

INDEPENDENT AUDITORS' REPORT

To the Members of
'M/s KERALA ACADEMY FOR SKILLS EXCELLENCE

Report on the Financial Statements:

We have audited the accompanying standalone financial statements of **M/s KERALA ACADEMY FOR SKILLS EXCELLENCE**, which comprise the Balance Sheet as at **31st March 2017**, the statement of Income and Expenditure, the Cash flow Statement for the year then ended, a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements:

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013, ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and Cash Flow of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent, and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

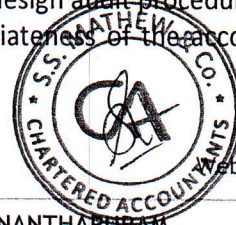
Auditor's Responsibility:

Our responsibility is to express an opinion on these standalone 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 report under the provisions of the act, and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act 2013. 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 misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements 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 the accounting policies used and the



reasonableness of the accounting estimates made by the Company's Directors, 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 standalone financial statement

Opinion:

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at **31st March, 2017**;
- (b) in the case of the Statement of Income and Expenditure, excess of Income over expenditure for the year ended on that date
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Matters:

1. The Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, is not applicable to the Company.
2. As required under 143(5) of The Companies Act, 2013, we give in the Annexure I of our report on the directions issued by the Comptroller and Auditor General Of India
3. As required by Section 143 (3) of the Companies Act 2013 we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit
 - b) In our opinion proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet and the Statement of Income and Expenditure and Cash Flow Statement dealt with by this report are in agreement with the books of accounts.
 - d) In our opinion, the aforesaid standalone Financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) Clauses referred to Section 164 (2) of the Companies Act 2013 do not apply to directors of Government Companies as per the notification.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rule, 2014, to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company.



iv. The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the management.

Place: Thiruvananthapuram-695005
Date: 10-01-2018

For S.SMathew & Co.
Chartered Accountants
F.R.No: 009440S



Susan K. Mathew

C.A. SUSAN K MATHEW FCA,
Partner
Membership No. : 108786

ANNEXURE I TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in paragraph 1 of Our Report of even date to the members of **M/s Kerala Academy For Skills Excellence** on the accounts for the year ended 31st March 2017.

On the basis of checks as we considered appropriate and according to the information and explanations given to us during the course of audit, we report that

1.	If the Company has been selected for disinvestment , a complete status report in terms of Valuation of Assets (Including intangible assets and land) and Liabilities (including committed and General Reserves) may be examined, including the mode and present stage of disinvestment process.	Not Applicable
2.	To report whether there are any cases of waiver/ write off of debts/ loans/ interest etc. If yes the reasons thereof and the amount involved.	No such cases noticed
3.	Whether proper records are maintained for inventories lying with third parties & assets received as gift from Government or other authorities.	Not Applicable
4.	A report on age-wise analysis of pending legal/ arbitration cases including the reasons of pendency and existence/ effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.	No such cases noticed

Place: Thiruvananthapuram-695005
Date: 10-01-2018



For S.SMathew & Co.
Chartered Accountants
FRN: 009440S

Susan K. Mathew

**C.A.SUSAN K MATHEW FCA,
Partner
Membership No.: 108786**

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of **M/s KERALA ACADEMY FOR SKILLS EXCELLENCE** ("the Company") as of 31 March 2017 in conjunction with our audit of the stand-alone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and



directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

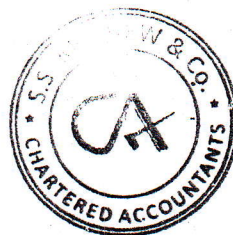
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Thiruvananthapuram-695005

Dated: 10-01-2018



**For S.S.Mathew & Co.
Chartered Accountants
F.R.No: 009440S**

Susan K. Mathew
**C.A.SUSAN K MATHEW FCA,
Partner
Membership No. : 108786**

KERALA ACADEMY FOR SKILLS EXCELLENCE

CIN : U80220KL2012NPL030883

THIRD FLOOR ,CARMEL TOWER,VAZHUTHACAUD ,THIRUVANANTHAPURAM 695014

Balance Sheet as at 31.03.2017

(in Rupees)

Sl. No.	Particulars	Note No.	31 March 2017	31 March 2016
I.	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	3	2694,00,000.00	2694,00,000.00
	(b) Reserves and surplus	4	2000,97,754.35	3044,86,035.07
2	Non-current liabilities			
	(a) Other long term liabilities	5	261,91,073.00	184,69,167.00
3	Current liabilities			
	(a) Trade payables	6	128,44,416.00	251,26,365.00
	(b) Other current liabilities	7	533,92,469.00	2110,49,410.00
			5619,25,712.35	8285,30,977.07
II.	ASSETS			
1	Non-current assets			
	(a) Fixed assets			
	(i) Tangible assets	8	578,46,847.16	2255,17,798.60
2	Current assets			
	Cash and cash equivalents	9	4751,27,253.19	5256,63,263.47
	Short-term loans and advances	10	118,12,306.00	710,21,344.00
	Other Current Assets	11	171,39,306.00	63,28,571.00
			5619,25,712.35	8285,30,977.07
	Significant Accounting Policies & Notes forming part of Accounts	1-19		


For and on behalf of the Board of Directors

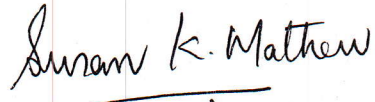

Renuka K
Manager(Finance & Admin)

Company Secretary

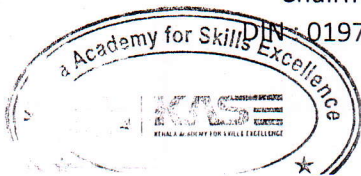
As per our report of even date attached
For S S Mathew & Co
Chartered Accountants (FRN009440S)


Dr. Sriram Venkitaraman IAS
Managing Director
DIN :07948504


Tom Jose IAS
Chairman
DIN : 01971467


CA Susan K Mathew FCA
Membership No.10878

Place : Trivandrum
Date : 04.01.2018



KERALA ACADEMY FOR SKILLS EXCELLENCE

CIN : U80220KL2012NPL030883

THIRD FLOOR ,CARMEL TOWER,VAZHUTHACAUD ,THIRUVANANTHAPURAM 695014

Income and Expenditure Statement for the year ended 31.03.2017

(in Rupees)

SL.No.	Particulars	Note No.	31 March 2017	31 March 2016
	Income:			
I	Operating Income	12	261,64,210.70	142,40,774.00
II	Interest & Other Income	13	164,53,209.02	157,92,547.00
III	Income from DET-Nypunyam 2016		-	97,00,000.00
IV	Grant Utilised for Projects	4	4628,62,059.00	4876,61,434.00
V	Grant for Administrative Charges		200,00,000.00	-
	Total Income (A)		5254,79,478.72	5273,94,755.00
	Expenditure:			
VI	Employee benefit expenses	14	70,88,123.00	56,74,572.00
VII	Depreciation	8	16,97,200.44	27,25,287.00
VIII	Other expenses	15	128,78,318.00	294,16,707.37
IX	Expenses for Nypunyam 2016		-	421,04,875.53
X	Project Expenses	4	4628,62,059.00	4876,61,434.00
	Total Expenses (B)		4845,25,700.44	5675,82,875.90
	Surplus/(Deficit) for the Year (A-B)		409,53,778.28	(401,88,120.90)
			5254,79,478.72	5273,94,755.00
	Significant Accounting Policies & Notes forming part of Accounts	1-19		

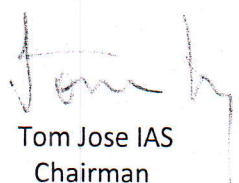
For and on behalf of the Board of Directors

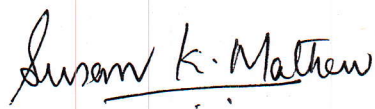

Rehuka.K
Manager(Finance & Admin)

Company Secretary

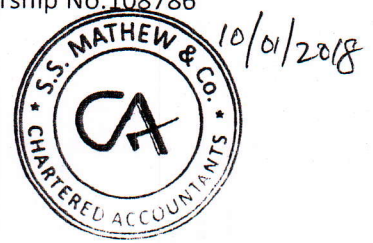
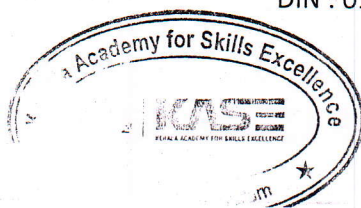
As per our report of even date attached
For S S Mathew & Co
Chartered Accountants (FRN009440S)


Dr. Sriram Venkitaraman IAS
Managing Director
DIN : 07948504


Tom Jose IAS
Chairman
DIN : 01971467


CA Susan K Mathew FCA
Membership No.108786

Place : Trivandrum
Date : 04.01.2018



KERALA ACADEMY FOR SKILLS EXCELLENCE

CIN : U80220KL2012NPL030883

THIRD FLOOR ,CARMEL TOWER,VAZHUTHACAUD ,THIRUVANANTHAPURAM 695014

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2017

Note -1

GENERAL INFORMATION

The company is a non-profit company licensed under section 8 of the Companies Act, 2013. Company got incorporated on 28.03.2012 with the main object of skill development in the state of Kerala. It is a fully owned Government company.

Note - 2

Significant Accounting Policies

a.Basis of accounting

The financial statements have been prepared under the historical cost convention, on accrual basis and in accordance with the requirements of the Companies Act 2013. The company is a Small and Medium sized Company (SMC) as defined in Accounting Standards rules notified under the Companies Act 2013. Accordingly the company has complied with the Accounting Standards applicable to it as an SMC.

b.Fixed Assets

Fixed Assets are stated at cost less depreciation. Costs comprise of cost of acquisition, cost of improvements and any attributable cost for bringing the asset to the condition of its intended use.

c.Depreciation

Depreciation on fixed assets of the Company has been provided on written down value method and as per the rates prescribed in Schedule II to the Companies Act, 2013. The scrap value of all the fixed assets is considered as 5% of the cost. Pro-rata depreciation has been provided on the assets purchased during the year and for the period it is actually put to use.

d.Government Grants

Grants from Government are accounted by the company only on receipt and Grant received from Government/(s) for any specific purpose is adjusted against the expenses incurred for the purpose for which it is granted and any amount of such grant is pending for utilization, the same will be shown under the head Capital Reserve and will be adjusted against the expenses as and when incurred. During the year an amount of Rs.20.53 Crs incurred for civil & MEP Work in connection with the construction of Indian Institute of Infrastructure and Construction (IIIC) .The same has been shown under utilization of grant.

Non-specific Government Grants received, if any, will be recognised as income on a systematic basis in Income and Expenditure Account.

e.Employee Benefits

Short Term Employee benefits: Amount of short-term employee benefits, such as casual leave and medical benefits, expected to be paid in exchange for the services rendered by employees is recognized during the period when the employee renders the service.

Post Employment benefits and Other Long Term Employee benefits: The Company does not have any employee enjoying any Post Employment benefits and/or Other Long Term Employee benefits. Hence no provision is necessary.

f.Provision for taxation

The Company is registered under section 12AA of the Income Tax Act, 1961 as a charitable institution. Therefore, so far as the company utilises the income as specified in section 11 of the Income Tax Act, there will not be any tax liability for the company.

g.Prior Period Items

The identifiable items of Income and Expenditure, which arise in the current period as a result of errors / omissions in the preparation of financial statements of one or more prior periods, are accounted in the prior period expenses / income account and net effect is disclosed in the Income and Expenditure.

h.Earnings Per Share

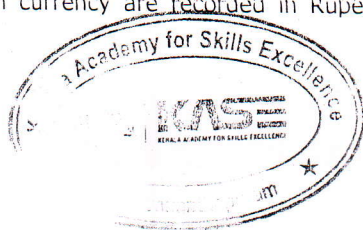
The Company is licensed under section 8 of the Companies Act, 2013 and is a non-profit making company. As it is not allowed to distribute any surplus to the shareholders, Earnings per Shares and related matters do not apply.

i. Generally Accepted Accounting Policies

All the accounting policies are consistently followed by the Company and are consistent with generally accepted accounting policies.

j. Foreign Currency Transaction

Transactions in foreign currency are recorded in Rupees by applying the rate of exchange prevailing on the date of transaction.



Note -3**SHARE CAPITAL**

a. AUTHORISED

30,00,000 Equity Shares of Rs. 100/- each

AS AT 31.03.2017

AS AT 31.03.2016

3000,00,000.00

3000,00,000.00

3000,00,000.00**3000,00,000.00**

b. ISSUED, SUBSCRIBED & PAID UP

26,94,000 Equity Shares of Rs.100 /-each

fully paid up

2694,00,000.00

2694,00,000.00

2694,00,000.00**2694,00,000.00****Note-3A**

Shares outstanding at the beginning of the year : Equity Shares

Shares Issued during the year

Shares bought back during the year

Shares outstanding at the end of the year : Equity Shares

AS AT 31.03.2017

AS AT 31.03.2016

Number

Number

26,94,000

26,94,000

26,94,000**26,94,000****Note-3B**

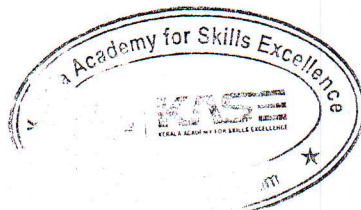
Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	AS AT 31.03.2016		
	Number of shares held		% holding in that class of shares
Equity shares with voting rights Governor of Kerala	26,93,999		99.99
Total	26,93,999		99.99

Class of shares / Name of shareholder	AS AT 31.03.2017		
	Number of shares held		% holding in that class of shares
Equity shares with voting rights Governor of Kerala	26,93,999		99.99
Total	26,93,999		99.99

Note - 3C**Rights & Restriction attached to shares : Equity shares**

The Company has one class of equity shares having a par value of Rs. 100 per share. Each shareholder is eligible for one vote per share held. Being a company licensed under section 8 of the Companies Act, 2013, share holders are not eligible for any dividend. On dissolution all the assets over liabilities will vest with Government of Kerala.



Note - 4**RESERVES & SURPLUS****a. Capital Reserves -****Grants in Aid from Government of Kerala :****Position of Grant as at 31.03.2017**

Grant	Closing Balance as on 31.03.2016	Receipts during the year	Utilisation during the year	Nominal Value of Fixed Assets as per AS 12	Closing Balance as on 31.03.2017
GOK Grant for Multi Skill, Security & Allied Skills and Entrepreneurial Skill, Hi-Tech Automation, Oil & Rig	-	554,00,000.00	554,00,000.00	253.00	
GOK Grant for Traditional Sectors	195,78,262.00	-	-	-	195,78,262.00
GOK Grant for Indian Institute of Infrastructure and Construction	(166,06,183.00)	1700,00,000.00	2124,02,049.00		(590,08,232.00)
GOK Grant for Kaushal Kendra	(36,86,537.00)	150,00,000.00	124,04,966.00	804.00	(10,91,503.00)
GOK Grant for Nursing Academy	331,70,779.00	-	50,15,311.00	1.00	281,55,468.00
GOK Grant for Retail, Banking & Finance, KASE Administrative office at Inkel	662,38,468.00	-	662,38,468.00	272.00	
GOK Grant for Conversion of Employability Centres/Operation of Career Development Centre	199,87,112.00	321,20,000.00	228,60,133.00	853.00	292,46,979.00
GOK Grant for Promotional Expenditure	-	200,00,000.00	28,07,677.00	-	171,92,323.00
GOK Grant for Automotive, iSTEP and Telecom	276,92,415.00	250,00,000.00	526,92,415.00	-	-
GOK Grant for Aviation	500,00,000.00	-	-	-	500,00,000.00
GOK Grant for Kerala State Institute of Design	1123,92,651.86	-	330,41,040.00	1,730.00	793,51,611.86
TOTAL	3087,66,967.86	3175,20,000.00	4628,62,059.00	3,913.00	1634,24,908.86

Note - 4A

Grant of Rs. 8.04 Crores received during the year vide G.O. (Rt) No. 1033/2016/LBR for setting up of Centres of Excellence in Entrepreneurship Development, Oil and Rig and iSTEP Initiatives has been fully utilised. The unspent grant in aid received in earlier year has also been utilised for payment of 3rd and final instalment of Rs.11,91,71,081/- in August 2016 for the leased premises at Inkel Tower for setting up various Centre of Excellence.

Note - 4B

Assets purchased using Govt. Grants are directly accounted under Grant utilisation and the asset should be shown in the balance sheet at a nominal value as per Accounting Standards -12.

Note - 4C

There has been excess utilization of Rs. 5.90 crore for Indian Institute of Infrastructure and Construction and Rs. 0.11 crores for Kaushal Kendra which has been met out of the plan fund allocated for Aviation and Traditional Sectors. This excess utilisation has been recouped from subsequent plan fund received.

Note - 4D

The grant utilised for Employability Centres Rs 2,28,60,133/- includes HRD process fee of Rs.80,55,395/ paid to M/s ICA Edu Skills Pvt Ltd (which is net of Rs.22,35,675/-) and Rs.62,37,465/- paid to M/s Team Lease. (which is net of Rs. 14,80,838/- withheld due to non- performance of the deliverables as per agreement)

Note - 4E

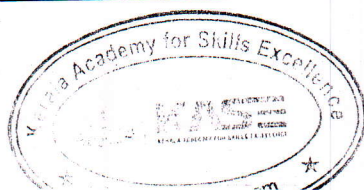
The grant utilised for Kaushal Kendra Rs. 1,24,04,966/- includes HRD process fee of Rs. 80,65,449/ paid to M/s Marrs Web Enabled Services Pvt Ltd and M/s ICA Eduskills Pvt Ltd which is net of Rs. 33,89,751/- withheld due to non- performance of the deliverables as per agreement.

Note - 4F

The operator of Kaushal Kendras was changed from November 2016. As per the new agreement electricity, telephone and internet charges shall be met by the operator.

Note - 4G**Status of Unutilised Grant as on 31.03.2017**

Grant	Closing Balance as on 31.03.2017	Year in which Grant was received
GOK Grant for Traditional Sectors	195,78,262.00	2014-15
GOK Grant for Indian Institute of Infrastructure and Construction	(590,08,232.00)	
GOK Grant for Kaushal Kendra	(10,91,503.00)	
GOK Grant for Nursing Academy	281,55,468.00	2013-14
GOK Grant for Conversion of Employability Centres/Operation of Career Development Centre	292,46,979.00	2016-17
GOK Grant for Promotional Expenditure	171,92,323.00	2016-17
GOK Grant for Aviation	500,00,000.00	2015-16
GOK Grant for Kerala State Institute of Design	793,51,611.86	up to 2013-14
TOTAL	1634,24,908.86	



	AS AT 31.03.2017	AS AT 31.03.2016
b. Reserve u/s 11(2) of Income Tax Act		
Opening Balance	205,00,000.00	205,00,000.00
Add: Created during the year	190,00,000.00	
Less: Utilised during the year	-	-
Closing Balance	395,00,000.00	205,00,000.00
c. Income and Expenditure		
Opening Balance Surplus/(deficit)	(247,80,932.79)	154,07,188.11
Add: Surplus for the year	409,53,778.28	(401,88,120.90)
Less: Reserve u/s 11(2) of Income Tax Act	190,00,000.00	
Closing Balance	(28,27,154.51)	(247,80,932.79)
Total (a+b+c)	2000,97,754.35	3044,86,035.07

Note - 4H

Company is a section 25 Company and has got registration under section 12 A of Income Tax Act. The company could not utilise the 85 % mandatory limit during the year and hence has created a reserve of Rs.1.90 Crores u/s 11(2) for the purpose of implementation of Skill development programmes.

Note - 4I

The company is section 25 company having non profit motives and is registered under section 12 A of Income Tax Act. Since the company has utilised the option to set apart the unutilised income in excess of 15% to a reserve to be utilised for the objectives of the company, there is no tax liability for the company and the fund is expected to be utilised within the time limit fixed for the purpose. Hence provision for current as well as deferred taxes is not provided in the accounts.

Note-5

	AS AT 31.03.2017	AS AT 31.03.2016
OTHER LONG TERM LIABILITIES		
LAR Technocity	257,91,073.00	182,59,167.00
Caution Deposit-KSID	4,00,000.00	2,10,000.00
	261,91,073.00	184,69,167.00

Note-6

	AS AT 31.03.2017	AS AT 31.03.2016
TRADE PAYABLES		
Expenses payable	128,44,416.00	251,26,365.00
	128,44,416.00	251,26,365.00

Note -6A

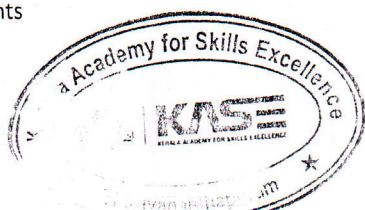
There are no dues or amounts payable to any concern registered under the MSMED Act, 2006.

Note-7

	AS AT 31.03.2017	AS AT 31.03.2016
OTHER CURRENT LIABILITIES		
M/s INKEL Ltd.	-	1167,22,420.00
Tax deducted at source	28,77,779.00	2,07,309.00
M/s ULCCS Ltd	-	630,48,765.00
KSWCFC-Asset Programme	39,76,764.00	40,72,767.00
Construction Workers Welfare Fund	9,71,899.00	7,41,750.00
Earnest Money Deposit	17,25,000.00	12,25,000.00
Security deposit	61,400.00	61,400.00
Retention Money	404,52,757.00	220,02,998.00
Works Contract Tax	33,26,870.00	29,67,001.00
	533,92,469.00	2110,49,410.00

Note-9

	AS AT 31.03.2017	AS AT 31.03.2016
CASH AND CASH EQUIVALENTS		
Cash in Hand	12,812.00	63,631.00
Cash at Bank :		
In Term Deposit Accounts	1814,19,112.84	1841,69,467.00
In Current and Saving Accounts	2936,95,328.35	3414,30,165.47
	4751,27,253.19	5256,63,263.47



Note - 9A

Details of SBN in balance sheet held and transacted during demonetisation period from 08-11-2016 to 30-12-2016

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	-	1,002.00	1,002.00
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	1,002.00	1,002.00
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	-	-

Note -10**SHORT TERM LOANS AND ADVANCES**

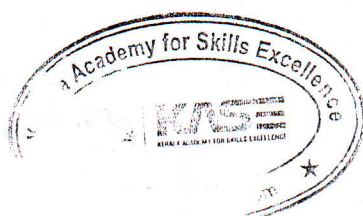
	AS AT 31.03.2017	AS AT 31.03.2016
Other advances	11,952.00	1,88,550.00
Rent Deposits	29,63,650.00	29,63,650.00
Other Deposits	4,100.00	4,100.00
Electricity Deposits	3,02,264.00	2,79,904.00
Mobilisation advance to M/s ULCCS Ltd	81,71,070.00	675,85,140.00
Career Development Centre(CDC)	2,75,000.00	-
M/s Nirmithi Kendra	75,210.00	-
Job fair Advance	9,060.00	-
	118,12,306.00	710,21,344.00

Note -11**OTHER CURRENT ASSETS**

	AS AT 31.03.2017	AS AT 31.03.2016
ODEPEC	273.00	273.00
Eram Engineering Company WLL	96,16,142.00	39,60,630.00
Group L Security Services	25,38,268.00	12,23,422.00
Centre For Advanced Training in Security(CATS)	71,187.00	13,860.00
LILI Academy of Scientific Electrolysis	17,913.00	32,000.00
MARRS Web Enabled Services Pvt Ltd	-	32,800.00
Nursing Institute for Career Enhancement(NICE)	4,15,424.00	3,15,930.00
Hedge School of Applied Economics	10,000.00	-
School of Wellness	84,000.00	-
SMEC Automation	17,391.00	-
Centre for Research in Education and Teacher Training (CRET)	63,500.00	-
Dhanwanthari Vaidhyasala	13,210.00	-
Induscan Petroleum Institute	1,366.00	-
Refund Due From NID-KSID	1,07,234.00	1,07,234.00
Prepaid Expenses	4,42,477.00	5,46,533.00
Income Tax refund	14,42,871.00	95,889.00
Interest Accrued on Term Deposit	22,84,850.00	-
KIIFB Project- Upgradation of 10 ITIs	12,200.00	-
ICA Eduskills Pvt Ltd	1,000.00	-
	171,39,306.00	63,28,571.00

Note -11A

Rs.12,200/- incurred for meeting expenses in connection with upgradation of 10 ITIs into International standards under KIIFB project.



Note -12

OPERATING INCOME	AS AT 31.03.2017	AS AT 31.03.2016
Registration Fee from Employability Centres	96,07,250.00	69,80,520.00
Fee from Kaushal Kendras	9,75,300.00	6,92,750.00
Revenue from Centres of Excellence	58,31,120.00	44,48,004.00
Revenue from Accredited Institution	1,87,390.70	52,000.00
Fees received- KSID	37,79,750.00	20,67,500.00
DDU-GKY Appraisal Fee	18,50,000.00	-
Administrative cost for managing Employability Centres	39,33,400.00	-
	261,64,210.70	142,40,774.00

Note-12A

As per the agreement between KASE and National Employment Service (Kerala), for monitoring, managing and supervising the operations of the Employability Centres, KASE is entitled to get 10% of the Management fee payable to the HRD Partner as administrative charge. The same has been included in operating income for the current year.

Note-12B

KASE has designated as Technical Support Agency of M/s Kudumbasree for appraising of Deen Dayal Upadhyaya Grameen Kaushalya Yojana (DDU-GKY) projects in Kerala. Rs.18,50,000/- was received as appraisal fee.

Note -13

INTEREST & OTHER INCOME	AS AT 31.03.2017	AS AT 31.03.2016
Interest Income	132,52,106.84	140,53,153.00
Other Income	32,01,102.18	17,39,394.00
	164,53,209.02	157,92,547.00

Note - 13A

Other income of Rs. 32,01,102.18 includes bank guarantee of Rs.25,00,000/- received from M/s Shobha Limited and EMD of Rs.1,50,000/- received from M/s Marrs Web Enabled Services Pvt Ltd which were forfeited and shown as income during the current year as per the decision taken in the 16th and 17th Board Meeting respectively.

Note - 13B

Other income includes Rs.2,25,000/- received from Deputy Collector, Kollam in connection with the Systematic Voter Education and Empowerment Programme (SVEEP) 2016 and Rs.1,25,000/- from Council of Scientific and Industrial Research (CSIR) earned by KSID.

Note -14

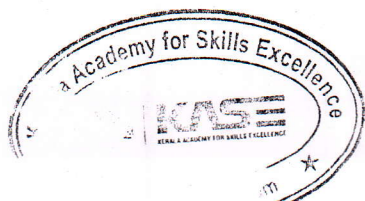
EMPLOYEE BENEFIT EXPENSES	AS AT 31.03.2017	AS AT 31.03.2016
Salary and Allowances	70,88,123.00	56,74,572.00
	70,88,123.00	56,74,572.00

Note-14A

During the current year, employees have been appointed on contract. Hence, no short term employee benefits incurred.

Note -15

OTHER EXPENSES	AS AT 31.03.2017	AS AT 31.03.2016
Auditors Remuneration : Audit fee	1,00,000.00	50,000.00
Out of Pocket Expenses	7,000.00	4,000.00
Meeting Expenses	4,61,502.00	6,88,669.00
Office Expenses	62,074.00	48,332.00
Prior Period Adjustment	2,89,457.00	
Travelling and Conveyance Expenses	1,30,674.00	2,65,063.00
Administrative Expenses	1,58,810.00	40,000.00
Advertisement charges	7,71,596.00	8,27,640.00
Consultancy Charges	16,72,352.00	19,60,143.00
Electricity Charges	4,02,748.00	4,33,389.00



Note - 19

Expenditures in Foreign Exchange on account of dividend – Nil

For and on behalf of the Board of Directors



Renuka.K

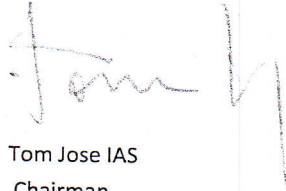
Manager (Finance & Admin)

Company Secretary

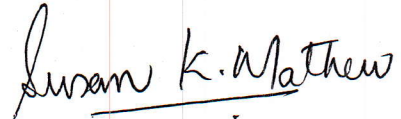
As per our report of even date attached
For S S Mathew & Co
Chartered Accountants (FRN0094405)



Dr. Sriram Venkitaraman IAS
Managing Director
DIN : 07948504



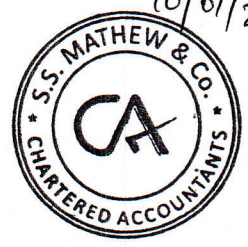
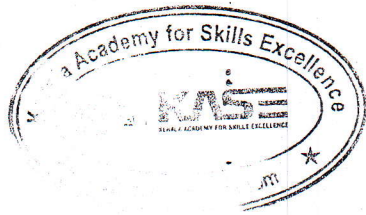
Tom Jose IAS
Chairman
DIN : 01971467



CA Susan K Mathew FCA
Membership No.108786

Place : Trivandrum
Date : 04.01.2018

10/01/2018



Note - 8

KERALA ACADEMY FOR SKILLS EXCELLENCE

CIN : U80220KL2012NPL030883

THIRD FLOOR , CARMELO TOWER, VAZHUTHACAUD , THIRUVANANTHAPURAM 695014

CONSOLIDATED FIXED ASSETS FOR THE YEAR 2016 -17

Name of Assets	Gross Block			Depreciation			Net Block			
	As on 31.03.16	Additions	Deduction	As on 31.03.17	up to 31.03.16	for the year	Deduc.	up to 31.03.17	As on 31.03.17	As on 31.03.16
3. Tangible Assets										
Land	262,31,367.00	75,31,906.00	-	337,63,273.00	-	-	-	-	337,63,273.00	262,31,367.00
Buildings										
Tube Well	2,80,579.71	-	-	2,80,579.71	2,75,979.18	4,011.44	-	2,79,990.62	589.09	4,600.53
Furniture and Fixtures	29,95,344.64	-	-	29,95,344.64	11,12,537.29	5,01,594.38	-	16,14,131.67	13,81,212.97	18,82,807.35
Motor Vehicles	12,55,102.00	-	-	12,55,102.00	5,15,964.41	2,30,832.67	-	7,46,797.08	5,08,304.92	7,39,137.59
Computer & Accessories	17,24,931.25	6,700.00	-	17,31,631.25	10,70,233.02	3,54,080.63	-	14,24,313.65	3,07,317.60	6,54,698.23
Office Equipments	30,16,415.60	-	-	30,16,415.60	17,06,947.70	6,06,681.33	-	23,13,629.02	7,02,786.58	13,09,467.90
Books	1,049.66	-	-	1,049.66	1,049.66	-	-	1,049.66	-	119,92,267.00
Work in Progress - Building	119,92,267.00	3,65,899.00	123,58,166.00	-	-	-	-	-	-	-
4. Leasehold Building	1827,03,453.00	24,48,661.00	1639,72,664.00	211,79,450.00	-	-	-	-	211,79,450.00	1827,03,453.00
Nominal value of Fixed Assets as per AS 12		3,913.00							3,913.00	
Total	2302,00,509.86	103,57,079.00	1763,30,830.00	642,22,845.86	46,82,711.26	16,97,200.44	-	63,79,911.70	578,46,847.16	2255,17,798.60

Note - 8A

Rs.16,39,72,664/- being the allocation of grant received, to the extent utilised during the year (as per Note 4A) has been reduced from the total cost of Leasehold Building and is shown under deductions. Since the company has requested grant funding from GoK for meeting the cost of building taken on lease for setting up Centres of Excellence in various sectors , which will be received in subsequent years , the value of Leasehold Building has not been depreciated / amortised.

Note - 8B

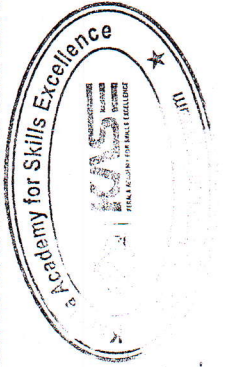
During the year, Rs. 1.23 crores which represents the completed portion of work in progress of KSID Building was capitalised and shown as utilisation from plan fund for KSID

Note - 8C

An additional service tax of Rs. 24,48,661/- was paid along with the third instalment of lease payment to INKEL Ltd. The same has been shown as additions to lease hold building.

Note - 8D

Depreciation for the year Rs.16,97,200.44 includes Rs.16,396.47 towards depreciation on mobile phone purchased during 2015 -16.



KERALA ACADEMY FOR SKILLS EXCELLENCE

CIN : U80220KL2012NPL030883

THIRD FLOOR , CARMEL TOWER, VAZHUTHACAUD , THIRUVANANTHAPURAM 695014

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03. 2017

(in Rupees)

Particulars	For the year ended 31 st March 2017		For the year ended 31 st March 2016	
I. Cash Flows from Operating Activities				
Net Profit/Loss before Taxation & Extra Ordinary Item		409,53,778.28		(401,88,120.90)
Add: Adjustments for non cash expenditure:				
Depreciation	16,97,200.44		27,25,287.00	
Loss on sale of Asset	-		4,178.37	
Total	16,97,200.44		27,29,465.37	
Less: Profit on sale of Asset				
Interest income	132,52,106.84		140,53,153.00	
Total	132,52,106.84	(115,54,906.40)	140,53,153.00	(113,23,687.63)
Operating Profit before Working Capital Changes		293,98,871.88		(515,11,808.53)
ADD: Decrease in current asset and Increase in Current Liabilities				
Decrease (Increase) in Short Term loans and Advances	592,09,038.00		(610,59,816.00)	
Decrease (Increase) in other current asset	(108,10,735.00)		11,83,427.00	
Increase (Decrease) in Current Liabilities	(1576,56,941.00)		(120,48,807.00)	
Increase (Decrease) in Other long -Term Liabilities	77,21,906.00		2,10,000.00	
Increase (Decrease) in Trade payables	(122,81,949.00)		204,20,927.00	
		(1138,18,681.00)		(512,94,269.00)
Cash Generated from Operations		(844,19,809.12)		(1028,06,077.53)
Income Tax & Fringe Benefit Tax Paid				
Net Cash from Operating Activities (A)		(844,19,809.12)		(1028,06,077.53)
II. Cash Flows from Investing Activities				
Acquisition of Fixed Assets	(103,57,079.00)		(304,46,546.00)	
Sale of Fixed Assets			34,000.00	
Net Cash from Investing Activities (B)		(103,57,079.00)		(304,12,546.00)
III. Cash Flows from Financing Activities				
Add: Grant received	3,175,20,000.00		2,490,50,000.00	
Interest Received	132,52,106.84		140,53,153.00	
Grant refunded to DET	-		(1,772,74,732.00)	
Grant utilised	(2,865,31,229.00)		(3,623,29,532.00)	
Net Cash used in Financing Activities (C)		442,40,877.84		(2,765,01,111.00)
Net Increase in Cash and Cash Equivalents (D)=(A)+(B)+(C)		(505,36,010.28)		(4,097,19,734.53)
Cash & Cash Equivalents at the beginning of the period (E)		5,256,63,263.47		9,353,82,998.00
Cash & Cash Equivalents at the end of the period(D)+(E)		4,751,27,253.19		5,256,63,263.47

Note -1

The Cash Flow Statement has been prepared under the Indirect Method as set out in Accounting Standard 3 issued by ICAI

Note -2

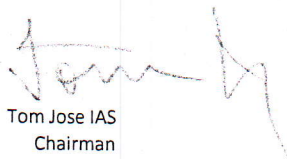
Capitalisation of KSID work- in progress transferred to Building A/c (Rs.1,23,58,166/-) and allocation of lease hold building at Inkel Tower (Rs.16,39,72,664/-) was deducted from current year Grant utilisation.

For and on behalf of the Board of Directors

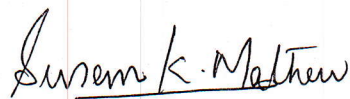

Renuka.K
Manager(Finance & Admin)

Company Secretary


Dr. Sifram Venkitaraman IAS
Managing Director
DIN : 07948504


Tom Jose IAS
Chairman
DIN : 01971467

As per our report of even date attached
For S S Mathew & Co
Chartered Accountants (FRN0094405)


CA Susan K Mathew FCA
Membership No.108786

Place : Trivandrum
Date : 04.01.2018

