



KUMAR & BIJU ASSOCIATES LLP

CHARTERED ACCOUNTANTS

Thiruvananthapuram
tvm@kbassociates.in

INDEPENDENT AUDITOR'S REPORT

To the Members of KERALA ACADEMY FOR SKILLS EXCELLENCE

Report on the standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **KERALA ACADEMY FOR SKILLS EXCELLENCE** ('the Company'), which comprise the balance sheet as at 31st March, 2019, the Statement of Income and Expenditure, the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

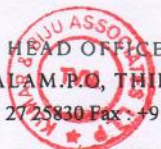
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and the excess of Income over Expenditure and cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act, 2013 and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

F1, CHORUS, KOCHAR ROAD, SASTHAMANGALAM.P.O, THIRUVANANTHAPURAM - 695010 KERALA, INDIA

Tel : +91 471 27 25830 Fax : +91 471 27 22996



COCHIN

Door No. 41/401C, "Song of Songs"
Pativattom, Near NH Bypass Jn., Palarivattom
Edappally Arakkakadave Road, Ernakulam 682 035
Tel: 0484-2809992, Telefax: 0484 2809562
eMail:ekm@kbassociates.in

CALICUT

Nestle, 1/3596-A
West Nadakkavu
Calicut 673 011
Tel: 0495-2369872
eMail: kbcalicut@gmail.com

VARKALA

Sreevilasam Buildings
Opp. Canara Bank, Temple Road
Varkala, Trivandrum 695 141
Tel: 0470-2612642
eMail: pradeepsapna.kumar@gmail.com

Emphasis of matter paragraph

We draw attention to Note no. 9.1 of the Financial Statements, which describes the resumption of Rs.37,63,13,139/- by the Government of Kerala and its disclosure in the Financial statements. Our opinion is not modified in respect of this matter.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Responsibility of Management for Standalone Financial Statements

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

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the company's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. This Report does not include a statement on the matters specified in paragraph 3 and 4 of the Companies (Auditor's Report) Order 2016 issued under sub section 11 of section 143 of the Companies Act 2013, since in our opinion and according the information and explanations given to us, the said order is not applicable to the Company.
2. As required by Section 143 (5) of the Companies Act, 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, 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 account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Income and Expenditure and cash flow statement dealt with by this report are in agreement with the books of account.
 - (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 Act, 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 II 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) Rules, 2014, in our opinion and 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 derivative contracts for which there were any material foreseeable losses.
 - iii) There has been no delay in transferring amounts, if any, required to be transferred, to the Investor Education and Protection Fund by the company.

for **KUMAR & BIJU ASSOCIATES LLP**
Chartered Accountants



Place: Trivandrum
Date :04.03.2020


J SREEKUMAR
(Designated Partner)
Membership No: 200882
UDIN: 20200882AAAAAR2353

Annexure - I to the Independent Auditors' Report

The Annexure referred to in paragraph 1 of our report of even date to the members of **Kerala Academy for Skills Excellence** on the accounts for the year ended 31st March 2019.

In our opinion and according to the information and explanations given to us during the course of audit, we report that :

SI No.	Directions	Comments
1	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Only accounting transactions are recorded in electronic mode ie; Tally Software. All other files are operated manually. On our discussion with management, it was informed that KASE is planning to implement an integrated MIS for monitoring all skill training activities and also planning to migrate office procedure in to e-office.
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. Made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated.	No such cases noticed.
3	Whether funds received /receivable for specific schemes from Central/State agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.	No such deviations observed.



Miscellaneous sector

Other

Sl No.	Directions	Comments
1	Examine the system of effective utilization of Loans/Grant-in-Aid/Subsidy. List the cases of diversion of funds	No such diversion of funds observed.
2	Examine the cost benefit analysis of major capital expenditure/expansion including IRR and payback period.	Since KASE is a non- profit company incorporated for social cause, it is not possible to comment on the cost benefit analysis.
3	If the audited entity has computerized its operations or part of it, assess and report, how much of the data in the Company is in electronic format, which of the areas such as accounting, sales personnel information, pay roll, inventory etc. have been computerized and whether the company has evolved proper security policy for data/software/hardware?	Only accounting transactions are recorded in electronic mode. All other files are operated manually. On our discussion with management, it was informed that KASE is planning to implement an integrated MIS for monitoring all skill training activities and also planning to migrate office procedure in to e-office.

for **KUMAR & BIJU ASSOCIATES LLP**
Chartered Accountants



J SREEKUMAR
(Designated Partner)
Membership No: 200882
UDIN: 20200882AAAAAR2353

Place: Trivandrum
Date :04.03.2020

Annexure - II to the Independent 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")

Opinion

We have audited the internal financial controls over financial reporting of **Kerala Academy for Skills Excellence** ("the Company") as of 31 March 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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 2019, 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.

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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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.



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.

for **KUMAR & BIJU ASSOCIATES LLP**
Chartered Accountants



Place: Trivandrum
Date :04.03.2020

J SREEKUMAR
(Designated Partner)
Membership No: 200882
UDIN: 20200882AAAAAR2353

KERALA ACADEMY FOR SKILLS EXCELLENCE

CIN : U80220KL2012NPL030883

THIRD FLOOR, CARMEL TOWER, VAZHUTHACAUD, THIRUVANANTHAPURAM 695014

Balance Sheet as at 31.03.2019

(in Rupees)

Sl. No.	Particulars	Note No.	As at 31 March 2019	As at 31 March 2018
I.	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	Share capital	3	269,400,000	269,400,000
	Reserves and surplus	4	1,407,202,769	502,865,594
2	Non-current liabilities			
	Other long term liabilities	5	10,392,252	10,212,252
3	Current liabilities			
	Trade payables	6	33,296,321	22,856,806
	Other current liabilities	7	87,375,104	73,291,468
	Total		1,807,666,446	878,626,120
II.	ASSETS			
1	Non-current assets			
	Property, Plant and Equipment	8		
	Tangible assets		1,085,793,407	41,163,400
	Intangible assets		514,236	-
	Deferred tax assets (net)		-	-
	Other non-current assets	9	376,313,139	467,218,361
2	Current assets			
	Current Investment	10	5,292,574	19,000,000
	Cash and cash equivalents	11	298,611,252	320,326,532
	Short-term loans and advances	12	5,516,637	4,604,079
	Other current assets	13	35,625,201	26,313,748
	Total		1,807,666,446	878,626,120
	Significant Accounting Policies & Notes forming part of Accounts	1-21		

For and on behalf of the Board of Directors



Sreekala S Panicker
Finance Officer

As per our report of even date attached
For **KUMAR & BIJU ASSOCIATES LLP**
Chartered Accountants



Chandrasekar S IAS
Managing Director
DIN:08369333



T P Ramakrishnan
Chairman
DIN:01947206




J. SREEKUMAR
(Designated Partner)
Membership No.200882

UDIN : 20200882AAAAAR2353

04.03.2020

Thiruvananthapuram
10.01.2020



KERALA ACADEMY FOR SKILLS EXCELLENCE

CIN : U80220KL2012NPL030883

THIRD FLOOR, CARMEL TOWER, VAZHUTHACAUD, THIRUVANANTHAPURAM 695014

Income and Expenditure Statement for the year ended 31.03.2019

(in Rupees)

SL.No.	Particulars	Note No.	As at 31 March 2019	As at 31 March 2018
	Income:			
I	Revenue from operations	14	16,504,081	32,224,485
II	Other income	15	17,889,549	15,799,643
III	Grant utilised for projects	4	223,168,277	194,410,537
IV	Grant for administrative expenses	4.9	39,440,533	-
V	Depreciation written back	8	24,907,842	-
	Total Income (A)		321,910,282	242,434,665
	Expenditure:			
VI	Employee benefit expenses	16	17,598,129	9,420,678
VII	Depreciation	8	24,907,842	1,074,626
VIII	Other expenses	17	14,152,668	13,559,070
IX	Project expenses	4	223,168,277	194,410,537
	Total Expenses (B)		279,826,916	218,464,911
	Excess of Income over Expenditure (A-B)		42,083,366	23,969,753
	Earnings per share (Nominal Value of Rs. 100 Per share) (Basic)		15.62	8.90
	Significant Accounting Policies & Notes forming part of Accounts	1-21		

For and on behalf of the Board of Directors



Sreekala S Panicker
Finance Officer

As per our report of even date attached
For **KUMAR & BIJU ASSOCIATES LLP**
Chartered Accountants

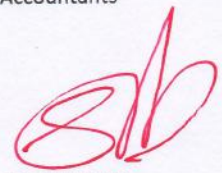


Chandrasekar S IAS
Managing Director
DIN:08369333



T P Ramakrishnan
Chairman
DIN:01947206





J.SREEKUMAR
(Designated Partner)
Membership No.200882

UDIN : 20200882AAAAA R2353
04.03.2020

Thiruvananthapuram
10.01.2020



KERALA ACADEMY FOR SKILLS EXCELLENCE

CIN : U80220KL2012NPL030883

THIRD FLOOR, CARMEL TOWER, VAZHUTHACAUD, THIRUVANANTHAPURAM 695014
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2019

1 Corporate information

Kerala Academy for Skills Excellence (KASE / the company) is a non-profit company incorporated on 28 March 2012 under section 8 of the Companies Act, 2013 to promote, establish, setup, monitor, govern and regulate institutions and academies for skills excellence for development of core employability skills, competency standards and for promoting technology that meets the demands of various industries globally.

KASE is designated as the State Skill Development Mission as per the G.O.(Rt) No.1501/2016/LBR dated 02.12.2016 to function as the nodal body for the convergence of all skill initiatives of the state under the ownership of the Government of Kerala.

2 Significant accounting policies

2.1 Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year except for the ones mentioned in 2.21 and 2.22

2.2 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.3 Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value. For the purpose of Cash Flow Statement cash and cash equivalents with an original maturity of three months or less from the date of acquisition is only considered.

2.4 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.5 Tangible Fixed Assets

Property, plant & Equipment are stated at original cost less depreciation and impairment losses, if any. Depreciation is calculated based on the useful life of assets as specified in schedule II of the Companies Act 2013. Leasehold assets are amortised over the lease period or useful life as specified in Schedule II of the Companies Act 2013, whichever is lower. Refer note no 2.21 regarding the change in the disclosure of Fixed assets.



2.6 Intangible Assets

An intangible asset is recognized when it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortization and impairment loss, if any. Refer note no 2.21 regarding the change in the disclosure of Fixed assets.

2.7 Depreciation and amortization

Depreciation on fixed assets is calculated on written down value basis using the rates arrived at based on the useful lives prescribed under the schedule II to the Companies Act, 2013. Loss arising from the retirement of, and gains and losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of Profit and Loss. Items of fixed assets that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realisable value and are classified under other current assets in financial statements. Any expected loss is recognised immediately in the Statement of Profit and Loss. Refer note no 2.21 regarding the change in the disclosure of Fixed assets and depreciation.

2.8 Impairment of Asset

The carrying amounts of assets are reviewed at each balance sheet date for if there is any indication of impairment based on internal/external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used. After impairment, depreciation/amortization is provided on the revised carrying amount of the asset over its remaining useful life.

2.9 Revenue recognition

Management and administration fees collected from Kaushal Kendras, Centre of excellence, validation fees, accreditation fees and share of revenue from other training centres / institutes are recognised as per the terms of the agreements. Revenue is recognised only as and when there is a reasonable assurance on receipt of the income. Interest incomes on term deposits are recognised on accrual basis.

Revenue from Services is recognized as and when the service is performed as per the relevant agreements and when there is a reasonable certainty of ultimate realization.

2.10 Government grants

Government Grant sanctioned and released for carrying out specific projects / activities as per the direction of the sanctioning authority is treated as a restricted fund and is accounted as a liability in the books of accounts. The expenditure met out of the grants received is reckoned as income only to the extent of the utilisation of funds and the corresponding expenditure is charged to Statement of Income & Expenditure. The balances of unutilised grants are set apart as a liability and is carried forward for utilization in the subsequent years subject to the directions of the grant sanctioning authority.

Grants from Government released for meeting the day to day expenses of the company are considered as an income at the time of the receipt.

2.11 Employee benefits

Company's contribution to provident fund is made to EPFO and is charged to the statement of Income and Expenditure.

The company has not provided for any Post Employment benefits and Other Long Term Employee benefits as there is no Human resource policy implemented in the company. Provision for gratuity and compensated absences are not provided in the accounts. Disclosure under Accounting standard 15 Employee Benefits is not made in the accounts.



2.12 Segment reporting

The Company is providing infrastructure, operating training institutes and project management services for various Government projects in the field of skills improvement in the State of Kerala. There is only one operating segment and geographic segment and no further disclosure is made in the financial statements for the primary segment.

2.13 Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a written down value.

2.14 Earnings per Share

The company is a section 8 company fully owned by the Government of Kerala having registration under section 12A of the Income Tax Act. There is no earnings attributable to the owners other than at the time of the liquidation of the company hence disclosure under AS-20 Earnings per share is not relevant.

2.15 Taxes on income

Tax expense for the period comprises of current tax and deferred tax. Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income-tax Act, 1961. Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts, and there is an intention to settle the asset and the liability on a net basis. The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the reporting date. Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date.

As the company is registered under section 12A of the Income tax act tax is assessed as a Trust claiming the exemption under section 11 of the Income Tax Act. The timing differences due to depreciation and other items are not considered. Also there is no reasonable certainty that sufficient future taxable income will be available deferred tax assets are not recognized in the books of accounts.

2.16 Provisions & Contingencies

A provision is recognised when there is a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, and in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. A disclosure for a contingent liability is made where there is a possible obligation arising out of past event, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation arising out of past event where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

2.17 Corporate social responsibility

The company is not having a net profit of more than Rs.5 Crores as defined under section 135 of the Act and hence the company is not liable for CSR expenditure.

2.18 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 A/c.



2.19 Foreign Currency Transaction

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

2.20 Comparatives

Previous year's figures and accounts have been re-grouped or re-classified wherever necessary to confirm with current year's classification.

2.21 Change in disclosure of fixed assets and Capital Reserve

Amount spent for the purchase of fixed assets out of specific grants from the Govt of Kerala has been considered as a project expenditure alone in the previous years and value of the fixed assets under the management of the company was not disclosed in the books of the company which has resulted in understatement of the fixed assets of the company. In order to present the actual asset under management of the company the amount spent towards the acquisition of the fixed assets are credited to capital reserve. Further the assets procured out of non specific grants which were treated as fixed assets in the previous years are now transferred to capital reserve as the organisation runs only on grants received and interest accretions to it. The amount of depreciation charged in the earlier years is reversed from the reserves of the company.

The depreciation is charged on the assets on the useful life of the assets under written down value method and is written back debiting the capital reserve.

2.22 Employability Centre Development Fund

The registration fees collected from the employability centre has been considered as an income in the prior years. As per the MoU between KASE with National Employment Service (Kerala) Department for setting up and operating employability centres in Kerala dated 20.10.2017, the registration fee collected is to be used for the conduct of quarterly job fairs, Niyukthi Job fest, for the maintenance of the centres and for the additional procurement of hardware items. According the income recognized in the previous years has been transferred to the Employability Centre Development Fund in the current year from the reserves of the company.



3 SHARE CAPITAL

	As at 31 March 2019	As at 31 March 2018
a. AUTHORISED		
30,00,000 Equity Shares of Rs. 100/- each	300,000,000	300,000,000
	300,000,000	300,000,000
b. ISSUED, SUBSCRIBED & PAID UP		
26,94,000 Equity Shares of Rs.100 /-each fully paid up	269,400,000	269,400,000
	269,400,000	269,400,000

3.1 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.

3.2 There has been no movement in the share holding in the previous year. Of the 26.94 lakhs number of shares one number of share is held by the Managing director of KASE and the balance 2693999 number of shares is held by Governor of Kerala on behalf of Government of Kerala.

4 RESERVES AND SURPLUS

	As at 31 March 2019	As at 31 March 2018
a. Capital Reserve		
Capital Reserve at the beginning of the year	1,046,989,812	
Add: Grant utilised for purchase of Capital assets	64,225,674	-
Less: Depreciation written back	24,907,842	-
Capital Reserve at the end of the year	1,086,307,643	-

b. Employability Centre Development Fund

Income from employability centre transferred to
Employability Centre Development Fund

31,438,852

Add: Income generated during the year

9,641,000

Closing Balance

41,079,852

c. Income and Expenditure A/c

	As at 31 March 2019	As at 31 March 2018
Opening Balance Surplus/(deficit)	60,642,599	36,672,845
Add: Surplus for the year	42,083,366	23,969,753
Less: Amount of revenue grant/Internal fund utilised for purchase of fixed assets*	(41,163,400)	-
Less: Fee collected from Employability Centres transferred to	(31,438,852)	-
Closing Balance	30,123,714	60,642,599

*Assets purchased out of the revenue grant/ Internal fund in the previous years have been added back to the Income & Expenditure account pursuant to the transferring the capital expenditure in Capital reserve



d. Grant in Aid from Government of Kerala :

Position of Grant as at 31.03.2019

Grant	Closing Balance as on 31.03.2018	Fund resumed by Govt.	Receipts during the year	Utilisation during the year	Closing Balance as on 31.03.2019
	(a)	(b)	(c)	(d)	(e)= (a) + (c) - (b)+ (d)
GOK Grant for iSTEP Initiatives	59,852,673	59,852,673	90,000,000	12,173,127	77,826,873
GOK Grant for Indian Institute of Infrastructure and Construction	62,969,073	103,121,897	-	64,814,952	(104,967,776)
GOK Grant for Kaushal Kendra	7,685,424	7,685,424	30,000,000	6,686,353	23,313,647
GOK Grant for Promotional Expenditure	7,433,864	7,433,864	25,000,000	2,268,199	22,731,801
GOK Grant for Kerala State Institute of Design	109,870,251	109,869,639	75,000,000	19,085,145	55,915,467
GOK Grant for Traditional Sectors	19,578,262	19,578,262	-	-	-
GOK Grant for Aviation	50,000,000	50,000,000	-	-	-
GOK Grant for LAR Compensation	1,740,833	1,740,833	-	-	-
GOK Grant for Women Skilling Programme	-	-	20,000,000	14,000,000	6,000,000
GOK Grant for World Skill Lyceum	-	-	100,000,000	1,032,500	98,967,500
GOK Grant for Employability Centres/Operation of Career Development Centre	47,383,992	-	9,980,700	29,209,556	28,155,136
Pradhan Manthri Kaushal Vikas Yojana (PMKVY)-100% CSS	(421,585)	-	-	1,524,617	(1,946,202)
India Skills Kerala - 2018	31,844,441	27,935,769	45,602,950	36,913,424	12,598,198
Total	397,937,228	387,218,361	395,583,650	187,707,873	218,594,644

e. Grant in Aid - Externally funded projects :

Grant	Closing Balance as on 31.03.2018	Receipts during the year	Utilisation during the year	Closing Balance as on 31.03.2019
	(a)	(b)	(c)	(d)= (a) + (b) - (c)
SC Development Department	32,397,500	2,700,000	28,653,093	6,444,407
ST Development Department	14,294,000	-	3,132,000	11,162,000
India Fashion Summit	758,516	-	758,516	-
Industries & Commerce Department- KSID	494,956	-	4,100	490,856
Kudumbashree Project-KSID	-	462,500	12,040	450,460
KTDC Project- KSID	-	200,000	-	200,000
Upgradation of ITIs -KIIFB Project	(3,659,206)	18,909,053	2,900,655	12,349,193
Total	44,285,767	22,271,553	35,460,404	31,096,916

Reserves & Surplus (a + b + c + d + e)

1,407,202,769

502,865,594



4.1 Unspent grant - Plan Grants

Unspent amount of grants received from the Government of Kerala for the implementation of the plan activities of the company are grouped under the head unspent grant - Plan Grants. The amounts appearing as debit balances are project expenses met by the company prior to release of the grants.

4.2 Unspent grant - Externally funded projects

The unspent balance of the grants issued by various organisations and departments of the Government for implementing projects as a nodal agency is grouped under this head.

4.3 Fund resumed by the Government of Kerala

The Government of Kerala has resumed an amount of Rs. 46.72 Crores in the financial year 2017-18 out of which a direction has been issued by the Government of Kerala vide circular No.25/2018/Fin according to which a fresh application is to be submitted before the Government for issue of grants or refund of the amount resumed. Based on this the amount resumed considered as advance to Government in the previous year has been charged off against corresponding plan projects. Based on the Board decision Rs.38.72 Cr has been adjusted against reserves and surplus.

4.4 Pradhan Mantri Kaushal Vikas Yojana (PMKVY)

KASE is the nodal agency for the implementation of Centrally Sponsored State Managed (CSSM) component of Pradhan Mantri Kaushal Vikas Yojana (PMKVY) scheme, by virtue of its designation as the State Skill Development Mission. Govt. Rs. 22 Crore has been released by Central Govt. to Govt. of Kerala. Vide Letter No.C4/149/LBR dated 16.01.2019 Govt. accorded sanction to utilise the project expenses of PMKVY from the existing plan fund received for the year 2018 -19.

4.5 SC/ST Projects

Rs. 3,23,97,500 /- and Rs.1,42,94,000/- received from SC Development Department and ST Development Department respectively for providing training to SC/ST candidates through KASE's Centres of Excellence and Accredited Institution.

4.6 India Fashion Summit

India Fashion Summit was an one day event conducted in association with India Fashion Incubator on 03.03.2018 and Rs. 10 lakh received from Directorate of Handloom & Textiles as sponsorship for conducting India Fashion Summit. As per the agreement between KASE & India Fashion Incubator the balance Rs. 7,58,516/- after deducting the expenditure incurred by KASE & KSID (Rs.2,41,484/-) has been transferred to India Fashion Incubator.

4.7 India Skills Kerala- 2018

As part of the World skills India 2018 national level competition organised by Ministry of Skill Development and Entrepreneurship (MSDE), aimed at identifying and training talents in the country for winning medals at the WorldSkills Competition Kazan 2019. India skills Kerala 2018 (State Level competition) was held in April 2018 in association with Industrial Training Department.

4.8 KIIFB Project

Government of Kerala has entrusted Kerala Academy for Skills Excellence (KASE) as the "Special Purpose Vehicle" for Up-gradation of 10 ITIs to International Standards in connection with the Implementation of projects announced under the Special Investment Plan under KIIFB financing. Rs.1,89,09,053/- has been received as centage charges from KIIFB for the preparation of DPR and PMC charges.

4.9 Grant for Administrative Charges

Vide G.O(Rt) No.731/2018/LBR dated 19.06.2018, Rs. 4 Crore has been received from Govt. towards grant for meeting administrative/establishment expenditure. Out of which Rs. 5,59,467/- has been utilised for purchasing of fixed assets for administrative office of KASE & KSID. Net amount is shown as Grant for Administrative Charges.

	As at 31 March 2019	As at 31 March 2018
5 OTHER LONG TERM LIABILITIES		
Interest on LAR payable to Technopark	9,652,252.00	9,652,252.00
Caution Deposit-KSID	740,000.00	560,000.00
	10,392,252.00	10,212,252.00

5.1 Caution deposit received from the students will be returned only after the course completion (The duration of the course is 2 years and 6 month). Hence the same has been shown under other long term liabilities.



	As at 31 March 2019	As at 31 March 2018
6 TRADE PAYABLES		
Expenses payable	33,296,321	22,856,806
	33,296,321	22,856,806

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

	As at 31 March 2019	As at 31 March 2018
7 OTHER CURRENT LIABILITIES		
Tax deducted at source	1,516,478	1,165,263
EPF Employee contribution	69,851	99,694
EPF Employer contribution	69,851	99,694
EPF Administration charges	5,429	7,050
Construction Workers Welfare Fund	207,009	-
KSWCFC-Asset Programme	3,976,764	3,976,764
Earnest Money Deposit	5,650,000	2,200,000
Other liabilities	494,245	446,085
Performance Guarantee -ESAF BM Academy	400,000	400,000
Security Deposit	240,000	310,560
Retention Money	51,572,689	46,997,769
M/s ULCCS Ltd	23,172,788	17,466,589
Everline Engineering Enterprises Pvt Ltd	-	122,000
	87,375,104	73,291,468

7.1 Rs.50 lakhs received from Kerala State Welfare Corporation for Forward Communities Limited (KSWCFC) for conducting Advance Soft Skill and English Language Training (ASSET) Programme for economically backward sections among the forward communities of Kerala. The remaining amount shall be settled subject to the concurrence from KSWCFC Ltd with regard to the administrative expenses as per agreement.

7.2 Rs.4,25,000/- EMD on completed contracts and un identified credits in bank accounts are shown as Other Liabilities.

	As at 31 March 2019	As at 31 March 2018
9 NON-CURRENT ASSETS		
Advance to Govt. of Kerala	376,313,139	467,218,361
	376,313,139	467,218,361

9.1 The Government of Kerala has resumed an amount of Rs. 46.72 Crores in the financial year 2017-18 out of which a direction has been issued by the Government of Kerala vide circular No.25/2018/Fin according to which a fresh application is to be submitted before the Government for issue of grants or refund of the amount resumed. Based on this the amount resumed considered as advance to Government in the previous year has been charged off against corresponding plan projects. Based on the Board decision Rs.38.72 Cr has been adjusted against reserves and surplus. Further to this the Government of Kerala has resumed an amount of Rs.29.63 Crores at the end of the financial year 2018-19. Hence Rs. 37.63 crore (29.63 Cr + 8 Cr) is disclosed as advance to Govt. under non - current assets.

	As at 31 March 2019	As at 31 March 2018
10 CURRENT INVESTMENT		
Term Deposit Accounts of maturity more than 3 Months	5,292,574	19,000,000
	5,292,574	19,000,000

	As on 31 March 2019	As on 31 March 2018
11 CASH AND CASH EQUIVALENTS		
Cash in Hand	9,066	20,648
Cash at Bank :		
In Term Deposit Accounts of maturity less than 3 Months	187,230,213	186,627,237
In Current and Saving Accounts	111,371,973	133,678,647
	298,611,252	320,326,532



12 SHORT TERM LOANS AND ADVANCES

	As at 31 March 2019	As at 31 March 2018
Job fair Advance	24,561	7,802
Other advances	227,323	435,252
Rent Deposits	2,963,650	2,963,650
Other Deposits	10,599	10,599
Electricity Deposits	437,264	437,264
Advance to Career Development Centre(CDC)	1,293,678	331,695
Advance to M/s Nirmithi Kendra	6,897	149,397
Receivable from Social Justice Department	-	193,420
Security Deposit- GCDA	21,900	75,000
Advance to NSDC for SANKALP Workshop	530,765	-
	5,516,637	4,604,079

13 OTHER CURRENT ASSETS

	As at 31 March 2019	As at 31 March 2018
ODEPEC	273	273
Eram Engineering Company WLL	21,073,642	15,495,806
Group L Security Services	2,538,268	2,538,268
Centre For Advanced Training in Security (CATS)	295,939	71,187
Entrepreneurship Development Institute of India (EDII)	566,667	566,667
Nursing Institute for Career Enhancement (NICE)	463,038	533,012
Centre for Research in Education and Teacher Training (CRET)	6,350	6,350
Uralungal Labour Contract Co-Operative Society Ltd	42,676	-
Hedge School of Applied Economics	28,000	80,700
School of Wellness	84,000	84,000
SMEC Automation Pvt Ltd	264,000	85,187
Dhanwanthari Vaidhyasala	-	15,830
Induscan Petroleum Institute	87,766	1,366
Atheos Educational Initiatives Pvt Ltd	364,599	266,478
Info Prism Solutions Pvt Ltd	1,047,282	972,900
Green Method Engineering (SWAT)	9,000	-
Sports Management Research Institute	73,830	-
Intercad	30,000	-
Thoughts Academy	6,211	-
ICA Eduskills Pvt Ltd	1,000	33,250
Prepaid Expenses	669,833	50,817
Income Tax refund	5,480,976	2,726,790
Interest Accrued on Term Deposit	2,486,867	2,784,867
Interest receivable from KSEB	4,984	-
	35,625,201	26,313,748

13.1 In case of M/s Group L Services Pvt. Ltd, the agreement was executed on 24.11.2014, they have not yet started their operation. A termination letter has been issued to Group L. The details of pending dues have also been intimated. Subsequently the matter had been placed before the Board in its 22nd meeting held on 29.07.19. The Board has directed to get legal opinion and proceed based on the legal advice. Hence rent and interest for the current year has not been provided.

14 REVENUE FROM OPERATIONS

	As at 31 March 2019	As at 31 March 2018
Registration fee from Employability Centres	-	11,117,250
Fee from Kaushal Kendras	438,650	1,923,450
Revenue from Centres of Excellence	4,832,322	5,408,738
Revenue from Accredited Institution	2,318,498	2,107,631
Fees received- KSID	4,892,500	3,816,000
DDU-GKY Appraisal Fee	-	5,700,000
Administrative cost for managing Employability Centres	2,100,355	1,614,612
Service Charges for managing CDCs	290,745	306,804
iSTEP Application fee	30,000	230,000
Revenue share from ST Project	40,500	-
Revenue share from SC Project	510,511	-
Processing Fee- PMKVY	1,050,000	-
	16,504,081	32,224,485



- 14.1 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.
- 14.2 As per agreement between KASE and National Employment Service (Kerala), KASE is entitled to get a service charge of 5 % of the total amount released for Career Development Centres for the purpose of training programs, software/hardware and all other related activities. This is shown as operating income.
- 14.3 Interest for delayed receipt of income from Centres of Excellence and Accredited Institutions has not been provided as the company is following the conservative approach.

	As at 31 March 2019	As at 31 March 2018
15 OTHER INCOME		
Interest Income	17,456,047	15,401,358
Other Income	22,501	78,647
Profit on sale of fixed assets	-	27,252
Prior period adjustment	411,001	292,386
	17,889,549	15,799,643

- 15.1 The prior period adjustment of Rs.4,11,001/- includes the following:-

Electricity charges collected from CATS for the year 2017-18 wrongly booked as revenue share	(40,070)
Fees collected from Kaushal Kendras during 2017-18 booked during the year	200,600
CFC & Water Charges receivable from NICE & CATS up to March 2018	428,458
Revenue receivable from NICE- Excess provision provided in previous years now reversed	(178,109)
Excess Provision provided during 2017-18	122
	411,001

	As at 31 March 2019	As at 31 March 2018
16 EMPLOYEE BENEFIT EXPENSES		
Salary and Allowances	17,598,129	9,420,678
	17,598,129	9,420,678

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

	As at 31 March 2019	As at 31 March 2018
17 OTHER EXPENSES		
Auditors Remuneration : Statutory Audit fee	147,500	119,700
Out of Pocket Expenses	12,500	9,500
Meeting Expenses	394,146	414,035
Office Expenses	245,801	106,684
Travelling and Conveyance Expenses	317,999	110,904
Honorarium	41,000	57,500
Advertisement charges	853,764	191,376
Consultancy Charges	330,216	478,292
Electricity Charges	993,755	390,726
House Keeping Charges	932,826	686,268
Internal Audit Fee	283,200	290,400
Legal Charges	33,000	56,400
Printing & Stationary	151,260	162,365
Postage and Courier Charges	30,053	15,108
Rates & Taxes	99,201	31,034
Rent	3,436,265	3,118,483
Repair and Maintenance	1,249,197	737,522
Security Service Charges	1,003,004	498,328
Telephone and Internet	487,571	112,009
Vehicle Hire Charges	642,957	416,531
Common Amenity Charges-Inkel	-	3,057,650
Website Development Charges	97,592	9,984
Bank Charges	96,719	79,564
DDU-GKY Expenses	-	857,944
Irrecoverable dues written off	-	110,763
State Job Portal Development charges	-	1,440,000



Festival Allowance to CMDRF	90,750	-
Admission Expenses-KSID	378,148	-
Convocation Expenses-KSID	173,157	-
Field Visit Expenses-KSID	51,353	-
Guest Faculty Expenses-KSID	592,698	-
Jury Expenses-KSID	217,274	-
Material & Consumables - KSID	103,511	-
Nidex -2018- KSID	345,619	-
Vidhash-2018 Annual Day expenses-KSID	177,852	-
Software Renewal-KSID	142,780	-
	14,152,668	13,559,070

17.1 In the course of preparation of these financial statements, the heads and sub-heads, that are not relevant are not included, in both Balance Sheet and Income and Expenditure Statement.

18 Value of Imports on CIF basis : Nil

19 Earnings in Foreign Exchange : Nil

20 Expenditures in Foreign Exchange on account of dividend – Nil

21 Disclosures on change in accounting policy under AS-1	Impact on the Income & Expenditure of the company	Impact on the net worth of the company
Changes in disclosure of Fixed Assets	Nil	Nil
Change in writing back depreciation	865,415.00	Nil
Changes in disclosure of Employability Centre Development Fund	(9,641,000)	Nil

For and on behalf of the Board of Directors



Sreekala S Panicker
Finance Officer

As per our report of even date attached
For **KUMAR & BIJU ASSOCIATES LLP**
Chartered Accountants



Chandrasekar S IAS
Managing Director
DIN:08369333



T P Ramakrishnan
Chairman
DIN:01947206




J.SREEKUMAR
(Designated Partner)
Membership No.200882

UDIN : 20200882AAAAAR2353

04.03.2020 .

Thiruvananthapuram
10.01.2020



Note: 8

KERALA ACADEMY FOR SKILLS EXCELLENCE

CIN : U80220KL2012NPL030883

THIRD FLOOR, CARMEL TOWER, VAZHUTHACAUD, THIRUVANANTHAPURAM 695014

Property, Plant and Equipment: 2018-19

Asset Name	Gross Block				Depreciation			Net Block	
	As at April 1, 2018	Additions	Deletion	As at March 31, 2019	As at April 1, 2018	Provided during the Year	Deletion	As at March 31, 2019	As at March 31, 2018
Tangible Assets: (A)									
Land and Building	83,755,636	551,409,143	-	635,164,779	2,370,427	7,067,143.58	-	9,437,571	81,385,209
Plant and Machinery	7,506,858	-	-	7,506,858	1,485,331	505,112.54	-	1,990,443	6,021,527
Furniture and Fixtures	28,943,867	35,855,537	-	64,799,404	9,691,087	4,759,505.90	-	14,450,593	19,252,780
Office Equipments	16,884,622	289,369	-	17,173,991	8,944,929	2,772,532.66	-	11,717,462	7,939,693
Electrical and equipment	17,548,644	1,040,061	-	18,588,705	3,014,436	1,681,569.91	-	4,696,006	14,534,208
Computers and Accessories	21,302,984	828,475	-	22,131,459	15,829,278	2,945,967.81	-	18,775,246	5,473,706
Lease hold Building	302,460,006	-	-	302,460,006	13,044,045	3,558,353.01	-	16,602,398	289,415,961
Lease hold Land	100,383,619	-	-	100,383,619	3,626,962	1,118,733.52	-	4,745,696	96,756,657
Capital work in progress	525,217,211	26,191,932	551,409,143	-	-	-	-	-	525,217,211
Total	1,104,003,447	615,614,517	551,409,143	1,168,208,821	58,006,495	24,408,918.93	-	82,415,414	1,045,996,952
Intangible Assets: (B)									
Software	7,503,810	20,300	-	7,524,110	6,510,951	498,923.51	-	7,009,874	992,860
Total	7,503,810	20,300	-	7,524,110	6,510,951	498,923.51	-	7,009,874	992,860
Grand Total (A+B)	1,111,507,257	615,634,817	551,409,143	1,175,732,931	64,517,446	24,907,842.44	-	89,425,288	1,086,307,643

8.1. 5 Acres Land acquired at Technocity and 1 Acre land acquired at Technopark Phase III for a period of 90 years. The lease payment is being amortised over a period of 90 years.

8.2. 133500 Sq.ft Leased building purchased for setting up of CoEs at Inkel Tower, Angamali being amortisation over a period of 85 years

8.3. Capital Work in Progress (Construction of IILC Academic & hostel Block) capitalised during the year and transferred to Land and Building



KERALA ACADEMY FOR SKILLS EXCELLENCE

CIN : U80220KL2012NPL030883

THIRD FLOOR, CARMEL TOWER, VAZHUTHACAUD, THIRUVANANTHAPURAM 695014

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2019

(in Rupees)

	Particulars	For the year ended 31 March 2019	For the year ended 31 March 2018
A	I. Cash Flows from Operating Activities		
	Net surplus/(deficit) as per Income & Expenditure A/c	42,083,366	23,969,753
	Add/(Less): Adjustments for:		
	Depreciation		1,074,626
	Profit on sale of asset	-	(27,252)
	Excess provision of depreciation adjusted	-	(22,743)
	Interest income	(17,456,047)	(15,401,358)
	Operating Profit before Working Capital Changes	24,627,319	9,593,026
	Movements in Working Capital:		
	Add: Decrease in current asset and Increase in Current Liabilities		
	Decrease/ (Increase) in short term loans and advances	(912,558)	7,208,227
	Decrease/ (Increase) in current investment	13,707,426	(19,000,000)
	Decrease/ (Increase) in other current asset	(9,311,453)	(9,174,442)
	Increase/ (Decrease) in current liabilities	14,083,636	18,471,840
	Increase/ (Decrease) in other long -term liabilities	180,000	(15,978,821)
	Increase/ (Decrease) in trade payables	10,439,515	11,439,549
	Sub Total	28,186,566	(7,033,647)
	Net Cash generated/(used) in operation (A)	52,813,885	2,559,379
B	II. Cash Flows from Investing Activities		
	Acquisition of fixed assets	-	(2,633,350)
	Sale of fixed assets - buyback	-	33,000
	Asset transferred to utilisation	-	18,259,167
	Interest received	17,456,047	15,401,358
	Net Cash from Investing Activities (B)	17,456,047	31,060,175
C	III. Cash Flows from Financing Activities		
	Grant/Fund received	417,855,203	473,208,623
	Grant/Fund utilised	(223,168,277)	(194,410,537)
	Resumption of plan fund by Govt.	(296,313,139)	(467,218,361)
	Fee collected from Employability Centre	9,641,000	-
	Net Cash used in Financing Activities (C)	(91,985,213)	(188,420,275)
	Net increase in Cash and Cash equivalents (D)=(A)+(B)+(C)	(21,715,281)	(154,800,721)
	Cash & Cash equivalents at the beginning of the period (E)	320,326,532	475,127,253
	Cash & Cash Equivalents at the end of the period(D) + (E)	298,611,252	320,326,532

Notes:

- 1 All figures in brackets represent outflows
- 2 The Cash Flow has been provided under the Indirect Method as set out in Accounting Standard -3 on 'Cash Flow Statement' issued by Institute of Chartered Accountants of India

For and on behalf of the Board of Directors


Sreekala S Panicker
Finance Officer



Chandrasekar S IAS
Managing Director
DIN:08369333
Thiruvananthapuram
10.01.2020


T P Ramakrishnan
Chairman
DIN:01947206



As per our report of even date attached
For KUMAR & BIJU ASSOCIATES LLP
Chartered Accountants




J. SREEKUMAR
(Designated Partner)
Membership No.200882

UDIN : 20200882AAAAAR2353
04.03.2020