Sell					
1	2	3	4	5	6	7	8	9	10	11
1	Kalol Nagrik Sahakari Bank *	0.00	0.00	0.00	0.00	10.00	10.00	0.00	0.00	0.00
	Total:	0.00	0.00	0.00	0.00	10.00	10.00	0.00	0.00	0.00

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

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

Sl.No.	PARTICULARS	As at 31.03.18 ₹	As at 31.03.17 ₹
i.	PROVISION FOR NPA		
	Balance as per last Balance Sheet	2612838285	2633834249
	SUB TOTAL	2612838285	2633834249
ii.	Add. :		
	Provision during the year	-	-
	SUB TOTAL		
	(A) Total (i) + (ii)	2612838285	2633834249
iii.	Less :		
	Excess Provisioning written back	10285249	6939605
	Written off during the year	16449	25569
	Provisions written back during the year against OTS cases	13980430	14030790
	Sub-Total	24282128	20995964
	TOTAL (i)+(ii)-(iii)	2588556157	2612838285



STATE FUND ACCOUNT
BALANCE SHEET AS ON 31ST MARCH 2018

LIABILITIES			ASSETS		
As at 31.03.2017	Particulars	As at 31.03.2018	As at 31.03.2017	Particulars	As at 31.03.2018
₹		₹	₹		₹
4,06,623	STATE FUND	4,06,623	-	BANK BALANCE	-
69	DEPOSIT TOWARDS VALUATION OF PROPERTIES	69	3,18,121	LOANS AND ADVANCES	3,18,121
			9,47,070	INT. ACCD. ON LOANS & ADVANCES	9,65,005
			3,857	LAW CHARGES ON LOANS UNDER LITIGATION	3,857
168	PROPERTIES RECEIVED	168	850	ADV. TO LEGAL ADVISOR	850
351	SUSPENSE ACCOUNT	351	1,238	INSURANCE PREMIUM PAID ON MORTGAGED ASSETS	1,238
11,47,158	INCOME/EXPENDITURE ACCOUNT	11,65,093	2,83,233	AMOUNT RECEIVABLE FROM OSFC	2,83,233
15,54,369	TOTAL	15,72,304	15,54,369	TOTAL	15,72,304

FOR ODISHA STATE FINANCIAL CORPORATION

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

Sd/-
(P. K. Jena, IAS)
MANAGING DIRECTOR
OSFC

Sd/-
(P. K. Nanda)
DIRECTOR
OSFC

Sd/-
(A. R. Mohanty)
DIRECTOR
OSFC

STATE FUND ACCOUNT
INCOME AND EXPENDITURE ACCOUNT UP TO THE YEAR ENDED 31ST MARCH 2018

EXPENDITURE			INCOME		
2016-2017 (Previous year) ₹	Particulars	2017-2018 (Current year) ₹	2016-2017 (Previous year) ₹	Particulars	2017-2018 (Current year) ₹
1,071	BANK CHARGES & COMMISSION	1,071	10,74,110	INT. ON LOANS & ADV.	10,92,045
-	POSTAGE STAMP	-	6,608	LESS REBATE	6,608
11,47,158	EXCESS AMOUNT TRANSFERRED TO BALANCE SHEET	11,65,093	10,67,502		10,85,437
			1,250	PROCESSING CHARGES	1,250
			78,537	INTEREST ON DEPOSIT WITH BANK	78,537
			940	INTEREST ON STATE FUND A/C	940
11,48,229	TOTAL	11,66,164	11,48,229	TOTAL	11,66,164

FOR ODISHA STATE FINANCIAL CORPORATION

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

Sd/-
(P. K. Jena, IAS)
 MANAGING DIRECTOR
 OSFC

Sd/-
(P. K. Nanda)
 DIRECTOR
 OSFC

Sd/-
(A. R. Mohanty)
 DIRECTOR
 OSFC



MANAGEMENT REPLY TO THE AUDITOR'S REPORT FOR THE YEAR ENDING 31ST MARCH, 2018

AUDITOR'S REPORT	REPLY
<p>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 2018, Statement of Profit and Loss, Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information(Notes on Account).</p>	<p>No comments</p>
<p>2 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.</p>	<p>No comments</p>
<p>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 required to be included in the audit under the provisions of the Act and the Rules made there under.</p>	<p>No comments</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>	
<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 generally accepted in India, of the State of affairs of the Corporation as at 31st March, 2018, and its profit/ loss and its cash flows for the year ended on that date.</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>	<p>No comments</p>



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.	No comments
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.	No comments
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.	No comments
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.	No comments
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.	No comments
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.	No comments
vii)	(a) According to the information and explanations given to us, no material discrepancies has been noticed/reported by the management between the books records and the physical fixed assets. (b) The matter regarding physical possessions and title deeds of immovable properties are disclosed vide Note- 6 - Schedule R- Notes on Accounts. Since title of all immovable properties are not held in the name of the Corporation and revaluation of fixed assets has not been undertaken to give a true and fair position, its impact on accounts, could not be ascertained/commented.	No comments
viii)	According to information and explanations given to us and on the basis of our examination of the books	No comments

Steps have been taken by the Corporation for transfer of title of the properties. In respect of property at O.M.P. Square, Cuttack-753003, order has already been passed in favour of the Corporation and the matter has been referred to the concerned Tahasildar for transfer of title in favour of the Corporation. In respect of property at Madhupatna, Cuttack, mutation has already been filed and the Tahasildar has ordered for filing of R.P. Case in the Court of Joint Commissioner. Accordingly, RP Case has already been filed.

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, 2018 for a period of more than six months from the date on when they became payable.

- (ix) According to information and explanations given to us, the State Government has taken up the matter with SIDBI for recasting of the crystallized amount of OTS of Refinance and to settle the same at the amount already paid by the Corporation without insisting for payment of any further amount. Further, it is made to understood that since the matter is under active consideration of State Govt. and as well as SIDBI to settle the issue, no inference has been drawn and accordingly its impact if any, on the accounts could not be ascertained.

Sd/-
KCM & Associates
CHARTERED ACCOUNTANTS
 Acharya Vihar, Bhubaneswar

SIDBI had again called for a discussion at DC-cum-ACS Odisha level which could not be held due to non attendance by SIDBI.

Sd/-
 MANAGING DIRECTOR

Sd/-
 HoD (FAD)

Separate Audit Report of the Comptroller and Auditor General of India under section 37 (6) of State Financial Corporation Act, 1951 on the accounts of Odisha State Financial Corporation for the year ended 31 March 2017.

The preparation of financial statements of Odisha State Financial Corporation for the year ended 31 March 2017 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 18 December 2017.

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 2017 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) Comment on Financial Position.

Balance Sheet

Capital and Liabilities

Borrowings- ₹106.03 Crore (Schedule-D)

1. The above is understated by ₹1.68 crore due to non-accounting of the delayed payment interest payable to Small Industrial Development Bank of India (SIDBI) on the One Time Settlement (OTS) loan amount of ₹42.00 crore. This has also resulted in understatement of loss and 'Profit and Loss appropriation Account' by the same amount i.e. by ₹1.68 crore each.

Place: Bhubaneswar
Date: 16.03.2018

For and behalf of
The Comptroller and Auditor General of India

Sd/-
(PRINCIPAL ACCOUNTANT GENERAL)

COMPLIANCE TO THE SAR OF THE C & AG OF INDIA ON THE ACCOUNTS OF OSFC FOR THE YEAR ENDING 31ST MARCH 2017

AUDITORS OBSERVATION/ COMMENTS	COMPLIANCES						
PRELIMINARY OBSERVATION MEMO OF THE C & AG OF INDIA U/S.143(6)(b)/143(6)(b) READ WITH SECTION 129(4) OF THE COMPANIES ACT, 2013	COMPLIANCE FURNISHED						
ESAP-II/COMMENTS/ OSFC/ ACCOUNTS/ 2016-17/No.1 Balance Sheet A. Other Assets- ₹88.32 crore (Schedule-J) <p>The above includes ₹2.08 crore receivable from IPICOL towards sale of Mortgaged Assets settlement Account (Joint Finance), but the Corporation has not accounted for the payable account of ₹2.97 crore towards settlement of loan account of Hotel Tarrento Ltd., Balasore which was jointly financed by OSFC & IPICOL. The said property was seized and sold by OSFC during 2010, received ₹7.74 crore as sale proceeds. Out of which ₹2.97 crore was the share of IPICOL, which was to be remitted by the OSFC. IPICOL also communicated again and again for payment of shares of sale proceeds in respect of Hotel Teronto. From the latest settlement taking all the sold units OSFC and IPICOL as prepared by the corporation as on 31.03.2016 OSFC will receive ₹60.11 lakh from IPICOL towards settlement of Joint finance thus, due to accounting for ₹2.08 crore receivable from IPICOL instead of ₹0.60 crore resulted in overstatement of Current Asset for ₹1.48 crore and corresponding overstatement Reserve and Surplus to the same extent. Facts and Figures may be confirmed and views of management may be offered to Audit.</p>	ESAP-II/COMMENTS/OSFC/ACCOUNTS/ 2016-17/No.1 Balance Sheet Other Assets- ₹88.32 crore (Schedule-J) <p>The Corporation, on receipt of the information from IPICOL passes accounting entries giving effect in the respective loan ledger towards the share receivable from IPICOL on account of Joint Finance cases. Accordingly a sum of ₹2,07,93,754/- receivable from the IPICOL is shown under Schedule-J other Assets.</p> <p>It is not a fact that the Corporation has not accounted for the amount of ₹2.97 crore payable towards Share of IPICOL on account of Hotel Tarrento Pvt. Ltd. Under the head of Account" EMD Refundable/distributable". The Corporation has created liabilities described in the sub schedule forming part of Schedule-E as follows:</p> <table style="width: 100%;"> <tr> <td style="width: 50%;">1. Hotel Tarrento</td><td style="width: 50%; text-align: right;">₹297.07 lakhs</td></tr> <tr> <td>2. Maa Bautiweavers</td><td style="text-align: right;">₹27.85 laks</td></tr> <tr> <td style="text-align: right;">Co-Operative Society</td><td style="text-align: right; border-top: 1px solid black;">₹324.92 lakhs</td></tr> </table> <p>It may be mentioned that the reconciliation process is going on which will be completed up to 31st March 2017 shortly. After confirmation by both the institutions necessary accounting treatment shall be made.</p>	1. Hotel Tarrento	₹297.07 lakhs	2. Maa Bautiweavers	₹27.85 laks	Co-Operative Society	₹324.92 lakhs
1. Hotel Tarrento	₹297.07 lakhs						
2. Maa Bautiweavers	₹27.85 laks						
Co-Operative Society	₹324.92 lakhs						



<p>ESAP-II/ Comments/ OSFC/ Accounts/ 2016-17/No.2</p> <p>Balance Sheet, Capital & Liabilities, Other Liabilities and Provisions - ₹53.38 Crore (Schedule-E)</p> <p>The above does not include ₹53.58 lakh towards Income Tax for the Assessment Year 2015-16. The Corporation filed Income tax return for the financial year 2014-15 during Sept 2015, which was assessed by the I.T. Authority during December 2017 and the Demand Notice to pay the ₹53.58 lakh was issued under Section 156 of the Income Tax Act, 1961.</p> <p>Thus, due to non-accounting of the above, the Current Liabilities understated to the extent of ₹0.54 crore and corresponding overstatement Reserve and Surplus to the same extent. Facts and Figures may be confirmed and views of management may be offered to Audit.</p>	<p>ESAP-II/ Comments/ OSFC/ Accounts/ 2016-17/No.2</p> <p>Balance Sheet, Capital & Liabilities, Other Liabilities and Provisions ₹53.38 Crore (Schedule-E)</p> <p>The Demand Notice to pay income tax of ₹53.58 lakh received by the Corporation on 21.12.17 issued by the IT Department under 156 of the Income Tax Act 1961 is due to erroneous calculation of MAT (Minimum Alternative Tax) Against this, the Corporation is going for re-assessment/rectification of the order. From the demand it is observed that the Assessing Officer has not allowed deduction of unobserved depreciation or carry forward losses as per books whichever is less from the profit so determined under MAT. After allowing the deduction there will be adjusted book loss and no MAT is payable for the said Assessment Year.</p>
<p>ESAP-II/ Comments/ OSFC/ Accounts/ 2016-17/No.3</p> <p>Balance Sheet, Capital & Liabilities, Borrowings ₹106.26 Crore (Schedule-D)</p> <p>The above includes Refinance / LOC Agreed for OTS ₹15.00 crores, SIDBI on August 8, 2012 had granted an offer for One Time Settlement (OTS) of ₹42.00 crore against pending dues of OSFC to SIDBI amounting to ₹125.61 crore. Clause No.3(ii) of the terms and conditions of SIDBI OTS Policy stipulated that the delay in payment of the five nos of annual installments of the OTS shall attract interest @ SIDBI PLR from the date of default till the date of actual payment of the installment(s) on the basis of simple interest. Total Payment on account of OTS installment is arrived at ₹27.00 crore. Subsequently, the Development Commissioner-cum-ACS, Govt. of Odisha as well as OSFC authority requested SIDBI to finalize the OTS amount at ₹27.00 crore and treat the loan account as closed by waiving ₹15.00 crore considering the weak financial health of the Corporation. But SIDBI did not agree for waiving of Delayed payment interest. Instead,</p>	<p>ESAP-II/ Comments/ OSFC/ Accounts/ 2016-17/No.3</p> <p>Balance Sheet, Capital & Liabilities, Borrowings ₹106.26 Crore (Schedule-D)</p> <p>It may be mentioned that as against the crystallized OTS of ₹42.00 crore, the Corporation has paid ₹27.00 crore up to the FY 2016-17. After considering the huge payment already made by the Corporation to SIDBI since inception and present financial constraints of the Corporation, Government have taken a stand to impress upon SIDBI to close the account at ₹27.00 crore already paid against the crystallized OTS amount of ₹42.00 crore. Although SIDBI has expressed its inability they have been called for discussion at DC-cum-ACS, Government of Odisha level. The matter is being taken up by the State Government with SIDBI.</p> <p>Under these circumstances, default to SIDBI and provision for delayed period interest in the Books</p>

<p>SIDBI requested MD, OSFC (March 14, 2017) to take necessary action for payment of OTS dues of the remaining ₹15.00 crore along with delayed payment interest before the end of financial year. The interest till March 2017 stood at ₹167.79 lakh which was intimated vide SIDBI letter dated April 20, 2017.</p> <p>Only the pending OTS dues of ₹15.00 crore have been provided as liability, but no provision has been made for the Delayed Payment of Interest of ₹167.79 lakh as the same was not waived by SIDBI. Thus non accountal have resulted in understatement of liabilities for ₹1.68 crore and corresponding overstatement of Reserves & Surplus and also loss for the year to the tune of ₹ 1.68 crore. Facts and Figures may be confirmed and views of management may be offered to Audit.</p>	<p>of Accounts may adversely affect the stand taken by the Government on the issue and may not be prudent.</p>
<p>ESAP-II/ Comments/ OSFC/ Accounts/ 2017-18/No.4</p> <p>Balance Sheet, Assets, Other Assets- ₹88.32 Crore (Schedule-J)</p> <p>The above includes ₹1.44 crore towards state Govt. Seed Money Disbursed out of State Government seed money fund of ₹1.72 crore. As on 31.03.2017, the Corporation recovered an amount of ₹0.44 crore towards principal out of the disbursed Seed money fund i.e. ₹1.44 crore and the same was accounted under Other Deposits Agency of Other liabilities and Provisions (Schedule-E) as the same was not remitted to State Govt.</p> <p>Thus, accountal of the ₹0.44 crore as asset again which was already recovered from the loanes resulted in overstatement of Assets to the extent of ₹0.44 crore and overstatement of Reserves and Surplus to the same extent. Facts and Figures may be confirmed and views of management may be offered to Audit.</p>	<p>ESAP-II/ Comments/ OSFC/ Accounts/ 2017-18/ No.4</p> <p>Balance Sheet, Assets, Other Assets- ₹88.32 Crore (Schedule-J)</p> <p>The Corporation acting as Agent on behalf of the Government for sanction & disbursement of Seed money assistance to SSI units. Under the above arrangement, the Agency Fund received is shown as liability and the assistance extended to the beneficiaries out of this fund as "seed money disbursed" under other Assets. Recoveries made out of the such assistance are being shown under liabilities as other deposits (Agency) till its repayment to Government. This practice is being regularly and constantly followed to reflect real picture in our Books of Account. This is because gap between the seed money fund received and seed money disbursed reflects the unspent balance under this head. Reducing seed money disbursed before payment to Government will increase the figure of unspent balance. We are creating liability against an asset till payment and it will no way affect the reserve & surplus. If we reduce the seed money disbursed without making payment to Government, it will be difficult to keep track between Government & OSFC as far as Agency loan is concerned.</p>



Statistical Annexures

ANNEXURE 1 : OPERATIONAL HIGHLIGHTS OF THE CORPORATION DURING THE LAST TEN YEARS
(₹ lakh)

PARTICULARS	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	As on 31.03.18
OPERATIONS											
1. Sanction	-	93.00 (2)	393.58 (6)	411.35 (8)	265.46 (6)	20.00 (1)	-	43.00 (1)	-	-	131760.00 (28231)
2. Disbursement	-	-	71.23 (3)	83.55 (4)	205.82 (6)	113.38 (2)	3.74	-	-	-	130990.09 (28222)
3. Recovery	4657.46	4024.71	4202.86	3655.49	1934.31	1138.83	1533.49	608.43	470.66	1290.16	199370.26
4. Outstanding	40369.94 (11386)	37070.85 (10507)	32614.55 (9885)	30111.85 (9332)	28753.48 (8915)	27668.56 (8751)	27204.12 (8595)	26498.52 (8467)	26198.33 (8379)	25896.17 (8314)	25896.17 (8314)
SHARECAPITAL											
5. Paid Up	2316.25	-	3170.30	186.75	-	(-) 0.99	-	-	233.44	46.69	41813.98
BONDS											
6. Issued	-	-	-	-	-	-	-	-	-	-	42444.25
7. Repaid	2607.50		80.00				-	-			42434.25
8. Outstanding (Principal)	90.00	90.00	-	10.00	-	-	-	-	-	-	-
9. Balance outstanding transferred to Unclaimed liabilities			10.00	-	-		-				10.00
REFINANCE (SIDBI)											
10. Availed	-		53.28		-						69156.34
11. Repaid	1500.39	1500.00	1500.00	752.06	1000.00	800.00	400.00	372.00	128.00	-	61090.47
12. Outstanding	10765.87	12964.65	11517.93	10765.87	-						8065.87
13. 0% Funded Loan	1795.00			1795.00	-						9988.87
14. Total	12560.87*										-
15. a) Crystallised	4200.00										1500.00
OTS Amt.											
b) Agreed for waiver	8360.87										8360.87



PARTICULARS	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	As on 31.03.18
SUBSIDY											
16. Received (CIS & Interest Subsidy)	411.93	159.26	104.78	97.00	54.00	45.00	39.93	363.47	0.00	0.00	12482.02
17. Sanctioned (CIS)	62.00	67.23	1.64	10.14	7.34	34.19	-	1.62	0.00	0.00	12824.83
18. Disbursed (CIS & Interest Subsidy)	370.25	92.10	92.38	86.08	13.83	4.07	68.38	293.17	27.25	0.00	11988.00
19. Fund under Interest Subsidy refunded to DI Odisha									58.87		
FINANCIAL SUMMARY											
20. Gross Income	2327.62	2347.05	2547.46	2603.32	1981.69	1743.97	1420.09	1160.53	879.42	1501.62	-
21. Total Expenditure	2140.47	1959.27	2433.69	2454.70	1464.55	1240.94	1224.00	995.10	847.91	739.52	-
22. Profit/Loss Before Tax	187.15	387.78	113.77	148.62	517.14	503.03	196.09	165.43	31.50	762.09	-
23. Less provision for NPA & Standard Assets					448.02	407.78	6208.63	-	-	-	
24. Less Appropriation Income / net Prior period adjustment	87.19	207.76	52.68	96.05	9.31	44.07	1727.05	332.09	332.75	25.33	-
25. Reserves	54.37	36.00	12.22	10.51	11.96	10.23	-	-	-	-	
26. Provision for Tax	2.48	-		-	-	-	-	-	-	-	-
27. Net Profit/Loss	271.86	180.02	61.09	52.57	59.81	51.18	(-)/7739.59	(-)/166.66	(-)/301.25	736.77	(-)/47568.06
STAFF STRENGTH (Number)	299	297	293	253	242	209	183	180	143	112	112

* 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 31.03.2018.

ANNEXURE 2 : SCHEME WISE CLASSIFICATION OF ASSISTANCE

(₹ lakh)

Sl.No.	SCHEMES	SANCTION (EFFECTIVE)		DISBURSEMENT	
		Since Inception up to 31.3.18		Since Inception up to 31.3.18	
		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 : SECTOR-WISE CLASSIFICATION OF TERM LOAN SANCTION, DISBURSEMENT AS ON 31.03.18

(₹ lakh)

Sl. No.	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)	Anciliaries	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 : DISTRICTWISE ANALYSIS OF LOANS SANCTION, DISBURSEMENT, RECOVERY & OUTSTANDING AS ON 31.03.2018

(₹ lakh)

Sl. No.	Name of the District	SANCTION (EFFECTIVE)							
		SSI		SRTO		Others		Total	
		No	Amount	No	Amount	No	Amount	No	Amount
1	Cuttack	1927	10645.96	1665	3811.59	564	6952.99	4156	21410.54
2	Jagatsinghpur	1789	865.80	356	1543.02	101	837.91	2246	3246.73
3	Jajpur	140	2654.02	402	1673.41	114	2990.92	656	7318.35
4	Kendrapara	770	758.12	303	831.98	109	943.51	1182	2533.61
5	Puri	659	1558.24	246	810.44	283	2693.01	1188	5061.69
6	Khurda	1662	12632.88	744	1832.69	223	5025.17	2629	19490.74
7	Nayagarh	1061	1506.22	169	485.37	36	178.29	1266	2169.88
8	Ganjam	805	3617.98	648	1678.86	240	1589.82	1693	6886.66
9	Gajapati	46	278.80	7	30.16	33	342.24	86	651.20
10	Phulbani	160	569.85	206	506.81	149	542.73	515	1619.39
11	Boudh	89	151.97	101	248.96	35	121.91	225	522.84
12	Sambalpur	282	2697.99	358	889.85	96	2084.89	736	5672.73
13	Deogarh	43	188.32	22	87.64	15	11.43	80	287.39
14	Bargarh	277	831.45	115	514.58	22	290.73	414	1636.76
15	Jharsuguda	94	617.17	232	755.05	69	676.29	395	2048.51
16	Sundargarh	968	8408.17	522	1636.31	336	4757.95	1826	14802.43
17	Balasore	758	6402.55	457	1220.62	116	2450.23	1331	10073.40
18	Bhadrak	179	1154.65	252	818.43	57	311.66	488	2284.74
19	Mayurbhanj	837	2325.96	330	824.00	96	949.87	1263	4099.83
20	Bolangir	613	2178.39	367	946.21	88	923.92	1068	4048.52
21	Sonepur	87	41.26	55	19.26	7	5.00	149	65.52
22	Kalahandi	308	1094.31	231	661.64	197	347.54	736	2103.49
23	Nuapada	54	185.63	46	194.85	24	41.58	124	422.06
24	Dhenkanal	722	1368.24	310	646.34	98	509.43	1130	2524.01
25	Angul	220	591.62	112	527.14	27	199.23	359	1317.99
26	Keonjhar	312	1430.64	582	1969.49	68	968.89	962	4369.02
27	Koraput	461	1561.26	140	343.32	86	697.20	687	2601.78
28	Malakangiri	113	115.69	13	35.07	2	29.16	128	179.92
29	Nawarangpur	139	468.06	79	183.81	6	49.96	224	701.83
30	Rayagada	165	909.84	69	313.76	55	384.84	289	1608.44
	Total	15740	67811.04	9139	26040.66	3352	37908.30	28231	131760.00

ANNEXURE 4 : DISTRICTWISE ANALYSIS OF SANCTION, DISBURSEMENT, RECOVERY AND OUTSTANDING AS ON 31.03. 2018

(₹ lakh)

Sl. No.	Name of the District	DISBURSEMENT								
		SSI		SRTO		Others		Total		Recovery
		No	Amount	No	Amount	No	Amount	No	Amount	Amount
1	Cuttack	1927	10613.68	1665	3810.81	564	6941.49	4156	21365.98	28468.53
2	Jagatsinghpur	1789	865.59	356	1543.02	101	837.91	2246	3246.52	3489.47
3	Jajpur	140	2652.76	402	1673.41	114	2990.92	656	7317.09	3634.31
4	Kendrapara	770	757.61	303	831.98	109	943.51	1182	2533.10	12085.79
5	Puri	659	1558.24	246	810.44	283	2693.01	1188	5061.69	9568.83
6	Khurda	1661	12332.50	744	1832.69	222	5025.17	2627	19190.36	32163.49
7	Nayagarh	1061	1506.22	169	485.37	36	178.29	1266	2169.88	1165.39
8	Ganjam	805	3363.90	648	1678.86	240	1589.82	1693	6632.58	7338.50
9	Gajapati	46	278.80	7	30.16	33	342.24	86	651.20	4126.01
10	Phulbani	160	569.85	206	506.48	149	542.73	515	1619.06	1490.85
11	Boudh	89	151.97	101	248.96	35	121.91	225	522.84	619.69
12	Sambalpur	282	2697.99	358	889.85	95	2074.89	735	5662.73	9252.36
13	Deogarh	43	188.32	22	87.64	15	11.43	80	287.39	3389.06
14	Bargarh	277	831.45	115	514.58	22	290.73	414	1636.76	1655.21
15	Jharsuguda	94	617.17	232	755.05	69	676.29	395	2048.51	2819.33
16	Sundargarh	966	8326.08	522	1636.31	336	4757.95	1824	14720.34	23936.68
17	Balasore	755	6333.95	457	1220.62	116	2450.23	1328	10004.80	15816.94
18	Bhadrak	179	1154.65	252	817.91	57	311.66	488	2284.22	1150.53
19	Mayurbhanj	837	2324.70	330	824.00	96	949.87	1263	4098.57	6148.99
20	Bolangir	613	2177.10	367	946.21	88	923.92	1068	4047.23	3650.55
21	Sonepur	87	41.26	55	19.26	7	5.00	149	65.52	2073.49
22	Kalahandi	308	1094.31	231	661.64	197	347.54	736	2103.49	2421.16
23	Nuapada	54	185.63	46	194.85	24	41.58	124	422.06	1447.47
24	Dhenkanal	722	1368.24	310	646.34	98	509.43	1130	2524.01	3726.04
25	Angul	220	591.12	112	527.14	27	199.23	359	1317.49	2944.39
26	Keonjhar	312	1430.64	582	1969.49	68	968.89	962	4369.02	6056.88
27	Koraput	460	1561.26	140	343.32	88	704.34	688	2608.92	3240.57
28	Malakangiri	113	115.69	13	35.07	2	29.16	128	179.92	1325.56
29	Nawarangpur	139	468.06	79	183.81	6	49.96	224	701.83	1544.05
30	Rayagada	164	909.84	69	313.76	54	373.38	287	1596.98	2359.73
	Total	15732	67068.58	9139	26039.03	3351	37882.48	28222	130990.09	199109.84

* (I) Excludes personal loan to employees ₹22.75 lakh (II) Excludes interest on personal loan to employees ₹1.55 lakh (III) Interest accrued on standard loan ₹52.21 lakh (IV) (-) Unadjusted recovery ₹728.19 lakh (V) Excludes Head Office recovery ₹912.09 lakh of earlier years

ANNEXURE 4 : DISTRICTWISE ANALYSIS OF LOANSSANCTION, DISBURSEMENT, RECOVERY & OUTSTANDING AS ON 31.03. 2018

(₹ lakh)

Sl. No.	Name of the District	OUTSTANDING (PRINCIPAL)							
		SSI		SRTO		Others		Total	
		No	Amount	No	Amount	No	Amount	No	Amount
1	Cuttack	1158	2942.27	480	749.94	102	261.60	1740	3953.81
2	Jagatsinghpur	950	205.69	191	66.44	69	158.56	1210	430.69
3	Jajpur	133	566.24	112	374.90	116	481.80	361	1422.94
4	Kendrapara	313	77.44	161	261.30	67	99.73	541	438.47
5	Puri	39	124.43	60	87.42	271	219.07	370	430.92
6	Khurda	450	4412.78	111	313.41	86	551.63	647	5277.82
7	Nayagarh	268	682.96	71	17.93	14	50.95	353	751.84
8	Ganjam	191	1170.73	90	144.66	31	8.36	312	1323.75
9	Gajapati	6	418.18	2	25.07	4	29.04	12	472.29
10	Phulbani	19	273.21	63	128.79	8	38.28	90	440.28
11	Boudh	16	15.86	15	28.39	3	17.35	34	61.60
12	Sambalpur	83	646.92	36	63.28	23	7.28	142	717.48
13	Deogarh	7	171.75	7	40.42	5	2.02	19	214.19
14	Bargarh	32	248.81	11	33.99	3	3.15	46	285.95
15	Jharsuguda	20	96.51	4	39.43	2	0.88	26	136.82
16	Sundargarh	289	1915.54	61	127.88	8	116.49	358	2159.91
17	Balasore	253	2639.35	64	117.61	23	53.18	340	2810.14
18	Bhadrak	47	758.31	26	42.93	8	56.62	81	857.86
19	Mayurbhanj	115	614.32	40	47.00	6	19.36	161	680.68
20	Bolangir	216	601.49	43	66.01	45	38.54	304	706.04
21	Sonepur	40	9.72	9	12.46	2	0.69	51	22.87
22	Kalahandi	74	392.02	27	95.34	44	17.60	145	504.96
23	Nuapada	16	28.96	7	41.56	2	18.60	25	89.12
24	Dhenkanal	447	477.02	66	80.18	21	66.26	534	623.46
25	Angul	64	192.12	16	30.85	10	43.85	90	266.82
26	Keonjhar	20	111.57	62	113.19	16	101.56	98	326.32
27	Koraput	132	267.86	6	11.28	4	3.24	142	282.38
28	Malakangiri	16	13.56	1	3.59	1	2.56	18	19.71
29	Nawarangpur	24	62.64	3	6.93	2	3.57	29	73.14
30	Rayagada	32	97.62	2	7.93	1	4.38	35	109.93
	Total	5470	20235.88	1847	3180.11	997	2476.20	8314	25892.18

* Excludes difference between GL and SL of ₹3.98 lakh

ANNEXURE 5 : BRANCH WISE COMPARATIVE POSITION OF SANCTION & DISBURSEMENT AS ON 31.03.2018

(₹ lakh)

SL. NO.	Name of the Branch	SANCTION Since Inception		DISBURSEMENT Since Inception	
		No.	Amt.	No.	Amt.
1	Balasore	4044	20826.99	4041	20756.61
2	Berhampur	3847	14772.06	3846	14513.33
3	Bhubaneswar	5083	26722.31	5081	26421.93
4	Cuttack	4156	21410.54	4156	21365.98
5	Dhenkanal	1489	3842.00	1489	3841.50
6	Paradeep	4084	13098.69	4084	13096.71
7	Rourkela	2221	16850.94	2219	16768.85
8	Sambalpur	3307	14236.47	3306	14225.18
	GrandTotal	28231	131760.00	28222	130990.09

**ANNEXURE 6 :INDUSTRY -WISE CLASSIFICATION OF LOAN SANCTION, DISBURSEMENT &
OUTSTANDING AS ON 31.03.2018**

(₹ lakh)

TYPE OF INDUSTRIES	SANCTION				DISBURSEMENT				Outstanding (Principal)	
	Since Inception				Since inception					
	SSI		Total		SSI		Total		No.	Amt.
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.		
Food Manufacturing	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.
a) Sugar	12	81.06	14	110.55	12	81.01	14	110.33	14	9.75
b) Others	2955	14845.22	3197	14970.60	2955	14837.06	3198	14964.06	627	2588.74
Textiles										
a) Cotton	3927	1963.51	4659	1902.43	3927	1962.33	4659	1902.43	791	986.89
b) Jute	11	302.25	36	537.92	11	302.06	36	537.92	15	225.70
c) Others	54	707.54	67	699.80	54	707.11	67	699.80	182	384.50
Paper & Paper Products	195	1626.10	252	2201.10	195	1625.12	252	2201.10	84	921.43
Manufacture of Rubber Products	154	1467.65	198	1572.63	154	1466.76	198	1571.68	38	428.87
Basic Industrial Chemicals other than Fertilisers	105	1362.69	113	1525.66	105	1361.87	113	1525.66	9	182.01
Fertilisers	5	185.79	8	296.02	5	185.79	8	296.02	4	44.37
Other Chemicals & Chemical Products	535	5921.53	584	7198.44	535	5888.06	583	7048.44	180	1911.46
Cement	26	1463.47	56	1632.18	26	1462.59	56	1632.18	25	687.83
Basic Metal Industries										
a) Iron & Steel	178	3649.44	218	3579.70	178	3647.25	218	3579.70	87	1113.66
b) Non-Ferrous	134	3003.00	194	1605.78	134	3001.19	194	1605.78	45	350.27

TYPE OF INDUSTRIES	SANCTION				DISBURSEMENT				Outstanding (Principal)	
	Since Inception				Since inception					
	SSI		Total		SSI		Total		No.	Amt.
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.		
Metal Products Except Machinery & Transport Equipment	744	2660.20	763	3531.62	744	2655.05	763	3526.80	179	1027.29
Manufacture of Machinery Except Electrical Machinery	252	1043.48	321	1260.79	252	1042.85	321	1260.03	10	106.09
Manufacture of Transport Equipment	170	507.74	212	776.42	170	507.43	212	775.95	5	92.42
Services Sector										
a) Hotel			755	9342.30			753	9282.29	71	717.64
b) SRTOs			9139	26040.66			9139	26039.03	1847	3180.11
c) Others			658	4344.35			659	4366.24	926	1758.56
Other Industries	6283	27020.37	6787	48631.05	6275	26335.05	6779	48064.65	3175	9174.57
TOTAL	15740	67811.04	28231	131760.00	15732	67068.58	28222	130990.09	8314	25892.16

* Excludes personal loan of ₹ 0.71 lakh and difference between G.L. and S.L. ₹ 3.98 lakh.

ANNEXURE 7 : CONSTITUTION WISE DISTRIBUTION OF TERM LOANS AS ON 31.03.2018

(₹lakh)

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

Figures in Bracket indicates information relating to SSI units.

ANNEXURE 8 : BRANCH-WISE RECOVERY, OUTSTANDING & DEFAULT AS ON 31.03.2018
(₹ lakh)

Sl. No.	Name of the Branch	RECOVERY DURING -2017-18			Principal Outstanding		DEFAULT		
		Principal	Interest	Total	No.	Amount	Principal	Interest	Total
1	Balasore	10.55	49.69	60.24	680	4675.00	4527.69	65748.32	70276.01
2	Berhampur	27.70	22.66	50.36	671	2783.07	2749.67	30382.91	33132.58
3	Bhubaneswar	113.59	78.89	192.48	1371	6460.58	6259.13	134316.01	140575.14
4	Cuttack	49.72	56.18	105.90	1740	3953.81	3945.64	58167.73	62113.37
5	Dhenkanal	-12.69	1.44	-11.25	624	890.28	885.65	12391.21	13276.86
6	Paradeep	38.69	6.33	45.02	2112	2292.10	2212.50	18259.09	20471.59
7	Rourkela	109.14	701.66	810.80	358	2159.91	2123.25	39750.26	41873.51
8	Sambalpur	31.23	5.37	36.60	758	2677.43	2636.10	59291.90	61928.00
	Grand Total	367.93	922.22	1290.15	8314	25892.18	25339.63	418307.43	443647.06

*Includes Agency Loan recovery of ₹9.49 Lakh

** Excludes different between G.L. & S.L. ₹3.98 lakh.

ANNEXURE 9 : SOURCES AND USES OF FUNDS DURING LAST 3 YEARS

(₹ lakh)

Sl.No.	SOURCES	2015-16	2016-17	2017-18
1	Opening Cash and Bank Balance	1681.07	1127.02	920.82
2	Subsidy and Other Incentives Received.			
	i) SIS (Small Scale)	-	3.21	-
	ii) CIS (Interest Subsidy)	363.47	-	-
3	Repayment by Borrowers			
	i) Principal	197.68	78.00	208.72
	ii) Interest	301.44	370.98	916.54
	iii) Other Receipt from Borrowers	101.68	14.02	155.41
	iv) Agency Loan	3.07	7.66	3.80
	v) Staff advance / loan recovery	-	-	-
	vi) Agency Interest /Service Charges	4.52	-	5.69
4	Other Income	213.20	-	-
5	Other cash inflow	38.13	143.03	167.39
6	Other Receipts	-	228.76	127.96
	TOTAL	2904.26	1972.68	2506.33

Sl.No.	USES	2015-16	2016-17	2017-18
1	Disbursement of			
	i) Term Loan	-	-	-
	ii) CIS (SSI Sector)	-	-	-
	iii) Interest Subsidy	293.18	-	-
	iv) Interest Subsidy refunded to DI	-	86.12	-
2	Repayment of Loan			
	i) SIDBI paid under OTS	372.00	128.00	-
	ii) State Govt (Soft Loan)	10.76	-	-
	iii) NEF repayment to SIDBI including service charge	100.00	28.21	-
3	Repayment of Margin Money	19.32	-	-
4	i) Other Charges on loan account	-	19.96	33.24
	ii) Administrative Expenses	972.23	558.09	672.45
	iii) Financial charges	9.75	51.16	48.85
5	Other cash outflow	-	180.32	199.99
6	Closing Cash Balance	1127.02	920.82	1551.80
	TOTAL	2904.26	1972.68	2506.33

**ANNEXURE 10 : SUMMARY OF PROFIT & LOSS ACCOUNT FOR THE LAST FIVE YEARS**

(₹ lakh)

Sl.No.	Particulars	2013-14	2014-15	2015-16	2016-17	2017-18
1	Interest Earned	1352.83	1190.07	301.43	370.98	916.54
2	Other Income	307.20	230.02	213.20	228.76	127.96
3	Provision Add Back	-	-	-	-	-
4	Interest waived and expenditure written back.	83.94	-	645.90	279.68	457.12
	Total Income	1743.97	1420.09	1160.53	879.42	1501.62
5	Interest paid	14.60	-	-	-	-
6	Other Financial Expenses	0.85	8.67	0.17	51.15	48.85
7	Establishment Expenses Including P.F.contribution gratuity, Medical & Interest on P.F..Incentives Allowance to Staff, Pension & Leave Salary Contribution & others.	1225.49	1215.32	994.93	796.76	690.67
8	Other Expenses Including Bad Debts Written Off & Provisioning	-	-	-	-	-
	Total Expenditure	1240.94	1223.99	995.10	847.91	739.52
9	Gross Profit	503.03	196.10	165.43	31.50	762.09
10	Provision for Taxation	-	-	-	-	-
11	Net Prior period Adjustment	44.07	1727.05	332.09	332.75	25.32
12	Less provision for NPA & standard assets	407.78	6208.63	-	-	-
13	Net Profit / (Loss)	51.18	(7739.58)	(166.66)	(301.25)	736.77
14	Appropriation Income	-	-	-	-	-
15	Less prior period expenditure adjustment over income	-	-	-	-	-
16	Net Effect	51.18	(7739.58)	(166.66)	(301.25)	736.77
17	Transfer to Reserve	10.23	-	-	-	147.35

Figures of F.Y. 2013-14 and 2014-15 regrouped / rearranged / reclassified wherever considered necessary

ANNEXURE 11 : STATEMENT SHOWING THE NUMBER OF SCHEDULED CASTE AND SCHEDULED TRIBE EMPLOYEES OF THE CORPORATION

Sl. No.	Category of Posts	Employees As On 31.03.2017				Employees retired/dismitted/ resigned / VRS/VSS in 2017-18				Employees As On 31.03.2018			
		Total	SCs	STs	% of Total	Total	SC	ST	% of Total	Total	SC	ST	% of Total
1	CLASS A - Officers	33	-	-	-	9	-	-	-	24	-	-	-
2	CLASS B - Assistants & Clerical Staff	89	-	1	1.12	20	-	-	-	69	-	1	1.45
3	CLASS C - Other Subordinate Staff	21	2	2	9.52	2	-	-	-	19	2	2	10.53
4	Consolidated	1	-	-	-	-	-	-	-	1	-	-	-
	TOTAL	144	2	3	1.39	31	-	-	-	113	2	3	1.77
													2.65

ANNEXURE 12 : STATEMENT INDICATING THE POSITION OF UNDERWRITING BY THE CORPORATION **ASON 31.03.2018**

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

ANNEXURE 13 : PERFORMANCE OF THE CORPORATION DURING LAST 15 YEARS

(₹ crore)

Year	Gross sanction during the year		Cumulative sanction (effective)		Disbursement during the year		Cumulative disbursement		Outstanding at the end of each year		Recovery during the year		
	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	No.	Amt.	Prin. Amt.	Int. Amt.	Total Amt.
2003-04	83	10.86	46802	1431.46	68	10.47	28140	1302.91	15302	585.79	41.76	35.26	77.02
2004-05	44	2.85	28219	1305.33	67	2.09	28207	1305.00	15038	552.97	45.41	27.65	73.06
2005-06	0	0	28207	1305.33	0	0.11	28207	1305.12	13266	511.52	45.52	23.86	106.75
2006-07	0	0	28207	1305.33	0	0	28207	1305.12	12595	477.08	48.24	27.91	76.15
2007-08	0	0	28207	1305.33	0	0	28207	1305.12	11918	434.54	29.90	17.08	64.78
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

ANNEXURE 14 : POSITION OF SHARE CAPITAL

Year	Authorised share capital at the end of the year	STATE GOVT.					S I D B I					IDBI	Others	Total share capital (7+12+13)
		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)
1988-89	8000.00	1602.08	550.00	35.00	585.00	2187.08	1477.07	675.00	35.00	710.00	2187.07		15.875	4390.00
1989-90	-	2187.08	600.00	35.00	635.00	2822.08	2187.07	-	35.00	35.00	2222.07		15.875	5060.00
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	-	-	6205.524	1273.899	15.875	41767.293
2017-18	50000.00	34271.995	-	-	-	34271.995	6205.524	46.685	-	-	6252.209	1273.899	15.875	41813.978

CONNECTIVITY CHART AS ON 31.03.2018

1	Shri Laxmi Narayan Gupta, IAS	Chairman	MSME: 0674-2391384		
2	Shri Prasanna Kumar Jena, IAS	Managing Director	TEL: 0671-2443659	9437147139	mdosfc@osfcindia.com & osfcho@osfcindia.com
HEAD OFFICE					
	Odisha State Financial Corporation, OMP Square, Cuttack - 753003 Odisha		0671-2446996 0671-2443337 0671-2446152 FAX: 0674 - 2443644		osfcho@osfcindia.com Website: www.osfcindia.com
DEPARTMENTS OF HEAD OFFICE					
1	Shri Prasanna Kumar Samantaray	Recovery, Legal, Risk Management and Administration & Premises	0671-2442748		-
2	Shri Alok Dash	Finance & Accounts and Credit	0671-2440223	9437270692	-
3	Shri Devi Prasad Mishra	Computer Services and Planning & MIS	0671-2970801	9238579931	-
4	Shri Kanhu Charan Panigrahi	Human Resource, Board Division, Internal Vigilance	0671-2443590	9937764107	-
5	Shri Abanish Chandra Pradhan	Internal Audit			-
BRANCH OFFICES					
1	BALASORE	Padhuanpada, Proof Road, Balasore, PIN:756001	06782-262457	9178298055	bls@osfcindia.com
2	BERHAMPUR	Station Road, Hill Patna, Berhampur, Pin:750005	0680-2233501	9437455065	bam@osfcindia.com
3	BHUBANESWAR	Indradhanu Market Complex, Nayapalli, Bhubaneswar, PIN:751015	0674-2360852	9437172125	bbsr@osfcindia.com
4	CUTTACK	I/E, Madhupatna, Cuttack, PIN:753010	0671-2342035	9937024287	cic@osfcindia.com
5	PARADEEP	I/E, Madhupatna, Cuttack, PIN:753010	0671-2344107	9861324270	pdp@osfcindia.com
6	SAMBALPUR	Bareipalli, N.H-6, Sambalpur, PIN:768001	0663-2115185	9437360429	sbp@osfcindia.com

We share the success



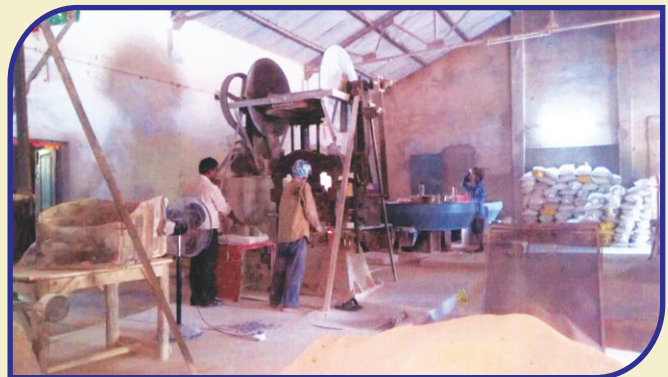
**Magnum Fibre (P) Ltd.,
IE Mancheswar, Bhubaneswar**



Hotel Grand Central, Bhubaneswar



Techno Engineers, Rourkela



Orissa Insulations, IE Jagatpur, Cuttack



Hotel Swagath, Rayagada



Luis Packaging (P) Ltd, IE Jagatpur, Cuttack

63rd Foundation Day Celebration

