



Ministry of Ports,
Shipping & Waterways
Government of India



Visakhapatnam Port Authority

ISO 9001, ISO 14001, OHSAS 45001 Certified & ISPS Compliant



2023-24

Annual Accounts & Audit Report



Certificate

This is to certify that

VISAKHAPATNAM PORT AUTHORITY

VISAKHAPATNAM

has been declared **WINNER**
for Outstanding Achievements in
EHS INNOVATIVE EXCELLENCE

Annual Accounts & Audit Report 2023-24

ANNUAL ACCOUNTS

Schedules to Balance Sheet as at 31 st March 2024	Schedules to Revenue Account for the year ended 31 st March 2024
Schedule 1.1 Reserves and Surplus	Schedule R.1 Cargo Handling & Storage Charges
Schedule 1.2 Loan Funds	Schedule R.2 Port & Dock Charges
Schedule 1.3 Grants Received	Schedule R.3 Railway Earnings
Schedule 1.4 Deferred Tax	Schedule R.4 Estate Rentals
Schedule 2.1 Fixed Capital Assets	Schedule R.5 Cargo Handling & Storage
Schedule 2.2 Investments	Schedule R.6 Port & Dock Facilities
Schedule 2.3 Current Assets ,Loan &Advances	Schedule R.7 Railway Working
Schedule 2.4 Current Liabilities &Provisions	Schedule R.8 Rentable Lands and Building
Schedule 2.5 Miscellaneous Expenditure	Schedule R.9 Management & General Administration
	ScheduleR.10 Finance & Misc. Income
	Schedule R.11 Finance & Misc. .Expenditure

**VISAKHAPATNAM PORT AUTHORITY
BALANCE SHEET**

(In Rupees)

	SCH	As at 31st MARCH 2024		As at 31st MARCH 2023	
SOURCES OF FUNDS:					
RESERVES & SURPLUSES:					
A. CAPITAL RESERVE	1.1		10,24,18,80,523	10,19,50,87,230	
B. REVENUE RESERVES					
a) General Reserve Fund		12,07,39,48,062		6,88,64,68,090	
b) Employees' Welfare Fund		0		0	
c) Employees Family Security Scheme		9,69,77,367		9,56,75,576	
d) Protective Equipemnt Fund		0		0	
e) Liability Reserve Fund		0		0	
			12,17,09,25,429	6,98,21,43,666	
C. STATUTORY RESERVES					
a) Reserve for Replacement, Rehabilitation and Modernisation of Capital Assets		10,07,43,48,196		9,07,15,50,000	
b) Reserve for Development, Repayment of Loans and Contingencies		10,03,14,46,408		9,02,86,48,212	
			20,10,57,94,604	18,10,01,98,212	
Grants Received	1.3				35,27,74,29,108
LOAN FUNDS:	1.2				54,07,13,174
A. SECURED LOANS			0	0	
B. GOVERNMENT LOANS			0	0	
C. UNSECURED LOANS			0	0	
DEFERRED TAX LIABILITY:					0
TOTAL SOURCES OF FUNDS			42,75,82,18,324		35,81,81,42,282

**VISAKHAPATNAM PORT AUTHORITY
BALANCE SHEET**

(In Rupees)

	SCH	As at 31st MARCH 2024		As at 31st MARCH 2023	
APPLICATION OF FUNDS:					
A. FIXED CAPITAL ASSETS: (Net Block)	2.1				
a) Land		38,49,00,215	34,84,37,415		
b) Lease hold Land		73,881	73,881		
c) Capital Dredging		4,75,07,66,848	4,77,49,29,596		
d) Building Sheds and Other Structures		2,36,03,69,654	54,79,58,335		
e) Wharves, Roads, Boundaries		2,08,16,39,614	1,99,29,38,000		
f) Floating Craft		38,89,92,068	45,76,39,049		
g) Railway and Rolling Stock		2,01,81,75,906	2,07,97,19,430		
h) Docks, Sea-Walls, Piers, & Navigational: Aids		9,68,65,61,356	9,54,69,34,884		
i) Cranes and Vehicles		3,29,54,723	5,11,54,086		
j) Plant & Machinery		79,97,34,092	80,41,85,203		
k) Installations for Water, Electricity, Telecom. & Fire fighting		37,41,01,004	43,24,70,408	21,03,64,40,287	
B. CAPITAL WORKS IN PROGRESS				3,27,03,90,760	
					24,30,68,31,047
INVESTMENTS:	2.2				
A. INVESTMENTS OF GENERAL RESERVE FUND					
Shares, Debentures or Bonds (N.T)		29,40,00,000	29,40,00,000		
Government or Trust Securities		3,32,06,31,950	3,32,06,31,950		
Other Investments		3,97,03,444	3,97,03,444		
		1,61,96,34,959	1,64,57,86,626	5,30,01,22,020	5,30,01,22,020
CURRENTS ASSETS, LOANS & ADVANCES:	2.3				
A. CURRENT ASSETS					
I. Accrued interest on Investments			39,70,31,443		23,36,79,550
II. Inventories			15,52,21,599		12,10,04,679
III. Sundry Debtors					

**VISAKHAPATNAM PORT AUTHORITY
BALANCE SHEET**

(In Rupees)

	SCH	As at 31st MARCH 2024		As at 31st MARCH 2023	
a) Government Dues		76,34,87,714		1,17,28,95,115	
b) Non Government Dues		3,46,27,92,709	4,22,62,80,423	3,77,07,60,326	4,94,36,55,441
IV. Cash & Bank Balances					
a) Cash Balance on hand		15,24,974		16,54,407	
b) Bank Balances with Scheduled Banks		21,64,67,32,808		15,12,66,04,960	
c) Bank Balances with other Banks		0	21,64,82,57,782	0	15,12,82,59,367
B. LOANS & ADVANCES			26,42,67,91,247		20,42,65,99,037
a) Adv. & Loans to subsidiaries/ Ports / Trusts		1,00,00,000		12,80,00,000	
b) Advances recoverable in cash or in kind for the value to be received		1,45,41,61,544		73,27,44,299	
c) Gratuity Fund		2,06,57,325		1,40,73,221	
d) Balances with Customs, Excise, Income Tax etc.		14,71,19,81,656		11,53,84,20,425	
e) Deposits		12,09,86,374	16,31,77,86,899	12,09,86,374	32,96,08,23,356
			42,74,45,78,146		12,53,42,24,319
LESS: CURRENT LIABILITIES & PROVISIONS:	2.4				
A. CURRENT LIABILITIES:					
I. PROVIDENT, PENSION & GRATUITY FUNDS					
a) Provident Fund		6,39,73,627		11,597	
b) Pension Fund		24,15,06,030		25,61,22,772	
c) Gratuity Fund		0	30,54,79,657	0	25,61,34,369
II. SUNDRY CREDITORS					
a) Creditors for Stores		31,32,31,915		29,91,42,785	
b) Unadjusted Sale proceeds of unclaimed goods		0		0	
c) Unadjusted Sale proceeds of surplus materials		0	31,32,31,915	0	29,91,42,785

**VISAKHAPATNAM PORT AUTHORITY
BALANCE SHEET**

(In Rupees)

	SCH	As at 31st MARCH 2024		As at 31st MARCH 2023	
III. MISCELLANEOUS CREDITORS & CREDIT BALANCES					
a) Demurrage/Wagon Hire charges payable to Railways		22,98,39,688		32,72,89,831	
b) Statutory Payments		3,43,53,65,672		2,96,16,00,337	
c) Liability towards Capital Expenses		2,12,72,455		2,12,72,455	
d) Others		1,04,60,48,945		1,48,03,18,155	
e) Deposits from Merchants, Contractors & Others		2,81,88,79,237	7,55,14,05,997	2,88,50,54,270	7,67,55,35,048
IV. ADVANCE PAYMENTS & UN EXPIRED DISCOUNTS			8,72,98,05,162		8,39,13,11,134
for the portion for which value has still to be given					
V. OTHER LIABILITIES			3,92,95,06,473		2,75,34,05,358
VI. INTEREST ACCRUED BUT NOT DUE ON LOANS			35,01,04,838		35,01,04,838
B. PROVISIONS:			21,17,95,34,042		19,72,56,33,532
a) Provision for Taxation		11,01,67,06,924		7,44,96,63,129	
NET CURRENT ASSETS			11,01,67,06,924		7,44,96,63,129
DEFERRED TAX ASSET:					
TOTAL APPLICATION OF FUNDS	1.4				
			32,19,62,40,966		27,17,52,96,661
			10,54,83,37,180		5,78,55,26,695
			70,02,78,547		42,56,62,520
			42,75,82,18,324		35,81,81,42,282

Sd/-
FA&CAO

Sd/-
CHAIRPERSON

SCHEDULE - 1.1

VISAKHAPATNAM PORT AUTHORITY
RESERVES AND SURPLUSES

Schedules to Balance Sheet

	Revenue Reserves				Statutory Reserves	
	Capital Reserve	General Reserve Fund	Employees' Family Security Scheme	Employees' Welfare Fund	Capital Assets Replacement Reserve	Reserve for Development, Repayment of Loans & Contingencies
Opening Balance as on 01.04.2023	10,19,50,87,230	6,88,64,68,090	9,56,75,576	0	9,07,15,50,000	9,02,86,48,212
ADD:						
1. (a) Contribution from Revenue A/c	0	0	27,85,042	0	1,00,27,98,196	1,00,27,98,196
(b) Additional Depreciation	0	0	0	0	0	0
2. Transfer from Revenue A/c	4,67,93,293	5,19,02,79,972	0	0	0	0
3. (a) Transfer from Other Reserves	-	0	0	0	0	0
(b) General Reserve Fund	0	0	3,00,000	25,00,000	0	0
4. Other Transfers	0	0	0	0	0	0
	10,24,18,80,523	12,07,67,48,062	9,87,60,618	25,00,000	10,07,43,48,196	10,03,14,46,408
LESS:						
1. Transfer from Reserves						
a) Net Deficit	0	0	0	0	0	0
b) Transfer to Capital Reserve	0	0	0	0	0	0
c) Repayment of Loans	0	0	0	0	0	0
d) Transfer to Statutory Reserves	0	0	0	0	0	0
2. Other Transfers						
a) Transfer to Family Security Scheme and Welfare fund	0	28,00,000	0	0	0	0
3. Expenditure during the year	0	0	17,83,251	25,00,000	0	0
Closing Balance as on 31.03.2024	10,24,18,80,523	12,07,39,48,062	9,69,77,367	0	10,07,43,48,196	10,03,14,46,408

Sd/-
FA&CAO

Schedules to Balance Sheet

VISAKHAPATNAM PORT AUTHORITY

SCHEDULE - 1.2

LOAN FUNDS

(In Rupees)

	Secured Loans	
	Loans & Advances	Funds provided by Govt. of India
Balance as on 1-04-2023	0	0
Received during the year	0	0
Payments during the year	0	0
Balance as on 31.03.2024	0	0

Schedules to Balance Sheet

SCHEDULE - 1.3

GRANTS RECEIVED

Particulars	Grants Received	
Cruise Terminal		
1) Grant received during the F Y 2018-19	0	
2) Grant received during the F Y 2022-23	0	
Interest earned upto FY 2018-22	0	
Less: Interest paid on upspent Grant to the Govt.	0	0
Fishing Harbour Terminal		
1) Grant received during the FY 2021-22	22,92,99,300	
Interest earned during the FY 2022-23	1,03,18,468	
Interest earned during the FY 2023-24	0	
Balance as on 31.03.2024		23,96,17,768

Schedules to Balance Sheet

SCHEDULE - 1.4

DEFERRED TAX

	AS AT 31st MARCH 2024	AS AT 31st MARCH 2023
Deferred Tax Liabilities - Opening Balance:		
Timing difference on account of Depreciation	39,00,29,930	35,97,90,231
Less/Add:Upfront amortisation DTL	53,12,78,328	55,60,59,999
Less: Timing difference on account of sums payable as employer u/s 43(B) of IT Act, 1961	1,34,69,70,778	1,13,19,49,233
Deferred Tax Liability / (Asset)	-42,56,62,520	-21,60,99,003
Timing difference on account of Depreciation DTL	312709897	390029930
Add:Upfront amortisation DTL	506428762	531278328
Less: Timing difference on account of sums payable as employer u/s 43(B) of IT Act, 1961 DTA	1519417206	1346970778
Deferred Tax Liability / (Asset) Closing balance	-70,02,78,547	-42,56,62,520
Net Deferred Tax charged to P&L Account	-27,46,16,027	-20,95,63,517

Sd/-
FA&CAO

SCHEDULE - 2.1

VISAKHAPATNAM PORT AUTHORITY
FIXED CAPITAL ASSETS

Schedules to Balance Sheet

	Asset class	Gross Block						Depreciation				Net Block	
		As on 1st April 2023	Additions	Deletions	As on 31st March 2024	As on 1st April 2023	Depreciation during the year	Depreciation adjustment	Depreciation as on 31/3/2024	As at 1st April 2023	As at 1st April 2024		
												(In Rupees)	
1	Land	34,84,37,415	4,63,18,800	98,56,000	38,49,00,215	0	0	0	0	34,84,37,415	38,49,00,215		
	Lease hold Land	73,881	0	0	73,881	0	0	0	0	73,881	73,881		
2	Capital Dredging	5,58,49,20,042	3,02,10,017	0	5,61,51,30,059	80,99,90,446	5,43,72,764	0	86,43,63,210	4,77,49,29,596	4,75,07,66,848		
3	Buildings Sheds and Other Structures	1,03,53,00,626	1,88,12,34,685	1,56,51,974	2,90,08,83,337	48,73,42,291	5,59,01,761	27,30,370	54,05,13,682	54,79,58,335	2,36,03,69,654		
4	Wharves, Roads, Boundaries	2,86,56,23,184	16,95,10,032	1,08,21,365	3,02,43,11,850	87,26,85,184	7,00,07,409	20,357	94,26,72,236	1,99,29,38,000	2,08,16,39,614		
5	Floating Craft	2,11,57,60,777	0	21,35,77,205	1,90,21,83,572	1,65,81,21,728	6,86,06,350	21,35,36,575	1,51,31,91,504	45,76,39,049	38,89,92,068		
6	Railway and Rolling Stock	3,15,36,96,329	1,97,11,944	0	3,17,34,08,272	1,07,39,76,899	8,12,55,468	0	1,15,52,32,367	2,07,97,19,430	2,01,81,75,906		
7	Docks, Sea-Walls, Piers, and Navigational Aids	11,22,80,41,279	1,11,39,37,257	82,18,15,216	11,52,01,63,319	1,68,11,06,395	15,54,38,203	29,42,635	1,83,36,01,963	9,54,69,34,884	9,68,65,61,356		
8	Cranes and Vehicles	48,61,31,350	0	27,76,86,879	20,84,44,470	43,49,77,264	77,41,968	26,72,29,484	17,54,89,747	5,11,54,086	3,29,54,723		
9	Plant & Machinery	1,87,61,80,803	5,29,05,065	0	1,92,90,85,868	1,07,19,95,600	5,73,56,175	0	1,12,93,51,776	80,41,85,203	79,97,34,092		
10	Installations for Water, Electricity, Telecom. & Fire Fighting	1,79,69,71,820	4,67,81,439	4,15,25,972	1,80,22,27,287	1,36,45,01,412	6,36,24,870	0	1,42,81,26,283	43,24,70,408	37,41,01,004		
	TOTAL	30,49,11,37,506	3,36,06,09,238	1,39,09,34,611	32,46,08,12,131	9,45,46,97,219	61,43,04,970	48,64,59,422	9,58,25,42,768	21,03,64,40,287	22,87,82,69,363		
11	Capital Works in progress	3,27,03,90,760	3,27,16,70,169	3,18,46,98,047	3,35,73,62,883					3,27,03,90,760	3,35,73,62,883		
	TOTAL FIXED CAPITAL ASSETS	33,76,15,28,266	6,63,22,79,407	4,57,56,32,657	35,81,81,75,016					24,30,68,31,047	26,23,56,32,245		

Sd/-
FA&CAO

INVESTMENTS

(In Rupees)

	As at 31st MARCH 2024		As at 31st MARCH 2023	
	COST VALUE	FACE VALUE	COST VALUE	FACE VALUE
Non Treadable Investments				
A. GENERAL RESERVE				
CURRENT INVESTMENTS				
LONG TERM INVESTMENTS:				
1. Government or Trust Securities NT				
2. Shares, Debentures or Bonds (N.T)				
VPRCL SHARES	18,60,00,000	18,60,00,000	18,60,00,000	18,60,00,000
SETHU SAMUDRAM CORP LTD	30,00,00,000	30,00,00,000	30,00,00,000	30,00,00,000
Provision made for diminution SETHU SAMUDRAM CORP LTD	-30,00,00,000	-30,00,00,000	-30,00,00,000	-30,00,00,000
INDIAN PORT RAIL CORPORATION	10,80,00,000	10,80,00,000	10,80,00,000	10,80,00,000
TOTAL (A)	29,40,00,000	29,40,00,000	29,40,00,000	29,40,00,000
B. STATUTORY RESERVES				
CURRENT INVESTMENTS				
LONG TERM INVESTMENTS:				
1. Government or Trust Securities				
CG 2034 @ 7.50% (N.T)	2,01,70,333	2,00,00,000	2,01,70,333	2,00,00,000
CG 2035 @ 7.40% (N.T)	1,95,33,111	2,00,00,000	1,95,33,111	2,00,00,000
TOTAL (1)	3,97,03,444	4,00,00,000	3,97,03,444	4,00,00,000
2. Shares, Debentures or Bonds				
DCI Shares 5451710 Shares@10/-face	2,78,03,72,100	5,45,17,100	2,78,03,72,100	5,45,17,100
Visakhapatnam Port logistics park ltd	54,02,59,850	54,02,59,850	54,02,59,850	54,02,59,850
TOTAL (2)	3,32,06,31,950	59,47,76,950	3,32,06,31,950	59,47,76,950
TOTAL (B = 1+2)	3,36,03,35,394	63,47,76,950	3,36,03,35,394	63,47,76,950
TOTAL(A+B)	3,65,43,35,394	92,87,76,950	3,65,43,35,394	92,87,76,950

Schedules to Balance Sheet

VISAKHAPATNAM PORT AUTHORITY

SCHEDULE - 2.2

INVESTMENTS

(In Rupees)

	As at 31st MARCH 2024		As at 31st MARCH 2023	
	COST VALUE	FACE VALUE	COST VALUE	FACE VALUE
C. Other Funds				
LIC of India under Group Leave Encashment Scheme	1,55,92,58,715	1,15,48,46,973	1,44,34,95,907	1,15,48,46,973
Bajaj Allianz under Group Leave Encashment Scheme	11,11,180	4,27,36,924	5,08,96,049	4,27,36,924
Bajaj Allianz under Family Security Scheme	21,87,952	7,91,97,513	9,82,10,631	7,91,97,513
SBI LIFE under Group Leave Encashment Scheme	5,70,77,112	4,99,89,482	5,31,84,040	4,99,89,482
TOTAL (C)	1,61,96,34,959	1,32,67,70,892	1,64,57,86,626	1,32,67,70,892
TOTAL INVESTMENTS: (A+B+C)	5,27,39,70,353	2,25,55,47,842	5,30,01,22,020	2,25,55,47,842

N.T - Non Tradeable

T - Tradeable: Market Value as on 28.03.2024 is Rs.683.00 per share

Sd/-
FA&CAO

Schedules to Balance Sheet

VISAKHAPATNAM PORT AUTHORITY
CURRENT ASSETS, LOANS & ADVANCES

SCHEDULE - 2.3

(In Rupees)

	As at 31st MARCH 2024		As at 31st MARCH 2023	
CURRENT ASSETS				
i. Accrued Interest on Investments		39,70,31,443		23,36,79,550
ii. Inventories				
Service Stock & Spares				
Inventories held for less than 2 years	15,32,51,856		12,02,41,493	
Inventories held for more than 2 years but less than 3 years	11,89,357		3,74,616	
Inventories held for more than 3 years but less than 10 years	1,11,629		3,82,524	
Inventories held for more than 10 years but less than 15 years	7,26,437		74,100	
Inventories held for more than 15 years	0		0	
	15,52,79,279		12,10,72,733	
less: Depreciation on Non-moving Inventories	57,680	15,52,21,599	68,054	12,10,04,679
iii. Sundry Debtors				
a) Debts Considered good but not secured:				
a. Cargo related dues	17,68,06,725		31,62,27,422	
b. Vessel related dues	70,44,673		23,81,543	
c. Estate dues	3,74,42,86,462		4,24,90,04,916	
d. Railway dues	16,61,65,638		25,11,84,877	
e. Fishing Harbour dues	8,90,86,508		8,09,78,816	
f. Other misc. dues	4,28,90,417		4,38,77,867	
		4,22,62,80,423		4,94,36,55,441
b) Debts Considered doubtful or Bad:				
a. Cargo related dues	2,29,27,786		2,29,27,786	
b. Vessel related dues	2,377		2,377	
c. Estate dues	42,59,566		42,59,566	
d. Railway dues	4,08,79,049		4,08,79,049	
e. Fishing Harbour dues	50,26,643	7,30,95,421	50,26,643	7,30,95,421
		4,29,93,75,844		5,01,67,50,862
less: Provision for Doubtful Debts		7,30,95,421		7,30,95,421
		4,22,62,80,423		4,94,36,55,441
iv. Cash & Bank Balances				
a. Cash on hand		15,24,974		16,54,407
b. Balance at Banks:				

Schedules to Balance Sheet

VISAKHAPATNAM PORT AUTHORITY
CURRENT ASSETS, LOANS & ADVANCES

SCHEDULE - 2.3

(In Rupees)

	As at 31st MARCH 2024		As at 31st MARCH 2023	
c. In Current/Savings Bank Accounts:				
Andhra Bank - Port Branch	2,09,12,043		59,74,947	
Canara Bank	3,712		5,453	
State Bank of India - Surya Bagh Branch	1,03,471		1,00,642	
State Bank of India - Main Branch (Escrow A/c)	17,66,328		17,19,333	
State Bank of India - Port Branch	9,35,08,016		4,39,25,088	
SBI Imprest	1,49,417		29,807	
IDBI-PCS(O)-15010300	1,57,30,067		4,48,26,702	
HDFC-PCS A/c(O)-5003	0		44,40,898	
SBI- RFID	6,03,267		25,214	
ICICI-PCS A/c(I)-600	1,31,77,306		1,73,27,777	
Misc. Banks	10,91,47,099		15,49,615	
		25,51,00,726		11,99,25,476
d. In Deposits Accounts (TDR A/c & CLTD A/c):				
Union Bank of India(Andhra Bank)	1,16,00,00,000		81,00,00,000	
Canara Bank	5,89,00,00,000		1,15,00,00,000	
LIC OF INDIA	7,77,91,32,082		7,18,41,79,384	
State Bank of India - Port Branch	3,37,25,00,000		4,91,25,00,000	
Punjab National Bank Vskp Main Bran	24,00,00,000		85,00,00,100	
BANK OF MAHARASTRA, DABAG	1,25,00,00,000		0	
Indian Bank	82,00,00,000		10,00,00,000	
UCO BANK	88,00,00,000		0	
		21,39,16,32,082		15,00,66,79,484
		21,64,82,57,782		15,12,82,59,367
TOTAL CURRENT ASSETS		26,42,67,91,247		20,42,65,99,037
LOANS & ADVANCES *				
1. Advances & Loans to subsidiaries/ Ports / Trusts				
Intercompany Loan	0		12,40,00,000	
Sub-ordinate Loan to Visakhapatnam Port Road Co. Ltd.	1,00,00,000		40,00,000	
		1,00,00,000		12,80,00,000

VISAKHAPATNAM PORT AUTHORITY
CURRENT ASSETS, LOANS & ADVANCES

(In Rupees)

	As at 31st MARCH 2024		As at 31st MARCH 2023	
2. Advances recoverable in cash or in kind or the value to be received				
Advances for Contract Works	75,76,57,798		40,35,93,271	
Advances for Purchases - Stores	8,68,46,740		7,76,20,764	
Computer Advances	1,27,237		8,09,432	
House Building Advances	4,32,407		4,96,429	
Motor Car/Cycle Advances	2,25,999		2,58,496	
Travel/LTC Advances	55,84,726		56,00,795	
Gratuity Fund	2,06,57,325		1,40,73,221	
Provident Fund	0		0	
Others	60,38,91,035		24,49,69,511	
		1,47,54,23,268		74,74,21,919
less: Provision for Doubtful Advances		6,04,399		6,04,399
		1,47,48,18,869		74,68,17,520
3. Balances with Customs, Excise, Income Tax etc.				
Voluntary deposit with Telecommunication Dept.	30,550		30,550	
Income Tax - TDS & Advance Tax	14,71,19,51,106		11,53,83,89,875	
		14,71,19,81,656		11,53,84,20,425
4. Deposits				
Deposits with APTRANSCO.	6,74,92,714		6,74,92,714	
Deposits with GVMC.	5,34,93,660		5,34,93,660	
		12,09,86,374		12,09,86,374
* Loans and Advances considered as good and unsecured.				
TOTAL LOANS & ADVANCES		16,31,77,86,899		12,53,42,24,319

Sd/-
FA&CAO

Schedules to Balance Sheet

VISAKHAPATNAM PORT AUTHORITY
CURRENT LIABILITIES AND PROVISIONS

SCHEDULE - 2.4

(In Rupees)

	As at 31st MARCH 2024		As at 31st MARCH 2023	
I. PROVIDENT, PENSION & GRATUITY FUNDS				
a) Provident Fund	6,39,73,627		11,597	
b) Pension Fund	24,15,06,030		25,61,22,772	
c) Gratuity Fund	0		0	
		30,54,79,657		25,61,34,369
II. SUNDRY CREDITORS				
a) Creditors for Stores	31,32,31,915		29,91,42,785	
b) Unadjusted Sale proceeds of surplus materials	0		0	
		31,32,31,915		29,91,42,785
III. MISCELLANEOUS CREDITORS & CREDIT BALANCES				
a) Demurrage/Wagon Hire charges payable to Railways	22,98,39,688		32,72,89,831	
b) Statutory Payments	3,43,53,65,672		2,96,16,00,337	
c) Liability towards Capital Expenses	2,12,72,455		2,12,72,455	
d) Others	1,04,60,48,946		1,48,03,18,155	
e) Deposits from Merchants, Contractors & Others	2,81,88,79,237		2,88,50,54,270	
		7,55,14,05,998		7,67,55,35,048
IV. ADVANCE PAYMENTS & UN EXPIRED DISCOUNTS for the portion for which value has still to be given				
a) Prepaid Income	64,16,32,289		28,46,01,132	
b) Up-front Premium to be amortised	8,08,81,72,873		8,10,67,10,002	
		8,72,98,05,162		8,39,13,11,134
V. OTHER LIABILITIES		3,92,95,06,473		2,75,34,05,358
VI. INTEREST ACCRUED BUT NOT DUE ON LOANS		35,01,04,838		35,01,04,838
TOTAL CURRENT LIABILITIES		21,17,95,34,044		19,72,56,33,532
B. PROVISIONS:				
I) Provision for Taxation	11,01,67,06,924		7,44,96,63,129	
II) Other provisions	0		0	
TOTAL PROVISIONS		11,01,67,06,924		7,44,96,63,129
TOTAL CURRENT LIABILITIES & PROVISIONS		32,19,62,40,968		27,17,52,96,661

Sd/-
FA&CAO

VISAKHAPATNAM PORT AUTHORITY
PROFIT AND LOSS ACCOUNT

(In Rupees)

PARTICULARS	Sch	FOR THE PERIOD ENDING	
		31st MARCH 2024	31st MARCH 2023
INCOME :			
Cargo Handling & Storage Charges	R.1	7,27,16,28,921	6,47,56,58,087
Port & Dock Charges	R.2	9,28,27,32,106	6,83,65,53,976
Railway Earnings	R.3	1,73,11,11,046	1,55,95,44,206
Estate Rentals	R.4	2,46,20,33,848	2,39,68,45,891
TOTAL OPERATING INCOME		20,74,75,05,921	17,26,86,02,160
EXPENDITURE :			
Cargo Handling & Storage	R.5	1,73,06,74,724	1,80,13,52,169
Port & Dock Facilities	R.6	1,98,67,67,164	1,91,71,95,833
Railway Working	R.7	1,17,57,81,382	1,13,10,14,650
Rentable lands & Buildings	R.8	55,30,63,220	52,23,79,637
Management & General Administrative Expenses	R.9	2,75,78,63,613	2,60,83,96,476
TOTAL OPERATING EXPENDITURE		8,20,41,50,103	7,98,03,38,765
OPERATING SURPLUS :		12,54,33,55,818	9,28,82,63,395
Add: Finance & Miscellaneous Income	R.10	3,59,43,84,168	1,35,68,63,557
Less: Finance & Miscellaneous Expenditure	R.11	5,60,26,42,561	5,33,31,49,462
PROFIT BEFORE TAX		10,53,50,97,425	5,31,19,77,490
Less: Provision for Taxation:			
Previous Years		0	0
Current Year		3,56,70,43,794	1,71,44,58,501
Deferred Tax		-27,46,16,027	-20,95,63,517
PROFIT AFTER TAX		7,24,26,69,657	3,80,70,82,506
Less: Profit on Disposal of Capital Assets transferred to Capital Reserve		4,67,93,293	2,85,000
Amount Available for Appropriations		7,19,58,76,364	3,80,67,97,506
Less: Appropriations			
Fund for Development, Repayment of Loans and Contingencies		1,00,27,98,196	80,46,59,009
Fund for Replacement, Rehabilitation and Modernisation of Capital Assets		1,00,27,98,196	80,46,59,009
TOTAL APPROPRIATIONS		2,00,55,96,392	1,60,93,18,018
BALANCE TRANSFERRED TO GENERAL RESERVE		5,19,02,79,972	2,19,74,79,488

Sd/-
FA&CAO

Sd/-
CHAIRPERSON

VISAKHAPATNAM PORT AUTHORITY
SCHEDULES TO PROFIT AND LOSS ACCOUNT

(In Rupees)

	FOR THE PERIOD ENDING	
	31st MARCH 2024	31st MARCH 2023
SCHEDULE - R.1		
CARGO HANDLING & STORAGE CHARGES:		
Handling & Storage charges on General Cargo	3,67,27,97,317	3,32,96,44,424
Storage of goods in Ware Houses	3,44,90,620	2,84,25,966
Cranage	17,20,309	27,25,773
Handling of POL Oils & Lubricants	1,45,54,06,880	1,14,33,48,258
Demurrage fees on General Cargo	5,48,78,777	10,31,22,880
Royalties from BOT Contracts	1,84,10,48,288	1,72,29,79,233
Miscellaneous Charges	21,12,86,730	14,54,11,553
TOTAL	7,27,16,28,921	6,47,56,58,087
SCHEDULE - R.2		
PORT & DOCK CHARGES:		
Towing and Mooring Fees	7,97,06,510	7,84,67,630
Dock Dues	1,84,91,38,989	1,38,77,53,123
Port Dues	2,42,82,88,102	1,96,33,84,857
Pilotage Fees	4,83,79,69,537	3,32,47,86,718
Dry - Docking charges	3,76,78,833	2,91,70,969
Water supply to shipping	49,00,650	56,66,079
Salvage and Under Water Repairs	69,65,704	78,72,305
Miscellaneous Charges	3,80,83,781	3,94,52,295
TOTAL	9,28,27,32,106	6,83,65,53,976
SCHEDULE - R.3		
RAILWAY EARNINGS:		
Wagon Hire & Haulage Charges	24,98,95,195	24,93,42,429
Siding Charges	31,82,60,880	35,05,11,420
Terminal Charges	92,49,10,468	79,37,81,502
Miscellaneous Charges	23,80,44,503	16,59,08,855
TOTAL	1,73,11,11,046	1,55,95,44,206

VISAKHAPATNAM PORT AUTHORITY
SCHEDULES TO PROFIT AND LOSS ACCOUNT

(In Rupees)

	FOR THE PERIOD ENDING	
	31st MARCH 2024	31st MARCH 2023
SCHEDULE - R.4	-	-
ESTATE RENTALS:		
Rent from Lands	2,31,37,62,406	2,23,78,51,689
Rent on Storage Sheds	0	12,550
Rent from accommodation provided for outside offices	1,05,36,674	1,05,18,838
Kalavani Auditorium	40,64,534	1,10,61,403
Rent from Port Trust quarters	16,83,872	19,57,759
Recoverable Charges	11,42,11,733	10,11,71,357
Miscellaneous Income	1,77,74,629	3,42,72,295
TOTAL	2,46,20,33,848	2,39,68,45,891
SCHEDULE - R.5		
CARGO HANDLING & STORAGE :		
Handling and Storage of General Cargo at Sheds and Wharves	1,42,36,38,643	1,51,38,62,893
Warehousing	0	0
Operation and Maintenance of OSTT	1,39,02,550	2,06,73,994
Operation and Maintenance of Lighters and Barges	0	0
Operation and Maintenance of Wharf Cranes & Crane Vessels	2,08,82,578	1,97,59,988
Expenditure on General facilities at Docks	2,67,95,117	2,94,01,855
Administration & General Expenses	18,40,83,464	17,71,90,183
New Minor Works	0	0
Depreciation	6,13,72,372	4,04,63,256
TOTAL	1,73,06,74,724	1,80,13,52,169
SCHEDULE - R.6		
PORT & DOCK FACILITIES:		
Towing, Berthing and Mooring	71,11,53,183	59,42,99,846
Pilotage	47,24,76,829	42,59,98,568
Dry Docking Expenses	3,29,77,886	3,53,81,649
Water Supply to Shipping	76,82,931	72,07,258
Fire Fighting	7,83,69,919	7,38,99,209
Dredging and Marine Survey	26,87,46,022	33,36,25,144
Operation & Maint. of Navigational aids	1,63,20,904	1,60,75,251
Salvage & Under-water repairs	6,40,979	2,15,035
Maintenance of Docks & Harbour Walls, Marine Structures etc.	1,18,85,283	1,34,37,518
Administration & General Expenses	6,00,95,263	10,87,94,644
New Minor Works	0	0
Depreciation	32,64,17,965	30,82,61,711
TOTAL	1,98,67,67,164	1,91,71,95,833

VISAKHAPATNAM PORT AUTHORITY
SCHEDULES TO PROFIT AND LOSS ACCOUNT

(In Rupees)

	FOR THE PERIOD ENDING	
	31st MARCH 2024	31st MARCH 2023
SCHEDULE - R.7		
RAILWAY WORKING:		
Operation & Maintenance of Locomotives, Wagons etc.	33,24,70,424	37,91,13,620
Maintenance of Permanent Way Signals & Inter-locking	18,43,02,468	19,30,44,701
Operation, Maint. & Admn. expenses of Stations, Yards and Sidings	0	0
Administration & General Expenses	57,51,06,128	53,38,09,926
New Minor Works	0	0
Depreciation	8,39,02,362	2,50,46,403
TOTAL	1,17,57,81,382	1,13,10,14,650
SCHEDULE - R.8		
RENTABLE LANDS & BUILDINGS:		
Estate Maintenance	44,19,66,630	43,56,54,809
Land repairs and reclamation	37,57,145	23,03,656
Administration & General Expenses	0	0
New Minor Works	0	0
Depreciation	10,73,39,445	8,44,21,172
TOTAL	55,30,63,220	52,23,79,637
SCHEDULE - R.9		
MANAGEMENT & GENERAL ADMINISTRATION:		
Management & Secretarial Expenses	24,16,72,856	16,29,15,316
Port Security (C.I.S.F)	48,45,48,480	53,11,95,046
Legal Expenses	1,68,32,290	49,56,011
Labour and Welfare Expenses	6,59,34,502	2,41,98,538
Research and Planning Cell	9,49,60,870	7,30,81,762
Medical Expenses	54,23,25,439	47,20,74,035
Store Keeping	7,25,95,165	6,67,38,732
Accounting and Auditing	17,20,42,518	20,17,64,984
Expenditure on Head Office Building	0	0
Telephones	99,13,514	1,07,59,280
Engineering & Workshop Administration Overheads	95,51,09,196	82,01,58,052
Sundry Expenses	6,96,18,949	19,32,62,494
Depreciation	3,23,09,834	4,72,92,226
TOTAL	2,75,78,63,613	2,60,83,96,476

VISAKHAPATNAM PORT AUTHORITY
SCHEDULES TO PROFIT AND LOSS ACCOUNT

(In Rupees)

	FOR THE PERIOD ENDING	
	31st MARCH 2024	31st MARCH 2023
SCHEDULE - R.10		
FINANCE & MISCELLANEOUS INCOME:		
Interest on Fixed Deposits & Cash Balances	1,52,64,91,306	98,84,01,492
Interest on Revenue Account	3,08,38,943	4,41,75,858
Interest on Deposit Account	32,92,139	36,45,527
Interest on Income Tax Refunds	1,27,33,09,861	7,38,32,136
Hire of plant other than for cargo handling	0	0
Miscellaneous Income	55,18,48,608	8,61,90,510
RFID Income	3,85,57,863	6,87,01,022
Sundry Receipts	3,56,05,674	1,10,28,945
Coin adjustment	0	41,624
Profit on Disposal of Capital Assets	4,67,93,293	2,85,000
Centage Charges	33,929	62,010
Sale of Tender documents	12,98,112	15,77,312
Stores Adjustments (Excesses)	3,35,44,257	1,33,02,577
Items relating to previous year	5,27,70,183	6,56,19,544
TOTAL	3,59,43,84,168	1,35,68,63,557

VISAKHAPATNAM PORT AUTHORITY
SCHEDULES TO PROFIT AND LOSS ACCOUNT

(In Rupees)

	FOR THE PERIOD ENDING	
	31st MARCH 2024	31st MARCH 2023
SCHEDULE - R.11		
FINANCE & MISCELLANEOUS EXPENDITURE:		
Bank Charges	3,80,413	1,05,783
INTEREST PAYABLE ON :		
i) Loans from Government	0	0
ii) Loans from Other agencies	0	0
ii) Interest on Others	0	15,75,820
Coin adjustment	35,520	0
Bad Debts written off	0	96,02,814
Provision for Bad and Doubtful debts	0	0
Provision for anticipated reduction in investment	0	0
Property Tax	93,59,01,545	71,73,67,091
Expenses on IT appeals etc	40,000	12,000
Loss on Disposal of Capital Assets	1,80,606	62,64,376
Stores Adjustments	0	593
Loss from external product price differences	1,03,81,262	6,87,00,947
Survival benefits pa	0	0
i) Contribution to Retirement Gratuities	19,72,56,533	20,12,00,000
Gratuity Expenditure	1,20,15,606	1,16,82,693
ii) V.R.Scheme Ex-gratia payment	11,88,94,999	13,31,84,153
Covid Ex-gratia payment	4,00,00,000	0
iii) a) Pension Payments	3,28,36,71,607	3,17,81,22,377
b) Contribution to New Pension (Tier-I) Scheme	6,55,88,212	6,92,01,139
c) Contribution to pension fund	57,83,00,000	56,36,00,000
d) Commutation of Pension	18,17,58,249	25,92,43,978
Contribution to Corporate Social Responsibility Fund	11,42,12,475	8,26,69,168
Miscellaneous Expdr	6,38,95,090	0
Prior period expenses	1,30,444	3,06,16,530
TOTAL	5,60,26,42,561	5,33,31,49,462

Sd/-
FA&CAO

VISAKHAPATNAM PORT AUTHORITY
ADDITIONAL SCHEDULE TO PROFIT AND LOSS ACCOUNT
TOTAL EXPENDITURE (INCLUDING FINANCE AND MISC. EXPENSES) (In Rupees)

	FOR THE PERIOD ENDING	
	31st MARCH 2024	31st MARCH 2023
A. PAYMENTS TO AND PROVISIONS FOR EMPLOYEES :		
1. SALARIES, WAGES & BONUS ETC.		
i. Salaries and wages	3,83,24,45,240	3,83,95,39,724
ii. Bonus	2,60,47,846	5,45,00,941
	3,85,84,93,086	3,89,40,40,665
2. CONTRIBUTION TO PROVIDENT AND OTHER FUNDS		
i. Contribution to Pension fund	57,83,00,000	56,36,00,000
ii. Pension payments including commutation of pension	3,51,45,20,368	3,48,77,58,008
iii. Pool Kalasi EPF VPT& CHD Contrib	1,64,97,700	1,88,09,487
	4,10,93,18,068	4,07,01,67,495
3. GRATUITY	20,92,72,139	21,28,82,693
4. WORKMEN AND STAFF WELFARE EXPENSES		
i. Leave Travel Expenses	13,35,481	20,28,876
ii. Medical Reimbursement Expenses	23,80,03,720	20,30,44,849
iii. Nutrition to inpatients	2,32,502	1,51,813
iv. Stores (Medicines)	6,90,45,906	7,83,01,822
v. Stores (Surgical)	4,63,095	47,13,311
vi. Payments under workmen compensation Act.	0	10,06,740
vii. Scholarships, Prizes and awards	54,570	79,161
viii. VR scheme Ex-gratia Payments	11,88,94,999	13,31,84,153
ix. Exgratia on Covid 19	4,00,00,000	0
	46,80,30,273	42,25,10,725
TOTAL (A)	8,64,51,13,566	8,59,96,01,578
B. OPERATING EXPENSES :		
1. CONSUMPTION OF STORES ON SPARE PARTS ETC.	17,78,00,993	9,12,21,449
2. REPAIRS TO PLANT AND MACHINERY (MECH)	32,82,60,833	27,38,11,270
3. REPAIRS TO BUILDINGS AND CIVIL STRUCTURES	28,69,66,156	35,22,29,544
4. OTHER REPAIRS		
i. Special Repairs	0	0
i. Special Repairs Covered by Estimates	2,90,24,547	6,40,68,339
ii. Office machine Hire & service charges	6,70,06,490	5,63,71,649
	9,60,31,037	12,04,39,988
5. STORES CONSUMED		
i. Stores General	3,61,47,294	3,28,10,465
	3,61,47,294	3,28,10,465

VISAKHAPATNAM PORT AUTHORITY
ADDITIONAL SCHEDULE TO PROFIT AND LOSS ACCOUNT
TOTAL EXPENDITURE (INCLUDING FINANCE AND MISC. EXPENSES) (In Rupees)

	FOR THE PERIOD ENDING	
	31st MARCH 2024	31st MARCH 2023
6. POWER, FUEL, LUBRICANTS ETC.		
i. Stores (Operational)	49,01,87,342	47,40,93,430
ii. Electric Power	11,54,37,920	8,79,67,302
	60,56,25,262	56,20,60,732
7. NEW MINOR WORKS	0	0
8. OTHER OPERATIONAL EXPENSES		
i. Damages & Deficiencies payable to Railways	4,35,21,037	3,34,21,722
ii. Wagon hire charges	0	0
iii. Hire charges for floating crafts	3,53,52,968	2,51,69,691
iv. Hire charges for vehicles	12,73,11,056	7,26,39,986
v. Hire charges for Pvt. Tugs	26,95,65,089	23,34,92,382
vi. Handling charges	28,61,55,766	36,36,60,587
vii. Sundry expenses Operational	3,86,06,345	1,39,43,120
viii. Security Charges	48,25,46,480	48,93,18,206
ix. Private Security	2,91,13,904	1,60,69,319
x. Dredging Charges	20,89,94,826	26,83,19,916
xi. Depreciation	61,13,41,978	50,54,84,768
	2,13,25,09,449	2,02,15,19,696
TOTAL (B)	3,66,33,41,023	3,45,40,93,143
C. GENERAL EXPENSES:		
i. Rent, Rates and Taxes	1,98,933	9,62,798
ii. Audit Fees	62,53,638	58,91,500
iii. Water Charges	3,70,98,110	4,47,84,791
iv. Communication Expenses	1,90,142	2,76,710
v. Insurance	9,37,60,049	10,44,73,227
vi. Traveling Expenses	66,95,250	47,35,245
vii. Furniture and Office Equipment	0	6,283
viii. Miscellaneous Expenses	4,10,98,816	3,81,88,717
xi. Advertisement and Publicity	59,60,647	69,76,884
x. Trustees' Fees	0	0
xi. Entertainment	1,53,60,511	1,05,33,733
xii. Books and Periodicals	6,89,399	1,30,285
xiii. Legal and Professional Charges	9,24,05,735	7,89,63,775
xiv. Printing and Publishing	27,690	1,70,950
xv. Deputation to Training Courses	11,78,610	31,32,899
xvi. License Fees	45,26,214	3,47,245

VISAKHAPATNAM PORT AUTHORITY
ADDITIONAL SCHEDULE TO PROFIT AND LOSS ACCOUNT
TOTAL EXPENDITURE (INCLUDING FINANCE AND MISC. EXPENSES) (In Rupees)

	FOR THE PERIOD ENDING	
	31st MARCH 2024	31st MARCH 2023
xvii. Telephones	44,46,197	52,68,189
xviii. Research and Development	5,68,28,778	2,54,88,568
xix. Subscriptions	0	0
xx. Contributions	64,62,000	1,25,46,586
TOTAL (C)	37,31,80,719	34,28,78,384
D. FINANCE EXPENSES:		
1. INTEREST EXPENSES		
i. Bank Charges	3,80,413	1,05,783
ii. Interest on Government Loans	0	0
iii. Interest on Other Loans	0	15,75,820
	3,80,413	16,81,603
2. PROPERTY TAX	93,59,01,545	71,73,67,091
TOTAL (D)	93,62,81,958	71,90,48,694
E. PROFIT OR LOSS IN RESPECT OF TRANSACTIONS OF KIND NOT USUALLY UNDERTAKEN BY PORT OR UNDER IN CIRCUMSTANCES OF AN EXCEPTIONAL OR NON - RETURNS, IF MATERIAL IN AMOUNT		
i. Bad Debts written off	0	96,02,814
ii. Loss on Disposal of Capital Assets	1,80,606	62,64,376
iii. Stores Adjustments	0	593
iv. Prior Period expenses	1,30,444	3,06,16,530
v. Expenses on Tax Appeals	40,000	12,000
vi. Contribution to Corporate Social Responsibility Fund	11,42,12,475	8,26,69,168
vii. Loss from external product price differences	1,03,81,262	6,87,00,947
viii. Miscellaneous Expdr	6,38,95,090	0
ix. Coin Adjustment	35,520	0
TOTAL (E)	18,88,75,397	19,78,66,427
TOTAL EXPENDITURE	13,80,67,92,665	13,31,34,88,227

Sd/-
FA & CAO

ANNUAL ACCOUNTS 2023-2024

Significant Accounting Policies and Note on Accounts.

(A) ACCOUNTING POLICIES:

1. The Books are maintained under Mercantile System of accounting. The fundamental accounting assumption of going concern and consistency is followed. Revenue is recognized on accrual basis and presented net of (service tax) / GST and rebates/incentives if any.

2. Fixed Capital Assets and Depreciation

All assets are capitalised at original cost

Assets with an expected life of less than 5 years and costing less than Rs.1,00,000/- are treated as revenue assets and charged to revenue expenditure as per the existing directives of the Government.

Depreciation is provided under straight line method.

Depreciation on assets put to use for less than 3 months are provided with nil depreciation and assets put to use for less than 6 months are provided with 50% depreciation and assets in use for more than 6 months are provided 100% depreciation as per the Government guidelines.

Fixed assets are excluded from the financial statements on disposal. The write off of assets are made, as per the provisions of the Major Port Authority, Act 2021

Fixed assets under construction are categorized as Capital works in progress.

Profit or losses on disposal of capital assets are being accounted under Finance & Miscellaneous Income & Finance & Miscellaneous expenditure respectively. Capital Profit arising on disposal, over the original acquisition cost is being transferred to Capital Reserve account.

3. Investments

The Investments for more than a year are classified as Long Term Investments and Investments for a year or less are treated as Current Investments. The Investments are carried in the books of accounts at cost. Provision for diminution in the market value of long term investments is made, if in the opinion of the Board such diminution are permanent in nature.

4. Valuation of Inventory

Inventory of stock items are valued at weighted average method.

5. Income

Revenue arising out of rendering of a service is recognised in proportion to the stage of completion of the service without waiting for its completion. Wharfage charges are leviable on goods entering docks as per notified scale of rates, even if they are not shipped. Accordingly the wharfage income is accounted for. Upfront fee collected on lease of Berths/ Facilities and lands are accounted for as advance income and are being amortized during the lease period as per Billimoria report.

6. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, constructions of assets and are capitalised till the date on which the asset is commissioned. Interest on loans after capitalisation is charged to Revenue on accrual basis.

7. Foreign Currency Transactions

Foreign currency transactions for import of spares and capital equipment are recorded at the exchange rate prevailing on the date of the transaction. Till date the Port does not have any loans in foreign currency for import of spares/capital equipment, nor has it entered into any foreign contracts. As and when such a situation arises, the policy will be framed keeping in view the relevant accounting standards.

Port revenues like vessel related charges etc., which are denominated in US\$, but collected in Indian Rupees using the buying rate notified by the State Bank of India or its subsidiaries or any other Public Sector Bank as on the date of entry of vessel into Port.

8. Taxes on Income

Provision for current tax is made in accordance with the provisions of Income tax act 1961. Pursuant to AS 22, timing differences mainly on account of depreciation and items covered under Sec. 43B of the Income Tax Act, 1961 resulting in Deferred Tax Assets and Liabilities have been recognised in the Accounts duly charging to Profit & Loss Account. Deferred Tax Assets are recognized and carried forward since there is a reasonable certainty of their realisation considering the past record and estimates of future profits.

9. Actuarial Valuation on annual basis is made by LIC for ascertaining the Pension, Gratuity and Leave Encashment liabilities.

B. NOTE ON ACCOUNTS

1. As per Ministry of Shipping, approval vide letter No.SS-28036/18/2016-DCI-Part-VI dt 19.11.2018, VPA Board resolved Vide resolution no. dt 21.2.2019 to acquire 54,51,710 number of equity shares of DCI Ltd from Government of India at a cost of Rs. 278.04 crores and the same has been shown under Long Term Investments under Shares & Debentures at Schedule 2.2

2. Capital Reserve includes Funds provided by the Government of India during 1933 to 1964 as initial Capital.

3. Physical Verification of Fixed Assets is being done quinquennially as per the policy and procedure laid down in this regard. The committee constituted for Physical verification of fixed assets submitted report. Basing on the report, letters were issued to relevant departments for confirmation. On receipt of confirmation from departments, assets which are existing with Zero / one paise value in books and as identified by committee were deleted from Assets master. Regarding other items for which value is existing in books, letters being issued to departments to verify once again and to submit details. On receipt of the same, suitable action will be taken.

4. Physical verification of inventories has been carried out during 2023-24 and negligible discrepancies noticed are of insignificant amount.

5. As per Ministry LR.NO. pgf-15/76 DT 22.9.1976, 3% reserve for Capital Assets replacement and 3% reserve for Development, Repayment of Loans & contingencies on capital employed is to be funded every year to extent of availability of cash.

Description	2023-24
Reserve for Replacement and Modernization of capital asset	Rs. 100.28 Cr
Reserve for Development, Repayment of Loans & contingencies	Rs. 100.28 Cr

6. An amount of Rs.29.91 crores received as grant for Construction of Cruise Berth and an amount of Rs.22.93 Crores was received as grant for Fishing Harbour Terminal. Both grants are fully utilised.

7. VPA as Local Authority U/S 10 (20) of the Income Tax Act 1961 was exempted from income tax liability up to Assessment Year 2002-03 (Financial year 2001-02). With the amendments in Finance Act 2002, exemption as "Local Authority" to Ports was withdrawn from Assessment year 2003-04 (Financial year 2002-03) onwards. Therefore, VPA is liable to pay income tax from the Assessment Year onwards 2003-04. VPA however applied for registration U/S 12 A of IT Act as charitable institution for claiming exemption from IT assessment. Registration certificate U/S 12AA was obtained vide order dated 20.3.2008 retrospectively from Assessment Year 2003-04 onwards. Consequently tax payments made for the assessment years 2003-04 to 2008-09 were refunded except a portion relating to TDS certificates. The details of Assessment Year-wise balance refunds due from IT Department are as below:

Assessment Year	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Refund due (Rs. in crore)	0.19	0.07	0.08	0.04	0.00	5.61

Above amounts are under persuasion with the IT Department for refund. For the Assessment Year 2008-09, IT Department refunded (1.4.2013) Rs.43.99 crore including interest Rs.16.85 crore and interest was credited to P&L Account of 2012-13. Rectification Petition U/S 154 of IT Act was filed for the assessment by IT Dept. for Assessment Year 2008-09 and is under pursuance including balance refund of Rs.5.61 crore.

Due to amendment to Section 2 (15) in the Finance Act, 2008, Ports were not eligible for exemption under section 11 of the IT Act from Assessment Year 2009-10 onwards and VPA was brought into income tax payee with effect from financial year 1 April 2008. The details of tax payments made/TDS claimed, provision made in VPA accounts, tax liability/net refunds claimed as per returns filed and present status of assessments for the Assessment Years 2009-10 to 2023-24 are as below:

(Rs. in crore)

SI No	Particulars	Status of Assessments from time to time
1	Financial Year	2008-09
	Assessment Year	2009-10
	Advance Tax paid & TDS credit	77.72
	Tax provision made in VPA accounts	67.24
	Tax liability as per IT return filed by VPA	54.45
	Refund claimed by VPA as per IT return	23.27
		(a) VPA while filing revised return in March 2010, claimed refund of tax of Rs.23.27 crore.
		(b) After scrutiny and calling several queries, Assessing Officer in its initial assessment computed (December 2011) taxable income as Rs.176.21 crore with tax liability of Rs.70.32 crore and considering, taxes paid/TDS/interests/refunds, ordered net refund of Rs.6.68 crore to VPA.
		(c) Aggrieved by this, Order was contested (30 Jan. 2012) before The Commissioner, IT (CIT)-Appeals, Visakhapatnam. The CIT(Appeals) commenced the hearing in February 2017 and the hearings are in progress.
		(d) VPA filed petition U/s 154 of the IT Act(30.12.2016) for grant of short credit of TDS of Rs.0.72 Crs.
		(e) The CIT(Appeals) vide Din & Order No.ITBA/NFAC/S/250/2023-24/1052849528(1) dt.15.05.2023 has partly allowed the appeal for the order U/s 143(3) of the IT Act and VPA filed petition(07.07.2023) before ITAT, Visakhapatnam Bench and hearings are yet to commence.
		(f) As per (e) above on the CIT(Appeals) which was partly allowed the Dy. CiT vide consequential order dt.15.6.2023 a relief of Rs.31.63 lakhs and a refund of Rs.6.79 Crs was receivable. Earlier a refund of Rs.6.68 Crs was issued

Sl No	Particulars	Status of Assessments from time to time												
		<p>dt.30.12.2011 now the balance refund of Rs.10.74 lakhs was refundable. The interest U/s 244A of Rs.8.86 lakhs was issued bringing the final refund to Rs.19.61 lakhs.</p> <p>(g) VPA received refund of Rs.19.61/- lakhs which includes interest U/s 244A of Rs.8.86 lakhs and the interest was accounted for the year 2023-24. The refund of Rs.19.61 Lakhs was adjusted as demand for the AY 2017-18.</p> <p>(h) VPA filed an appeal before ITAT (Appeals) on 07.07.2023 against the disallowances upheld by the CIT(Appeals) and joint order of ITAT appeal received on 25.03.2024 which was partly allowed.</p>												
2	<table border="1"> <tr> <td data-bbox="261 738 602 803">Financial Year</td> <td data-bbox="602 738 740 803">2009-10</td> </tr> <tr> <td data-bbox="261 803 602 858">Assessment Year</td> <td data-bbox="602 803 740 858">2010-11</td> </tr> <tr> <td data-bbox="261 858 602 945">Advance Tax paid & TDS credit</td> <td data-bbox="602 858 740 945">76.41</td> </tr> <tr> <td data-bbox="261 945 602 1033">Tax provision made in VPA accounts</td> <td data-bbox="602 945 740 1033">37.50</td> </tr> <tr> <td data-bbox="261 1033 602 1120">Tax liability as per IT return filed by VPA</td> <td data-bbox="602 1033 740 1120">25.09</td> </tr> <tr> <td data-bbox="261 1120 602 1207">Refund claimed by VPA as per IT return</td> <td data-bbox="602 1120 740 1207">51.32</td> </tr> </table>	Financial Year	2009-10	Assessment Year	2010-11	Advance Tax paid & TDS credit	76.41	Tax provision made in VPA accounts	37.50	Tax liability as per IT return filed by VPA	25.09	Refund claimed by VPA as per IT return	51.32	<p>(a) VPA while filing revised return in March 2012, claimed refund of tax of Rs.51.32 crore</p> <p>(b) After scrutiny and calling several queries, Assessing Officer computed (Nov. 2012) taxable income as Rs.190.60 crore and arrived tax liability of Rs.58.90 crore. Considering taxes paid/TDS/interests/refunds, ordered VPA to pay balance net tax of Rs.37.02 crore. VPA contested before CIT-Appeals, Visakhapatnam who directed (Jan. 2013) the Assessing Officer to re-compute the taxable income.</p> <p>(c) Assessing Officer while re-assessing (27.5.14), revised the income as Rs.130.15 crore with tax liability of Rs.40.22 crore. Considering tax paid/TDS/interests/refunds, ordered for net refund Rs.26.42 crore to VPA.</p> <p>(d) Subsequently, Asst. Commissioner of Income Tax (ACIT), Circle-1 Visakhapatnam revised (14 May 2015) the income as Rs.135.25 crore with tax liability of Rs.41.79 crore and ordered net refund of Rs.22.48 crore to VPA.</p> <p>(e) IT Dept. refunded (6 April 2016) balance amount Rs.7.54 crore after adjusting additional demand (Rs.14.93 crore) for Assessment year 2013-14.</p> <p>(f) VPA filed petition U/s 154 of the IT Act(25.4.2016) to deduct an amount of Rs.0.89 Crs. from total income on account of Upfront amortization.</p> <p>(g) VPA filed petition U/s 154 of the IT Act(3.1.2017) for grant of short credit of TDS of Rs.9.53 Crs.</p> <p>(h) The CIT(Appeals) vide Order CIT(A), VSP No.0266/12-13/ Addl. CIT/R-1/VSP/2013-14 dt.28.3.2014 has partly allowed the appeal for the order U/s 143(3) of the IT Act and VPA filed(13.6.2014) petition before ITAT, Visakhapatnam Bench and hearings are in progress.</p> <p>(i) The CIT-1, Visakhapatnam has initiated revision of assessment U/s 263 of the IT Act(21.11.2013) directing the A.O. to consider for disallowance U/s 14A a sum of Rs.5.09 Crs and</p>
Financial Year	2009-10													
Assessment Year	2010-11													
Advance Tax paid & TDS credit	76.41													
Tax provision made in VPA accounts	37.50													
Tax liability as per IT return filed by VPA	25.09													
Refund claimed by VPA as per IT return	51.32													

SI No	Particulars	Status of Assessments from time to time
		<p>VPA has appealed the same before ITAT, Visakhapatnam Bench(27.1.2014) and hearings are in progress.</p> <p>(j) While finalising (May 2015) assessments U/s 154 for the AY 2010-11 the IT Dept. Ordered tax refunds including net interest on tax refunds of Rs.4.71 Crs and the same has been recognised as interest income of 2015-16.</p> <p>(k) IT Dept. has shown refund (16 June 2016) of Rs.0.37 Crs being the interest U/s 244A from 14.5.2015 to 31.3.2016 and refund received in June 2017 and the same has been recognised as interest income of 2017-18.</p> <p>(l) As per (i) above on the revision of assessment U/s 263 of the IT Act, the CIT(Appeals) vide Din & Order No.ITBA/NFAC/S/250/2023-24/1052850064(1) dt.15.05.2023 has partly allowed the appeal for the order U/s 143(3) r.w.s. 263 of the IT Act and VPA filed petition(07.07.2023) before ITAT, Visakhapatnam Bench and hearings are yet to commence.</p> <p>(M) As per (l) above on the CIT(Appeals) which was partly allowed the Dy. CIT vide consequential order dt.15.6.2023 a relief of Rs.4.21 lakhs and a refund of Rs.62.14 Crs was refundable and interest U/s 234D was payable of Rs.97.52 lakhs and refund of Rs.61.17 Crs was refundable and interest U/s 244A of Rs.6.07 Crs was refundable bringing the final refund of Rs.67.24 Crs. A refund of Rs.67.22 Crs was earlier issued and now bringing the final refund to Rs.2.60 lakhs.</p> <p>(n) VPA received refund of Rs.2.60/- lakhs for AY 2010-11 and the refund was adjusted for the demand for AY 2017-18.</p> <p>(o) Consequent to Orders of ITAT, Visakhapatnam Order vide ITA No.25/Viz/2014 dt.27.9.2023(against order U/s 263) & ITAT, Visakhapatnam Order vide ITA No.396/Viz/2014 dt.27.9.2023(against order U/s 143(3) dt.30.11.2012 and 29.1.2015 were modified. The Income assessed as per Consequential Order dt.15.6.2023 is Rs.135.20 Crs, the revised total income after considering the relief granted in ITAT vide ITAT vide ITA No.256/Viz/2014 and ITA No.396/Viz/2014 is Rs.86.43 Crs. The taxes payable are Rs.26.70 Crs and after adjusting the TDS, Advance Tax and Regular taxes of Rs.103.92 Crs a refund of Rs.77.21 Crores arose. Interest U/s 244A arose of Rs.17.15 Crs bring the total refund to VPA as Rs.94.37 Crs.</p> <p>(p) Considering the refund already issued to VPA as per earlier orders of Rs.67.24 Crs, the total refundable to VPA now is Rs.27.12 Crs. The amount of Rs.27.12 Crs is yet to be received from the Department. It is not adjusted against any Assessment year.</p> <p>(q) VPA filed a petition in High Court of Andhra Pradesh on the dis allowances sustained by ITAT Visakhapatnam Bench.</p>

SI No	Particulars		Status of Assessments from time to time
3	Financial Year	2010-11	<p>(a) VPA while filing return in Sept. 2011, claimed refund of tax of Rs.20.52 crore.</p> <p>(b) After scrutiny and calling several queries, Assessing Officer in the initial assessment computed (Jan. 2013) taxable income as Rs.329.93 crore and arrived tax liability of Rs.101.95Cr. Considering, taxes paid/TDS/interests/refunds, ordered VPA to pay balance net tax of Rs.42.40 crore. VPA contested (25.2.13) before the Commissioner, IT (CIT) -Appeals, Visakhapatnam.</p> <p>(c) Subsequently, taxable income was revised (28.2.14) to Rs.338.44 crore with tax liability of Rs.104.58 crore. Considering tax paid/TDS/interests/refunds, ordered VPA to pay balance tax of Rs.5.09 crore. Aggrieved by this, VPA filed appeal before CIT (A) on 5.3.14.</p> <p>(d) ACIT, Circle-1, Visakhapatnam vide order dt.14.5.15 under section 154, assessed taxable income as Rs.279.86 crore with tax liability of Rs.86.48 crore and considering tax paid/TDS/refunds/interests, net refund due to VPA was arrived at Rs.21.14 crore. Refund was finally revised to Rs.21.42 crore.</p> <p>(e) IT Dept. refunded (6 April 2016) balance amount Rs.7.43 crore after adjusting additional demand (Rs.13.99 crore) for Assessment year 2012-13.</p> <p>(f) VPA filed petition U/s 154 of the IT Act(25.4.2016) to deduct an amount of Rs.1.35 Crs. from total income on account of Upfront amortization.</p> <p>(g) VPA filed petition U/s 154 of the IT Act(20.1.2017) for grant of short credit of TDS of Rs.1.06 Crs.</p> <p>(h) The CIT(Appeals) vide Order CIT(A), VSP No.0362/12-13/ACIT/C-1/VSP/2013-14 dt.28.3.2014 has partly allowed the appeal for the order U/s 143(3) of the IT Act and VPA filed(22.12.2014) petition before ITAT, Visakhapatnam Bench and hearings are in progress.</p> <p>(i) The CIT-1, Visakhapatnam has initiated revision of assessment U/s 263 of the IT Act(21.11.2013) directing the A.O. to consider for disallowance U/s 14A a sum of Rs.8.51 Crs and VPA has appealed the same before ITAT, Visakhapatnam Bench and hearings are in progress.</p> <p>(j) While finalising (May 2015) assessments U/s 154 for the AY 2011-12 the IT Dept. Ordered tax refunds including net interest on tax refunds of Rs.0.29 Crs and the same has been recognised as interest income of 2015-16.</p> <p>(k) IT Dept. has shown refund (16 June 2016) of Rs.0.37 Crs being the interest U/s 244A from 14.5.2015 to 31.3.2016 and refund received in June 2017 and the same has been recognised as interest income of 2017-18.</p>
	Assessment Year	2011-12	
	Advance Tax paid & TDS credit	85.66	
	Tax provision made in VPA accounts	70.00	
	Tax liability as per IT return filed by VPA	65.14	
	Refund claimed by VPA as per IT return	20.52	

SI No	Particulars	Status of Assessments from time to time												
		<p>(l) Consequent to Orders of ITAT, Visakhapatnam Order vide ITA No.26/Viz/2014 dt.27.9.2023 (against order U/s 263) & ITAT, Visakhapatnam Order vide ITA No.397/Viz/2014 dt.27.9.2023 (against order U/s 143(3) dt.25.2.2013 and 28.02.2014 were modified. The Income assessed as per Order u/s 154 dt.16.6.2016 is Rs.279.85 Crs, the revised total income after considering the relief granted in ITAT vide ITAT vide ITA No.26/Viz/2014 and ITA No.397/Viz/2014 is Rs.212.69 Crs. The taxes payable are Rs.65.72 Crs and after adjusting the TDS, Advance Tax and Regular taxes of Rs.127.84 Crs a refund of Rs.62.12 Crores arose. Interest U/s 244A arose of Rs.18.27 Crs bring the total refund to VPA as Rs.80.40 Crs.</p> <p>(m) Considering the refund already issued to VPA as per earlier orders of Rs.42.31 Crs, the total refundable to VPA now is Rs.38.08 Crs. The amount of Rs.38.08 Crs is yet to be received from the Department. It is not adjusted against any Assessment year.</p> <p>(n) VPA filed a petition in High Court of Andhra Pradesh on the dis allowances sustained by ITAT Visakhapatnam Bench.</p>												
4	<table border="1"> <tr> <td data-bbox="245 995 602 1072">Financial Year</td> <td data-bbox="602 995 748 1072">2011-12</td> </tr> <tr> <td data-bbox="245 1072 602 1126">Assessment Year</td> <td data-bbox="602 1072 748 1126">2012-13</td> </tr> <tr> <td data-bbox="245 1126 602 1214">Advance Tax paid & TDS credit</td> <td data-bbox="602 1126 748 1214">81.37</td> </tr> <tr> <td data-bbox="245 1214 602 1301">Tax provision made in VPA accounts</td> <td data-bbox="602 1214 748 1301">53.00</td> </tr> <tr> <td data-bbox="245 1301 602 1389">Tax liability as per IT return filed by VPA</td> <td data-bbox="602 1301 748 1389">14.12</td> </tr> <tr> <td data-bbox="245 1389 602 1498">Refund claimed by VPA as per IT return</td> <td data-bbox="602 1389 748 1498">67.25</td> </tr> </table>	Financial Year	2011-12	Assessment Year	2012-13	Advance Tax paid & TDS credit	81.37	Tax provision made in VPA accounts	53.00	Tax liability as per IT return filed by VPA	14.12	Refund claimed by VPA as per IT return	67.25	<p>(a) VPA while filing return in Sept. 2012, claimed refund of tax of Rs.67.25 crore.</p> <p>(b) After scrutiny and calling several queries, initial assessment was completed by the Assessing officer vide order dated 23.3.15 and computed taxable income as Rs.134.30 crore with tax liability of Rs.41.50 crore and considering tax paid/TDS/interests/refunds, Notice of demand was issued for net balance tax payable by VPA at Rs.0.75 crore.</p> <p>(c) Aggrieved by this, VPA filed (15.4.15) an appeal before CIT (Appeals).</p> <p>(d) ACIT, Circle-1, by disallowing provision for Gratuity of Rs.30.17 crore, however, revised (25.6.15) the taxable income as Rs.164.47 crore with tax liability of Rs.50.82 crore plus interest demand of Rs.3.92 crore. Considering advance tax paid/TDS/interests/refunds, ordered VPA to pay balance net tax at Rs.13.99 crore. VPA appealed (16.7.15) before CIT (Appeals), Visakhapatnam. Appeal is pending settlement.</p> <p>(e) In the meanwhile, IT Dept. adjusted (6 April 2016) balance tax demand of Rs.13.99 crore and released Rs.7.43 crore to VPA out of refund ordered for Rs.21.42 crore for Assessment year 2011-12.</p> <p>(f) For (c) above, the CIT(Appeals) in Appellate Order and Grounds of decision(30.3.2017) has partly allowed the appeal and VPA filed a petition with ITAT.</p>
Financial Year	2011-12													
Assessment Year	2012-13													
Advance Tax paid & TDS credit	81.37													
Tax provision made in VPA accounts	53.00													
Tax liability as per IT return filed by VPA	14.12													
Refund claimed by VPA as per IT return	67.25													

Sl No	Particulars	Status of Assessments from time to time
		<p>(g) For (d) above, the CIT(Appeals) in Appellate Order and Grounds of decision(13.3.2017) has dismissed the appeal and VPA filed a petition with ITAT.</p> <p>(h) For (f) and (g) above the ITAT hearings are in progress.</p> <p>(i) The ACIT vide letter dt.9.5.2017 on giving effect to the CIT(A)-1 order dt.30.3.2017 revised the total income from Rs.164.47 Crs to Rs.160.34 Crs and arrived at a refund of Rs.32.62 Crs which included the interest U/s244A of the IT Act of Rs.8.41 Crs.</p> <p>(j) The refund of Rs.32.62 Crs was issued to VPA on 5.1.2018 and the interest U/s 244A for Rs.8.41 Crs. was recognised as interest income of 2017-18.</p> <p>(k) For AY 2011-12, a consequential order dt.31.3.2016 was passed with a refund amount of Rs.21.42 Crs. Out of the total refund amount, an amount of Rs.13.99 Crs was adjusted for the outstanding demand for the AY 2012-13 and remaining amount was issued to VPA. Later while passing the consequential order dt.9.5.2017 for AY 2012-13, credit of Rs.13.99 Crs was not given to VPA.</p> <p>(l) The Dy.CIT, Circle-1(1), Visakhapatnam vide order U/s 154 of the IT Act dt.1.3.2019 refunded Rs.13.99 Crs along with interest U/s 244 A of Rs.1.54 Crs (total amount Rs.15.53 Crs) and adjusted the refund of Rs.15.53 Crs against the outstanding demand for the AY 2016-17(total demand of Rs.46.92 Crs).</p> <p>(m) The interest U/s 244A for Rs.1.54 Crs. for AY 2012-13 was recognised as interest income of 2018-19.</p> <p>(n) The ACIT, Circle-1(1), Visakhapatnam vide Visakhapatnam e proceedings DIN & Letter No ITBA/COM/F/17/2020-21/1030949719(1) dt.24.2.2021 passed rectification Order U/s 154 of the IT Act dt.8.2.2021 and refunded Rs.11.58 Crs along with interest U/s 244 of Rs.3.99 Crs((rectification order dt.15.12.2020) and Rs.0.076 Crs (February 2021). The interest U/s 244A for Rs.4.07 Crs was recognised as interest income of 2020-21.</p> <p>(o) Consequent to Orders of ITAT, Visakhapatnam Order vide ITA No.324/Viz/2014 dt.27.9.2023 (against order U/s 143(3) & ITAT, Visakhapatnam Order vide ITA No.325/Viz/2017 dt.27.9.2023(against order U/s 154) the assessment order and rectification order are modified. The Income assessed as per Order u/s 154 dt.8.2.2021 is Rs.160.34 Crs, the revised total income after considering the relief granted in ITAT vide ITAT vide ITA No.324/Viz/2017 dt.27.9.2023 and ITA</p>

SI No	Particulars	Status of Assessments from time to time												
		<p>No.325/Viz/2017 dt.27.9.2023 is Rs.125.91 Crs. The taxes payable are Rs.38.90 Crs and after adjusting the TDS, Advance Tax and Regular taxes of Rs.95.34 Crs a refund of Rs.56.43 Crores arose. Interest U/s 244A arose of Rs.17.59 Crs bring the total refund to VPA as Rs.74.03 Crs.</p> <p>(p) Considering the refund already issued to VPA as per earlier orders of Rs.59.81 Crs, the total refundable to VPA now is Rs.14.21 Crs. The amount of Rs.14.21 Crs is yet to be received from the Department. It is not adjusted against any Assessment year.</p> <p>(q) VPA filed a petition in High Court of Andhra Pradesh on the dis allowances sustained by ITAT Visakhapatnam Bench.</p>												
5	<table border="1"> <tr> <td data-bbox="256 781 602 836">Financial Year</td> <td data-bbox="602 781 740 836">2012-13</td> </tr> <tr> <td data-bbox="256 836 602 891">Assessment Year</td> <td data-bbox="602 836 740 891">2013-14</td> </tr> <tr> <td data-bbox="256 891 602 984">Advance Tax paid & TDS credit</td> <td data-bbox="602 891 740 984">82.69</td> </tr> <tr> <td data-bbox="256 984 602 1078">Tax provision made in VPA accounts</td> <td data-bbox="602 984 740 1078">15.00</td> </tr> <tr> <td data-bbox="256 1078 602 1172">Tax liability as per IT return filed by VPA</td> <td data-bbox="602 1078 740 1172">0.00</td> </tr> <tr> <td data-bbox="256 1172 602 1266">Refund claimed by VPA as per IT return</td> <td data-bbox="602 1172 740 1266">82.69</td> </tr> </table>	Financial Year	2012-13	Assessment Year	2013-14	Advance Tax paid & TDS credit	82.69	Tax provision made in VPA accounts	15.00	Tax liability as per IT return filed by VPA	0.00	Refund claimed by VPA as per IT return	82.69	<p>(a) VPA assessed business loss of Rs.53.65 crore while filing return in Sept. 2013 and sought refund of Rs.69.48 crore. Revised return filed in March 2015 claiming refund of Rs.82.69 crore.</p> <p>(b) After scrutiny and calling several queries, ACIT, Circle-1(1), Visakhapatnam in his initial assessment order on 31.3.2016, after disallowing Rs.356.64 crore, arrived business taxable income as Rs.302.98 crore duly deducting loss of Rs.53.65 crore as per return filed by VPA and assessed total tax liability of Rs.97.57 crore.</p> <p>(c) After adjusting Rs.82.64 crore towards advance tax received and TDS claimed, balance tax of Rs.14.93 crore has been recovered, while processing (6 April 2016) refund order for Rs.22.48 crore for Assessment year 2010-11 and refunded balance Rs.7.54 crore.</p> <p>(d) Aggrieved by this, VPA filed (18 April, 2016) before CIT(Appeals), Visakhapatnam. Appeal is pending with CIT(Appeals) and hearings have not commenced with CIT (Appeals).</p> <p>(e) VPA filed petition U/s 154 of the IT Act(25.4.2016) to deduct an amount of Rs.3.53 Crs. from total income on account of Upfront amortization and also for granting the short credit of TDS for Rs.0.05 Crs.</p> <p>(f) Against (d) above The CIT(Appeals) issued notice U/s 250 of the Act vide DIN No.ITBA,/NFAC/F/APL_1/2020- 21/ 1029229691(1) for Appeal No. CtT (A), Visakhapatnam- 1/ 10059/2016-17 for Ay 2013-14 and VPA submitted submissions vide Lr dt.6.1.2021 for the Order passed U/s 143(3) of the IT Act.</p> <p>(g) Against (d) above The CIT(Appeals) vide order U/s 250 of the Act vide DIN No.ITBA,/NFAC/S/250/2023-24/ 1052850617(1) dt.15.05.2023 has partly allowed the appeal.</p>
Financial Year	2012-13													
Assessment Year	2013-14													
Advance Tax paid & TDS credit	82.69													
Tax provision made in VPA accounts	15.00													
Tax liability as per IT return filed by VPA	0.00													
Refund claimed by VPA as per IT return	82.69													

Sl No	Particulars	Status of Assessments from time to time												
		<p>VPA filed petition (07.07.2023) before ITAT, Visakhapatnam Bench and hearings are yet to commence.</p> <p>(h) As against (g) above on the CIT(Appeals) which was partly allowed the Dy. CiT vide consequential order dt.15.6.2023 a relief of Rs.251.03 Crs and a refund of Rs.81.52 Crs was refundable and interest U/s 244A of Rs.47.44 Crs was refundable bringing the total refund to Rs.128.97 Crs.</p> <p>(i) VPA received a refund of Rs.62.76 Crs as refund and the amount was adjusted as demand for AY 2018-19 Rs.2.77 Crs and Rs.55.43 Crs and AY 2017-18 Rs.4.56 Crs.</p> <p>(j) VPA filed an appeal before ITAT (Appeals) on 07.07.2023 against the disallowances upheld by the CIT(Appeals) and joint order of ITAT appeal received on 25.03.2024 which was partly allowed.</p> <p>(k) As against (h) above out of total refund of amount Rs.128.97 Crs, an amount of Rs.62.76 Crs was adjusted against the demand referred in (i) above and the remaining balance amount of Rs.66.21 Crs refund amount which includes interest U/s 244A for Rs.47.44Crs was issued to VPA on 26.04.2024 and the same was recognised as interest income of 2023-24.</p>												
6	<table border="1"> <tr> <td>Financial Year</td> <td>2013-14</td> </tr> <tr> <td>Assessment Year</td> <td>2014-15</td> </tr> <tr> <td>Advance Tax paid & TDS credit</td> <td>56.33</td> </tr> <tr> <td>Tax provision made in VPA accounts</td> <td>7.29</td> </tr> <tr> <td>Tax liability as per IT return filed by VPA</td> <td>0.00</td> </tr> <tr> <td>Refund claimed by VPA as per IT return</td> <td>56.33</td> </tr> </table>	Financial Year	2013-14	Assessment Year	2014-15	Advance Tax paid & TDS credit	56.33	Tax provision made in VPA accounts	7.29	Tax liability as per IT return filed by VPA	0.00	Refund claimed by VPA as per IT return	56.33	<p>(a) VPA assessed business loss of Rs.35.40 crore while filing revised return in March 2016 and claimed refund of tax of Rs.56.33 crore.</p> <p>(b) After scrutiny and calling several queries, ACIT, Circle-1(1), Visakhapatnam in his initial assessment order on 31.12.2016, after disallowing Rs.169.49 crore, arrived business taxable income as Rs.134.09 crore duly deducting loss of Rs.35.40 crore as per return filed by VPA and assessed total tax liability of Rs.41.43 crore.</p> <p>(c) After adjusting Rs.56.08 crore towards advance tax received and TDS claimed, Rs.14.64 crore along with interest U/s244A allowed and total refundable by the IT Department is Rs.17.06 Crores.</p> <p>(d) The IT Department refunded(4.2.2017) an amount of Rs.17.06 Crs which included the interest of Rs.2.42 Crs U/s 244A of the IT Act and the same recognised as interest income of 2016-17.</p> <p>(e) Aggrieved of the disallowances of Rs.169.49 Crore at (b) VPA e-filed petition(8.2.2017) petition before CIT (Appeals), Visakhapatnam. Appeal is still pending with CIT(Appeals). Hearings have not commenced on the CIT appeal.</p> <p>(f) VPA filed petition U/s 154 of the IT Act(8.2.2017) for granting the short credit of TDS for Rs.0.25 Crores.</p>
Financial Year	2013-14													
Assessment Year	2014-15													
Advance Tax paid & TDS credit	56.33													
Tax provision made in VPA accounts	7.29													
Tax liability as per IT return filed by VPA	0.00													
Refund claimed by VPA as per IT return	56.33													

SI No	Particulars	Status of Assessments from time to time
		<p>(g) VPA filed petition U/s 154 of the IT Act(2.3.2017) for granting the short credit of TDS for Rs.0.25 Crores and also for grant of interest U/s244A which was allowed upto 31.12.2016 only amounting to Rs.2.42 Crs. instead of payment of interest up to February 2017 being the date of receipt of refund.</p> <p>(h) IT Department issued a notice U/s 154/155 of the IT Act for levy of Surcharge @10% i.e. Rs.4.82 Crs on the order U/s 143(3) passed on 31.12.2016.</p> <p>(i) While issuing the refund for the AY 2015-16 of Rs.6.73 Crs the demand at (h) was adjusted and balance amount of Rs.1.90 Crs was refunded for the AY 2015-16.</p> <p>(j) Against (e) above, The CIT(Appeals) issued notice U/s 250 of the Act vide DIN No. ITBA/NFAC/F/APL-1/2021-/1029329391(1) dated 29.12.2020 for Appeal No. CIT(A), Visakhapatnam- 1/10477/2016-17 for AY 2014-15 and VPA submitted submissions vide Lr. Dt.11.1.2021 against the Order passed U/s 143(3) of the IT Act.</p> <p>(k) A demand U/s 220(2) of the IT Act was issued to VPA vide DIN 2018201437046539324T dt.25.12.2018 for Rs.38,61,688/-. While issuing the refund of Rs.43.14 Crs for AY 2019-20 the demand of Rs.38,61,688/- was adjusted by the IT department.</p> <p>(l) Against (J) above The CIT(Appeals) vide order U/s 250 of the Act vide DIN No.ITBA,/NFAC/S/250/2023-24/1052850996(1) dt.15.05.2023 has partly allowed the appeal. VPA filed petition(07.07.2023) before ITAT, Visakhapatnam Bench and hearings are yet to commence.</p> <p>(M) Against (l) above on the CIT(Appeals) which was partly allowed the Dy. CiT vide consequential order dt.15.6.2023 a relief of Rs.142.26 Crs and a refund of Rs.61.29 Crs was refundable and interest U/s 244A of Rs.26.12 Crs was refundable bringing the total refund to Rs.87.41Crs. A refund of Rs.17.06 Crs was issued on 31.12.2016 and the final amount refundable was Rs.70.35 Crs.</p> <p>(n) VPA filed an appeal before ITAT (Appeals) on 07.07.2023 against the disallowances upheld by the CIT(Appeals) and joint order of ITAT appeal received on 25.03.2024 which was partly allowed.</p> <p>(o) For AY 2014-15 a refund of Rs.70.35 Crs was received which includes the interest of Rs.26.12 Crs. As per (d) above the interest of Rs.2.42 Crs was accounted on 17.2.2017 and hence the balance interest of Rs.23.71 Crs and IT refund of Rs.46.64 Crs was recognised in the books for the year 2023-24.</p>

SI No	Particulars		Status of Assessments from time to time
7	Financial Year	2014-15	<p>VPA while filing return in March 2017, claimed refund of tax of Rs.48.11 crore.</p> <p>After scrutiny and calling several queries, ACIT, Circle-1(1), Visakhapatnam in his initial assessment order on 31.12.2017, after disallowing Rs.37.70 crores, arrived business taxable income as Rs.123.34 crore as per return filed by VPA and assessed total tax liability of Rs.41.92 crore. After adjusting Rs.5.00 crore towards advance tax received and TDS credit allowed Rs.42.70 crore along with interest U/s244A allowed and total refundable by the IT Department is Rs.6.73 Crores.</p> <p>a. The IT Department refunded(19.1.2018) an amount of Rs.6.73 Crs duly adjusting an amount of Rs.4.82 Crs towards demand for Assessment Year 2014-15 for non-levy of surcharge @ 10% while issuing the assessment order for AY 2014-15 and net refund of Rs1.90 Crs which included the interest of Rs.0.95 Crs U/s 244A of the IT Act.</p> <p>b. Aggrieved of the disallowances of Rs.37.70 Crores at (b) VPA e-filed petition(2.2.2018) petition before CIT (Appeals), Visakhapatnam. Appeal is still pending with CIT(Appeals). Hearings have not commenced on the CIT appeal.</p> <p>c. VPA filed petition U/s 154 of the IT Act(2.2.2018) for granting the short credit of TDS for Rs.0.41 Crores.</p> <p>d. on (b) above written submissions(9.1.2020) before the CIT(Appeals) for AY 2015-16 were filed in ITA No.10251/2017-18/AY 2015-16. The CIT (Appeals), vide ITA No.10251/2017-18/CIT(A)-1/VSP/2019-20 dt.22.9.2020 has partly allowed the appeal.</p> <p>e. On partly allowing the appeal for AY 2015-16, the ACIT, Circle-1(1) issued a consequential order dt.27.11.2020 and granted relief of Rs.3.88 Crs and issued refund of Rs.2.32 Crs including interest of Rs.1.54 Crs.</p> <p>f. The interest U/s 244A for Rs.1.54 Crs. for AY 2015-16 was recognized as interest income of 2020-21</p> <p>g. The refund at (e) above of Rs.2.32 Crs for AY 2015-16 was adjusted against the demand for the AY 2017-18.</p> <p>h. VPA filed an appeal with ITAT on the Appellate Order and Grounds of Decision(21.9.2020) of CIT(Appeals) for AY 2015-16.</p> <p>i. Consequent to Orders of ITAT, Visakhapatnam Order vide ITA No.235/Viz/2020 dt.27.9.2023(against order U/s 143(3) & ITAT, Visakhapatnam Order CIT(A)-1 dt.21.9.2023(against order U/s 143(3)) the assessment order dt.31.12.2017 is modified. The Income assessed as per Order u/s 143(3) dt.31.12.2017 is Rs.123.34 Crs, the revised total income after considering the relief granted in ITAT vide ITAT vide ITA No.235/</p>
	Assessment Year	2015-16	
	Advance Tax paid & TDS credit	48.11	
	Tax provision made in VPA accounts	25.18	
	Tax liability as per IT return filed by VPA	0.00	
	Refund claimed by VPA as per IT return	48.11	

SI No	Particulars	Status of Assessments from time to time												
		<p>Viz/2020 dt.27.9.2023 and ITA order of the IT(A)-1 is Rs.88.50 Crs. The taxes payable are Rs.30.08 Crs and after adjusting the TDS, Advance Tax of Rs.47.40 Crs a refund of Rs.17.61 Crores arose. Interest U/s 244A arose of Rs.6.82 Crs bring the total refund to VPA as Rs.24.44 Crs.</p> <p>j. Considering the refund already issued to VPA as per earlier orders of Rs.6.73 Crs, the total refundable to VPA now is Rs.17.71 Crs. The amount of Rs.14.21 Crs is yet to be received from the Department. It is not adjusted against any Assessment year.</p> <p>k. VPA filed a petition in High Court of Andhra Pradesh on the dis allowances sustained by ITAT Visakhapatnam Bench.</p>												
8	<table border="1"> <tr> <td>Financial Year</td> <td>2015-16</td> </tr> <tr> <td>Assessment Year</td> <td>2016-17</td> </tr> <tr> <td>Advance Tax paid & TDS credit</td> <td>47.01</td> </tr> <tr> <td>Tax provision made in VPA accounts</td> <td>0.00</td> </tr> <tr> <td>Tax liability as per IT return filed by VPA</td> <td>0.00</td> </tr> <tr> <td>Refund claimed by VPA as per IT return</td> <td>47.01</td> </tr> </table>	Financial Year	2015-16	Assessment Year	2016-17	Advance Tax paid & TDS credit	47.01	Tax provision made in VPA accounts	0.00	Tax liability as per IT return filed by VPA	0.00	Refund claimed by VPA as per IT return	47.01	<p>(a) VPA assessed business loss of Rs.11.41 crore while filing revised return in March 2018 and claimed refund of tax of Rs.47.01 crore.</p> <p>(b) After scrutiny and calling several queries through online mode , ACIT, Circle-1(1), Visakhapatnam in his initial assessment order under section 143(3) dt. 25.12.2018 disallowing Rs.351.95 crores and arrived business taxable income as Rs.237.78 crores and arrived at aggregate Income tax liability of Rs.93.93 Crs.</p> <p>(c) After adjusting Rs.5.00 crore towards advance tax received and TDS credit allowed Rs.42.01 crore and total demand payable by VPA u/s 156 of the Act dt.25.12.2018 to the IT Department is Rs.46.92 Crores.</p> <p>(d) Aggrieved of the disallowances of Rs.351.95 Crores at (b) VPA opined to file a petition before CIT(Appeals).</p> <p>(e) VPA e-filed an appeal before CIT(Appeals) dt.23.1.2019. Appeal is pending with CIT(Appeals). Written submissions have been submitted to the CIT(Appeals) vide our letter dt.9.1.2020 and 21.1.2020.</p> <p>(f) The AO vide e proceedings issued penalty proceedings and issued a demand notice U/s 156 of the IT Act dt.25.12.2018 for payment of Rs.46.92 Crs.</p> <p>(g) In order to file the appeal on stay of collection of the disputed demand of Rs.46.92 Crs against the demand notice U/s 156 of the IT Act, VPA has to pay Rs.9.38 Crs being 20% of the disputed demand for AY 2016-17 of Rs.46.92 Crs.</p> <p>(h) For AY 2011-12, a consequential order dt.31.3.2016 was passed with a refund amount of Rs.21.42 Crs. Out of the total refund amount, an amount of Rs.13.99 Crs was adjusted for the outstanding demand for the AY 2012-13 and remaining amount was issued to VPA. Later while passing the consequential order dt.9.5.2017 for AY 2012-13, credit of Rs.13.99 Crs was not given to VPA.</p>
Financial Year	2015-16													
Assessment Year	2016-17													
Advance Tax paid & TDS credit	47.01													
Tax provision made in VPA accounts	0.00													
Tax liability as per IT return filed by VPA	0.00													
Refund claimed by VPA as per IT return	47.01													

Sl No	Particulars	Status of Assessments from time to time
		<p>(i) VPA vide its stay petition before the DCIT, Circle-1(1), Visakhapatnam on 24.1.2019 filed a stay petition for stay of collection of demand for the AY 2016-17 raised u/s 143(3) of the IT Act and requested the AO to adjust the 20% of the demand against the AY 2012-13 refund for credit of Rs.13.99 Crs along with interest U/s 244 A of the Act.</p> <p>(j) The Dy.CIT, Circle-1(1), Visakhapatnam vide order U/s 154 of the IT Act dt.1.3.2019 refunded Rs.13.99 Crs along with interest U/s 244 A of Rs.1.54 Crs(total amount Rs.15.53 Crs) and adjusted the refund of Rs.15.53 Crs against the outstanding demand for the AY 2016-17(total demand Rs.46.92 Crs).</p> <p>(k) The Chief Commissioner of Income Tax-1, Visakhapatnam vide order on the application for stay of collection of disputed demand for AY 2016-17 vide order dt.18.3.2019 informed for payment of Rs.10.00 Crs on or before 22.3.2019 and directed the A.O. to keep the collection of balance of disputed demand in abeyance till the disposal of the 1st appeal by the CIT(A) or 31.12.2019 whichever is earlier on certain terms and conditions.</p> <p>(l) VPA paid an amount of Rs.10.00 Crs on 20.3.2019 against the disputed demand of Rs.46.92 Crs. Total amount paid against the demand is Rs.25.53 Crs(Rs.15.53 at (h) above and Rs.10.00 Crs) and balance to be paid is Rs.21.39 Crores.</p> <p>(m) VPA was issued a notice dt.31.1.2020 in e-proceedings by IT department for payment of Rs.21.39 Crores balance disputed demand payable by VPA and VPA has filed a petition dt.6.2.2020 requesting the Assessing Officer that rectification petitions for refund due to VPA are still pending for disposal by the department and on being allowed by the Department are more than the balance disputed demand made by the Assessing Officer for AY 2016-17.</p> <p>(n) On (d) above written submissions(9.1.2020) before the CIT(Appeals) for AY 2016-17 were filed in ITA No.10269/2018-19 AY 2016-17. The CIT (Appeals), vide ITA No.10251/2017-18/CIT(A)-1/VSP/2019-20 dt.22.9.2020 has partly allowed the appeal.</p> <p>(o) VPA filed a petition with the ACIT(19.11.2020) requesting for passing a consequential order giving effect to the order passed by the CIT(A)-1 for AY 2016-17.</p> <p>(p) VPA filed an appeal with ITAT on the Appellate Order and Grounds of Decision (21.9.2020) of CIT(Appeals) for AY 2016-17.</p> <p>(q) On the Assessment Order for AY 2016-17 on 143(3) dt.31.12.2017, the CIT(A) in ITA No.10269/2018-19/CIT(A)-1/VSP/2020-21 dt.21.9.2020 and subsequent corrigendum</p>

SI No	Particulars	Status of Assessments from time to time												
		<p>dt.17.12.2020 and on the Income assessed as per Assessment Order dt.25.12.2018 of Rs.237.77 Crs the total relief granted by CIT(A)-1 is Rs.130.83 Crs and revised assessed income after relief is Rs.106.93 Crs. And tax payable is Rs.37.00 Crs. After adjusting the taxes paid of Rs.72.54 Crs, tax refundable was Rs.35.53 Crs. and interest U/s 244A was Rs.5.70 Crs and total refunded by the IT Department was Rs.41.24 Crs. and interest and tax refund has been recognised in books for the year 2022-23.</p> <p>(r) Consequent to Orders of ITAT, Visakhapatnam Order vide ITA No.236/Viz/2020 dt.27.9.2023(against order U/s 143(3) & ITAT, Visakhapatnam Order vide ITA No.67/Viz/2021 dt.27.9.2023(against order U/s 143(3) the consequential order U/s 254 d.8.12.2023 is modified. The Income assessed as per Revised Return of Income is Rs.(-)114.16 Crs, the revised total income after considering the relief granted in ITAT vide ITAT vide ITA No.236/Viz/2020 dt.27.9.2023 and ITA No.67/Viz/2021 dt.27.9.2023 is Rs.(-)103.42 Crs. The taxes payable are Rs.0 Crs and after adjusting the TDS, Advance Tax and Regular taxes of Rs.72.54 Crs a refund of Rs.72.54 Crores arose. Interest U/s 244A arose of Rs.21.91 Crs bring the total refund to VPA as Rs.94.46 Crs.</p> <p>(s) Considering the refund already issued to VPA as per earlier orders of Rs.41.24 Crs, the total refundable to VPA now is Rs.53.21 Crs. The amount of Rs.53.21 Crs is yet to be received from the Department. It is not adjusted against any Assessment year.</p> <p>(t) VPA filed a petition in High Court of Andhra Pradesh on the dis allowances sustained by ITAT Visakhapatnam Bench.</p>												
9	<table border="1"> <tr> <td data-bbox="261 1367 602 1421">Financial Year</td> <td data-bbox="602 1367 737 1421">2016-17</td> </tr> <tr> <td data-bbox="261 1421 602 1476">Assessment Year</td> <td data-bbox="602 1421 737 1476">2017-18</td> </tr> <tr> <td data-bbox="261 1476 602 1574">Advance Tax paid & TDS credit</td> <td data-bbox="602 1476 737 1574">56.13</td> </tr> <tr> <td data-bbox="261 1574 602 1672">Tax provision made in VPA accounts</td> <td data-bbox="602 1574 737 1672">13.09</td> </tr> <tr> <td data-bbox="261 1672 602 1749">Tax liability as per IT return filed by VPA</td> <td data-bbox="602 1672 737 1749">0.00</td> </tr> <tr> <td data-bbox="261 1749 602 1847">Refund claimed by VPA as per IT return</td> <td data-bbox="602 1749 737 1847">56.13</td> </tr> </table>	Financial Year	2016-17	Assessment Year	2017-18	Advance Tax paid & TDS credit	56.13	Tax provision made in VPA accounts	13.09	Tax liability as per IT return filed by VPA	0.00	Refund claimed by VPA as per IT return	56.13	<p>(a) VPA while filing revised return in March 2019, claimed refund of tax of Rs.56.13 crore.</p> <p>(b) Initial assessment has commenced and notice under section 143(2) has been issued vide e-proceedings dt.14.8.2018, 27.9.2018 and 27.9.2019 and notice under section 142(1) issued on 19.9.2019 and notice under section 143(3) Show cause issued on 29.11.2019, 18.12.2019, 21.12.2019.</p> <p>(c) After scrutiny and calling several queries through online mode, ACIT, Circle-1(1), Visakhapatnam in his initial assessment order under section 143(3) dt.28.12.2019 disallowed Rs.169.83 crores and arrived business taxable income as Rs.169.83 crores and arrived at aggregate Income tax liability of Rs.59.65 Crs.</p> <p>(d) After adjusting TDS credit allowed Rs.56.12 crores and total demand payable by VPA is Rs.3.52 Crores.</p>
Financial Year	2016-17													
Assessment Year	2017-18													
Advance Tax paid & TDS credit	56.13													
Tax provision made in VPA accounts	13.09													
Tax liability as per IT return filed by VPA	0.00													
Refund claimed by VPA as per IT return	56.13													

Sl No	Particulars	Status of Assessments from time to time
		<p>(e) Demand notice dt.28.12.2019, U/s 156 of the IT Act was issued to VPA for payment of Rs.3.52 Crores and VPA vide its petition dt.7.1.2020 requested the Assessing Officer that VPA is filing an appeal before the CIT(Appeals) and stated that the amount of Rs.0.70 Crores being 20% of the disputed demand of Rs.3.52 Crs be adjusted against the refund receivable to VPA against the petition filed by VPA under section 154 of the IT Act for AY 2016-17.</p> <p>(f) Aggrieved of the disallowances of Rs.3.52 Crores at (d) VPA opined to file a petition before CIT(Appeals).</p> <p>(g) VPA e-filed an appeal before CIT(Appeals) dt.10.1.2020 Appeal is pending with CIT(Appeals). Hearings have not commenced on the CIT appeal.</p> <p>(h) VPA was issued a notice dt.31.1.2020 in e-proceedings by IT department for payment of Rs.3.52 Crores demand payable by VPA and VPA has paid an amount of Rs.0.70 Crores dt.13.2.2020 as regular assessment tax being 20% of the disputed demand of Rs.3.52 Cr.</p> <p>(i) as per (f) above the CIT(Appeals) issued notice U/s 250 of the Act vide DIN No. ITBA,/NFAC/F/APL_1/2020- 21/1029734733(1) dt.13.1.2021 for Appeal No. CtT (A), Visakhapatnam- 1/10413/2019-20 for Ay 2017-18 and VPA submitted submissions vide Lr dt.19.1.2021 for the Order passed U/s 143(3) of the IT Act. The CIT(Appeals) are in progress.</p> <p>(j) The ACIT, Circle1(1), Visakhapatnam issued notice (12.3.2021) U/s 154 of the IT Act stating that the order U/s 143(3) passed on 28.12.2019 for AY 2017-18 requires to be amended.</p> <p>(k) VPA vide reply dt.16.3.2021 requested to defer the rectification proposed U/s 154 of the Act till disposal of the appeals filed before CIT(Appeals) and ITAT.</p> <p>(l) The refund of Rs.2.32 Crs for AY 2015-16 was adjusted against the demand for the AY 2017-18.</p> <p>(m) On (i) and (j) above, the Assessing Officer stating that a mistake in the Order passed U/s 143(3) dt.28.12.2019 of the IT Act and passed an order u/s 154 r.w.s 143(3) of the Act for AY 2017-18 disallowing the brought forward losses of Rs.51,97,27,909/-. The total income was considered at Rs.2,21,80,53,397/- and arrived at demand payable of Rs.26,73,90,440/-.The demand notice was sent to VPA Tax consultants for their advise/filing of appeal. The appeal with CIT(Appeals) on notice U/s 154 r.w.s.143(3) was filed on 21.10.2021.</p>

SI No	Particulars		Status of Assessments from time to time
10	Financial Year	2017-18	<p>(a) VPA while filing revised return in March 2019, claimed refund of tax of Rs.29.17 crores.</p> <p>(b) Initial assessment has commenced and notice under section 143(2) has been issued vide e-proceedings dt.22.9.2019 and 29.9.2019.</p> <p>(c) Notices under e-proceedings U/s 142(1) are in progress.</p> <p>(d) Gross Total Income as per return of income before set off of loss/ depreciation of VPA is Rs.172,28,55,086.</p> <p>(e) Finally the Assessment was completed by the A.O. U/s 143(3) vide e proceedings Order dt.24.9.2021, with disallowances of Rs.175,20,10,588/- bringing the Gross Total Income to Rs. 347,48,65,674/-. After deduction of claim U/s 80IA of the IT Act of Rs. 27,81,92,328 and arrived at the Total Income of Rs. 319,66,73,350/-.</p> <p>(f) Aggrieved of the disallowances of Rs.175,20,10,588/-at (e) above and demand payable by VPA is Rs.77,46,42,657/- VPA is preferring an Appeal with CIT(Appeals) and the appeal with CIT is filed on 21.10.2021.</p> <p>(g) The CIT(A) passed an Order U/s 250 of the IT Act dt.24.9.2021 and partly allowed the appeal and issued a notice U/s 156 of the IT Act for payment of demand of Rs.77.46 Crs.</p> <p>(h) Aggrieved of the demand of Rs.77.46 Crs for AY 2018-19, VPA filed an appeal with ITAT on 9.2.2023.</p> <p>(i) Against (h) above the disallowances upheld by the CIT(Appeals) and joint order of ITAT appeal received on 25.03.2024 which was partly allowed.</p>
	Assessment Year	2018-19	
	Advance Tax paid & TDS credit	56.46	
	Tax provision made in VPA accounts	57.77	
	Tax liability as per IT return filed by VPA	27.29	
	Refund claimed by VPA as per IT return	29.17	
11	Financial Year	2018-19	<p>(a) VPA while filing revised return in March 2020, claimed refund of tax of Rs.41.85 crores.</p> <p>(b) The CPC while processing the return of Income for AY 2019-20 dt.20.3.2020 on the Gross Total Income of Rs.101.29 Crs. and after adjusting the TDS paid of Rs.65.35 Crs. a refund of Rs.41.85 Crs along with interest U/s 244A of the Act of Rs.1.67 Crs. bringing the total refund to Rs.43.52 Crs. While issuing the refund of Rs.43.52 Crs and amount of Rs.38.61 lakhs was adjusted for the demand for AY 2014-15. The IT refund of Rs.43.14 Crs recognised in books for the year 2022-23 which includes the interest U/s 244A of Rs.1.67 Crs.</p> <p>(c) Initial assessment has not yet commenced.</p>
	Assessment Year	2019-20	
	Advance Tax paid & TDS credit	65.35	
	Tax provision made in VPA accounts	36.26	
	Tax liability as per IT return filed by VPA	23.49	
	Refund claimed by VPA as per IT return	41.85	

SI No	Particulars		Status of Assessments from time to time
12	Financial Year	2019-20	<p>(a) VPA filed its revised return in March 2021 with total income of Rs.211.39 Crs and claimed refund of tax of Rs.14.95 Crores.</p> <p>(b) Initial assessment has commenced and notice under section 143(2) has been issued on 29.6.2021 and VPA filed response on 12.7.2021.</p> <p>(c) Notices under e-proceedings U/s 142(1) were issued on 24.11.2021 and VPA filed response on 16.12.2021.</p> <p>(d) Again notice under e-proceedings U/s 142(1) was issued on 16.3.2022 and VPA filed response on 21.3.2022.</p> <p>(e) Finally notice was issued U/s 143(3) on 25.3.2022 and draft Assessment Order was issued on 25.3.2022 and disallowed Rs.109.99 crores and arrived business taxable income as Rs.321.39 crores and response due date was fixed as 28.3.2022. VPA requested for adjournment till 10.4.2022. Information is yet to be received from the A.O.</p> <p>(f) The Assessment Order for AY 2020-21 was issued by the A.O. dt.26.9.2022 and total income assessed Rs.321.39 Crs, however the computation sheet was shown for Rs.371.00 Crs for Income from business with a difference of Rs.49.61 Crs and total disallowances made to the tune of Rs.109.99 Crs. Thus income considered was Rs.371.00 Crs and demand was issued for Rs.54.33 Crs.</p> <p>(g) Being aggrieved of the disallowances made in the Assessment by the A.O. to the tune of Rs.109.99 Crs, VPA filed an appeal with CIT(A) on 18.10.2022 on the corrected demand of Rs.21.48 Crs. instead of Rs.54.33 Crs.</p> <p>(h) As at (f) above on the total income assessed, VPA applied for rectification to the A.O. and the A.O. vide rectification order U/s 154 r.w.s. 143(3) of the IT Act dt.30.3.2023 has shown the total income after deductions as Rs.321.39 Crs. and demand issued for Rs.21.48 Crs.</p>
	Assessment Year	2020-21	
	Advance Tax paid & TDS credit	88.96	
	Tax provision made in VPA accounts	68.56	
	Tax liability as per IT return filed by VPA	74.00	
	Refund claimed by VPA as per IT return	14.95	
13	Financial Year	2020-21	<p>(a) VPA while filing revised return in March 2022, claimed refund of tax of Rs.97.95 crores.</p> <p>(b) VPA filed its return of income as Rs.(176.27) Crs. and disallowances made to the tune of Rs.661.46 Crs and arrived at assessed income of Rs.485.18 Crs.</p> <p>(c) The aggregate income tax liability was arrived at Rs.188.16 Crs after adjusting the prepaid taxes of Rs.97.92 Crs a demand of Rs.90.23 Crs was arrived by the A.O.</p> <p>(d) Aggrieved of the demand of Rs.90.23 Crs, VPA filed an appeal with CIT(A) on 25.1.2023.</p> <p>(e) The CIT(Appeals) vide notice under section 250 of the IT Act in DIN ITBA/NFAC/F/APL_1/2023-24/1054303510(1) dt.12.7.2023 has called for written submissions by 27.07.2023 and the reply to be submitted by 10.08.2023.</p>
	Assessment Year	2021-22	
	Advance Tax paid & TDS credit	97.95	
	Tax provision made in VPA accounts	0.00	
	Tax liability as per IT return filed by VPA	0.00	
	Refund claimed by VPA as per IT return	97.95	

SI No	Particulars		Status of Assessments from time to time
14	Financial Year	2021-22	(a) VPA while filing revised return in December 2022, claimed refund of tax of Rs.109.55 crores. (b) VPA filed its return of income as Rs.51.44 Crs. and disallowances made to the tune of Rs.169.21 Crs and arrived at assessed income of Rs.220.65 Crs. (c) The aggregate income tax liability was arrived at Rs.161.18 Crs after adjusting the prepaid taxes of Rs.127.48 Crs (0.04 Crs not shown in Assessment Order) a demand of Rs.132.47 Crs was arrived by the A.O after adding back the refund of Rs.98.78Crs. (d) Petition us 154 was filed with the Assessing Officer regarding the issues which were not considered in the Assessment Order. (e) Aggrieved of the demand of Rs.132.47 Crs, VPA filed an appeal with CIT(A) on 25.04.2024.
	Assessment Year	2022-23	
	Advance Tax paid & TDS credit	127.52	
	Tax provision made in VPA accounts	121.01	
	Tax liability as per IT return filed by VPA	17.98	
	Refund claimed by VPA as per IT return	109.55	
15	Financial Year	2022-23	(a) VPA filed revised return on 28.12.2023 with total income of Rs.267.06 Crs and claimed refund of tax of Rs.126.98 Crores.
	Assessment Year	2023-24	
	Advance Tax paid & TDS credit	220.30	
	Tax provision made in VPA accounts	171.44	
	Tax liability as per IT return filed by VPA	93.32	
	Refund claimed by VPA as per IT return	126.98	
15	For the financial year 2023-24(Assessment year 2024-25), advance tax paid Rs.181.44 Crores and TDS at credit as per Form 26As is of Rs.68.66 crores. Provision towards income tax provided is Rs. 356.70 Cr. Tax Return will be filed as per time lines.		

VPA CESTAT Cases

SI No	Particulars		Status of the appeal
1	Appellant Name	Visakhapatnam-I	1. SCN no V/15/240/2011 Dt.19.10.2011 received against the non-payment of service tax on deployment of VPA personnel at railway sidings of HPCL and other parties and irregular availment of CENVAT credit. 2. Order in Original no VIZ-STX 001 COM 001-066-2012 Dt. 30.04.2012 was passed in favor of VPA. 3. Based on the review order no 33, department filed an appeal no ST/1854/2012 on 04/07/2012 against the order passed.
	Respondent Name	Visakhapatnam Port Trust	
	Issues Involved	Service tax on staff charges of railway sidings	
	Period Of Issue	April, 2010 to March, 2011	
	Amount Involved	54,65,181	
	Diary No/ Year	02227/2012	
	Date Of Filing	04/07/2012	
	Case No	ST/1854/2012	
	Impugn No	VIZ-STX 001 COM 001-066-2012	

SI No	Particulars		Status of the appeal
2	Appellant Name	Visakhapatnam-I	<ol style="list-style-type: none"> 1. SCN no .V/15/64/2011 Dt. 20.04.2011 & V/15/238/2011 Dt. 19.10.2011 received against the non-payment of service tax on deployment of VPA personnel at railway sidings of HPCL and other parties and irregular availment of CENVAT credit. 2. Order in Original no VIZ-ST 001 COM 001-043-2012 Dt. 12.03.2012 was passed in favor of VPA disallowing the CENVAT credit of Rs 1,59,928/- 3. Based on the review order no 34, department filed an appeal no ST/1855/2012 on 04/07/2012 against the order passed.
	Respondent Name	Visakhapatnam Port Trust	
	Issues Involved	Service tax on staff charges of railway sidings & Irregular availment of CENAVT credit"	
	Period Of Issue	Oct'2005- Mar' 2010 & Apr'2006- Sep'2007	
	Amount Involved	4,17,75,141	
	Diary No/ Year	02228/2012	
	Date Of Filing	04/07/2012	
	Case No	ST/1855/2012	
Impugn No	VIZ-STX 001 COM 001-043-2012		
3	Appellant Name	Visakhapatnam Port Trust	<ol style="list-style-type: none"> 1. SCN no .V/15/64/2011 Dt. 20.04.2011 & V/15/238/2011 Dt. 19.10.2011 received against the non-payment of service tax on deployment of VPA personnel at railway sidings of HPCL and other parties and irregular availment of CENVAT credit. 2. Order in Original no VIZ-ST 001 COM 001-043-2012 Dt. 12.03.2012 was passed in favor of VPA disallowing the CENVAT credit of Rs 1,59,928/- 3. An appeal no ST/2685/2012 was filed on 01/10/2012 by VPA against the disallowed CENVAT credit of Rs 1,59,928/-
	Respondent Name	Visakhapatnam-I	
	Issues Involved	Irregular availment of CENAVT credit	
	Period Of Issue	Oct'2005 - Mar'2010 & Apr'2006 - Sep'2007	
	Amount Involved	1,59,928	
	Diary No/ Year	02722/2012	
	Date Of Filing	01/10/2012	
	Case No	ST/2685/2012	
Impugn No	VIZ-STX 001 COM 001-043-2012		
4	Appellant Name	Visakhapatnam Port Trust	<ol style="list-style-type: none"> 1. SCN no. V /15/115/2013-Adjn Dt. 16.04.2014 received against Eligibility of Cenvat Credit on Capital goods, rail plates sleepers etc. 2. Order in Original no VSP-EXCUS-001-COM-005-15-16 Dt 08.06.2015 was passed by the department. 3. An appeal no ST/21965/2015 was filed on 15/09/2015 by VPA against the Order in original.
	Respondent Name	Visakhapatnam-I	
	Issues Involved	Eligibility of CENAVT Credit on Capital goods, rail plates sleepers etc.	
	Period Of Issue	Oct'2008 - Sep'2012	
	Amount Involved	2,77,40,143	
	Diary No/ Year	22027/2015	
	Date Of Filing	15/09/2015	
	Case No	ST/21965/2015	
Impugn No	VSP-EXCUS-001-COM-15-16		

SI No	Particulars		Status of the appeal
5	Appellant Name	Visakhapatnam Port Trust	<ol style="list-style-type: none"> 1. SCN no V/15/128/2015 Adj Dt. 27.07.2015 received against Service tax on Deployment of employees on Deputation Basis. 2. Order in Appeal no VIZ-EXCUS-001-APP-192-18-19 Dt. 31.10.2018 was passed by the department. 3. An appeal no ST/21965/2015 was filed on 15/09/2015 by VPA against the Order in original.
	Respondent Name	Visakhapatnam - G S T	
	Issues Involved	Service tax on Deployment of employees on Deputation Basis	
	Period Of Issue	Oct'2013 - Mar'2015	
	Amount Involved	9,26,879	
	Diary No/ Year	30174/2019	
	Date Of Filing	05/03/2019	
	Case No	ST/30219/2019	
	Impugn No	VIZ-EXCUS-001-APP-192-18-19	
6	Appellant Name	Visakhapatnam Port Trust	<ol style="list-style-type: none"> 1. SCN no V/15/34/2018-Adj. Dt. 12.03.2019 received against short payment of service tax on CISF for the period 2015-16. 2. Order in Appeal no VIZ-EXCUS-001-APP-079-20-21 Dt. 30.07.2020 was passed by the department. 3. An appeal no ST/30053/2022 was filed on 18/11/2020 by VPA against the Order in original.
	Respondent Name	Commissioner Of Central Tax - Visakhapatnam - G S T	
	Issues Involved	Short paid of Service tax on CISF 15-16	
	Period Of Issue	Apr'2015 to Mar'2016	
	Amount Involved	90,00,518	
	Diary No/ Year	30366/2020	
	Date Of Filing	18/11/2020	
	Case No	ST/30053/2022	
	Impugn No	VIZ-EXCUS-001-APP-079-20-21	
7	Appellant Name	Visakhapatnam Port Trust	<ol style="list-style-type: none"> 1. SCN no V/1/87/2017-Dt. 27.04.2017 received against Non-payment of service tax on Liquidated Damages/Penalties under "declared service" for the period 2012-2015. 2. Order in Appeal no VIZ-EXCUS-001-APP-044-19-20 Dt. 29.06.2019 was passed by the department. 3. An appeal no ST/30358/2020 was filed on 15.10.2019 by VPA against the Order in original.
	Respondent Name	Visakhapatnam - G S T	
	Issues Involved	Non-payment of service tax on Liquidated Damages/Penalties under "declared service"	
	Period Of Issue	July 2012 to March 2015	
	Amount Involved	1,73,70,606	
	Diary No/ Year	30631/2019	
	Date Of Filing	15/10/2019	
	Case No	ST/30358/2020	
	Impugn No	VIZ-EXCUS-001-APP-044-19-20	

Sl No	Particulars		Status of the appeal
8	Appellant Name	Visakhapatnam Port Trust	<ol style="list-style-type: none"> 1. SCN no V /15/209/2014-Adjn received for non-payment of service tax under Reverse charge on services viz WCS, Legal & Rent a Cab services. 2. Order in original no VSP-EXCUS-001-COM-042-15-16 Dt. 18.01.2016 was passed by department. 3. An appeal no ST/30237/2016 was filed on 22.04.2016 by VPA against the Order in original.
	Respondent Name	Visakhapatnam-I	
	Issues Involved	Non-payment of service tax under Reverse charge on services viz WCS, Legal & Rent A Cab	
	Period Of Issue	Jul'2012- Mar'2013	
	Amount Involved	62,92,908	
	Diary No/ Year	30672/2016	
	Date Of Filing	22/04/2016	
	Case No	ST/30237/2016	
	Impugn No	VSP-EXCUS-001-COM-042-15-16	
9	Appellant Name	Visakhapatnam Port Trust	<ol style="list-style-type: none"> 1. SCN no V/15/237/2014 Dt. 13/3/2015 received for deployment of employees on deputation basis. 2. Order in appeal no VIZ-EXCUS-001-APP-246-17-18 Dt. 26.02.2018 was passed by department. 3. An appeal no ST/30648/2018 filed on 15/06/2018 against the order in original.
	Respondent Name	Visakhapatnam - G S T	
	Issues Involved	Deployment of employees on Deputation Basis	
	Period Of Issue	Jul'2012- Sep'2013	
	Amount Involved	9,92,419	
	Diary No/ Year	30676/2018	
	Date Of Filing	15/06/2018	
	Case No	ST/30648/2018	
	Impugn No	VIZ-EXCUS-001-APP-246-17-18	
10	Appellant Name	Visakhapatnam Port Trust	<ol style="list-style-type: none"> 1. SCN no 01/2022 Dt. 19.04.2022 received against the availment of CENVAT credit on construction of berths. 2. Order in original no VSP-EXCUS-COM-014-23-24 Dt. 31.10.2023 was passed by department. 3. An appeal was filed on 02.02.2024. Appeal number not assigned.
	Respondent Name	Visakhapatnam - G S T	
	Issues Involved	Availment of CENAVT credit on berth construction	
	Period Of Issue	2015-2017	
	Amount Involved	9,35,50,900	
	Diary No/ Year	30094/2024	
	Date Of Filing	02/02/2024	
	Case No	Not assigned yet	
	Impugn No	VSP-EXCUS-COM-014-23-24	
11	Appellant Name	Visakhapatnam Port Trust	<ol style="list-style-type: none"> 1. SCN no V/15/129/2010-Adj Dt. 29.09.2010 received against the short payment of service tax. 2. Order in original no VSP-EXCUS-COM-013-23-24 Dt. 31.10.2023 was passed by department. 3. An appeal was filed on 02.02.2024. Appeal number not assigned.
	Respondent Name	Visakhapatnam - G S T	
	Issues Involved	Short payment of service tax	
	Period Of Issue	2005-2007	
	Amount Involved	2,49,12,861	
	Diary No/ Year	30095/2024	
	Date Of Filing	02/02/2024	
	Case No	Not assigned yet	
	Impugn No	VSP-EXCUS-COM-013-23-24	

VPA High Court Cases

Sl No	Particulars	Status of the appeal
1	Case Type/No/Year	CEA/05/2020
	Against Appeal No	ST/497/2008
	Petitioner Name	The Principal Commissioner
	Respondent Name	Visakhapatnam Port Trust
	Issues Involved	Non-payment of service tax on Royalty and Demurrages
	Period Of Issue	April 2002-March 2007
	Amount Involved	18,35,40,762
	Date Of Filing	01-10-2019
	CNR Number	APHC01-033286-2019
		<ol style="list-style-type: none"> 1. SCN no V/15/152/2007-ADJ Dt. 22.07.2008 received by VPA for Non-payment of service tax on Royalty and Demurrages. 2. An order in appeal no 05-08 Dt. 22.07.2008 was issued by department. 3. Appeal no ST/497/2008 was filed by VPA on 14.10.2008 against the aggrieved order. 4. Final order no 30357-30362/2019 Dt. 14.03.2019 was passed against the appeal no ST/497/2008 by CESTAT. 5. Against the final order, VPA filed an appeal no CEA/05/2020 on 01-10-2019.
2	Case Type/No/Year	CEA/06/2020
	Against Appeal No	ST/22285/2015
	Petitioner Name	The Principal Commissioner
	Respondent Name	Visakhapatnam Port Trust
	Issues Involved	Non-payment of service tax on Royalty and Demurrages
	Period Of Issue	April 2012 to March 2013
	Amount Involved	1,71,42,054
	Date Of Filing	01-10-2019
	CNR Number	APHC01-033289-2019
		<ol style="list-style-type: none"> 1. SCN no V/15/21/2014 Adj dated 09/05/2014 received by VPA for Non-payment of service tax on Royalty and Demurrages. 2. An order in original no VIZ-STX-001-COM-009-15-16 Dt. 31.07.2015 was issued by department. 3. Appeal no ST/22285/2015 was filed by VPA on 16.11.2015 against the aggrieved order. 4. Final order no 30357-30362/2019 Dt. 14.03.2019 was passed against the appeal no ST/22285/2015 by CESTAT. 5. Against the final order, VPA filed an appeal no CEA/06/2020 on 01-10-2019.
3	Case Type/No/Year	CEA/07/2020
	Against Appeal No	ST/30322/2017
	Petitioner Name	The Principal Commissioner
	Respondent Name	Visakhapatnam Port Trust
	Issues Involved	Non-payment of service tax on Royalty and Demurrages
	Period Of Issue	April 2014-March 2015
	Amount Involved	4,07,64,041
	Date Of Filing	01-10-2019
	CNR Number	APHC01-033277-2019
		<ol style="list-style-type: none"> 1. SCN no V/15/51/2016 dated 18.04.2016 received by VPA for Non-payment of service tax on Royalty and Demurrages. 2. An order in original no VSP-EXCUS-001-COM-022-16-17 Dt. 05.12.2016 was issued by department. 3. Appeal no ST/30322/2017 was filed by VPA on 10.03.2017 against the aggrieved order. 4. Final order no 30357-30362/2019 Dt. 14.03.2019 was passed against the appeal no ST/30322/2017 by CESTAT. 5. Against the final order, VPA filed an appeal no CEA/07/2020 on 01-10-2019.

SI No	Particulars		Status of the appeal
4	Case Type/No/Year	CEA/09/2020	<ol style="list-style-type: none"> 1. SCN no V/15/198/2012 dated 22.10.2012 received by VPA for Non-payment of service tax on Royalty and Demurrages. 2. An order in original no VIZ-STX-001-COM-022-13 Dt. 30.10.2013 was issued by department. 3. Appeal no ST/20896/2014 was filed by VPA on 14.03.2014 against the aggrieved order. 4. Final order no 30357-30362/2019 Dt. 14.03.2019 was passed against the appeal no ST/20896/2014 by CESTAT. 5. Against the final order, VPA filed an appeal no CEA/09/2020 on 01-10-2019.
	Against Appeal No	ST/20896/2014	
	Petitioner Name	The Principal Commissioner	
	Respondent Name	Visakhapatnam Port Trust	
	Issues Involved	Non-payment of service tax on Royalty and Demurrages	
	Period Of Issue	April 2011-March 2012	
	Amount Involved	1,51,54,118	
	Date Of Filing	01-10-2019	
	CNR Number	APHC01-033288-2019	
5	Case Type/No/Year	CEA/10/2020	<ol style="list-style-type: none"> 1. SCN no V/15/108/2008-ADJ Dt. 29.11.2011 received by VPA for Non-payment of service tax on Royalty and Demurrages. 2. An order in appeal no 56-2011 Dt. 29.11.2011 was issued by department. 3. Appeal no ST/419/2012 was filed by VPA on 23.02.2012 against the aggrieved order. 4. Final order no 30357-30362/2019 Dt. 14.03.2019 was passed against the appeal no ST/419/2012 by CESTAT. 5. Against the final order, VPA filed an appeal no CEA/10/2020 on 01-10-2019.
	Against Appeal No	ST/419/2012	
	Petitioner Name	The Principal Commissioner	
	Respondent Name	Visakhapatnam Port Trust	
	Issues Involved	Non-payment of service tax on Royalty and Demurrages	
	Period Of Issue	April 2007 to Sept 2007	
	Amount Involved	2,59,82,650	
	Date Of Filing	01-10-2019	
	CNR Number	APHC01-033287-2019	
6	Case Type/No/Year	CEA/18/2020	<ol style="list-style-type: none"> 1. SCN no V/15/56/2015-Adj dated 09.04.2015 received by VPA for Non-payment of service tax on Royalty and Demurrages. 2. An order in original no VSP-EXCUS-001-COM-010-16-17 Dt. 12.08.2016 was issued by department. 3. Appeal no ST/31039/2016 was filed by VPA on 16.11.2016 against the aggrieved order. 4. Final order no 30357-30362/2019 Dt. 14.03.2019 was passed against the appeal no ST/31039/2016 by CESTAT. 5. Against the final order, VPA filed an appeal no CEA/18/2020 on 02-11-2020.
	Against Appeal No	ST/31039/2016	
	Petitioner Name	Visakhapatnam Port Trust	
	Respondent Name	The Principal Commissioner	
	Issues Involved	Non-payment of service tax on Royalty and Demurrages	
	Period Of Issue	April 2013 to March 2014	
	Amount Involved	7,40,50,898	
	Date Of Filing	02-11-2020	
	CNR Number	APHC01-030581-2020	

SI No	Particulars		Status of the appeal
7	Case Type/No/Year	CEA/19/2020	1. SCN no V/15/152/2007-ADJ Dt. 22.07.2008 received by VPA for Non-payment of service tax on Royalty and Demurrages. 2. An order in appeal no 05-08 Dt. 22.07.2008 was issued by department. 3. Appeal no ST/497/2008 was filed by VPA on 14.10.2008 against the aggrieved order. 4. Final order no 30357-30362/2019 Dt. 14.03.2019 was passed against the appeal no ST/497/2008 by CESTAT. 5. Against the final order, VPA filed an appeal no CEA/19/2020 on 02-11-2020.
	Against Appeal No	ST/497/2008	
	Petitioner Name	Visakhapatnam Port Trust	
	Respondent Name	The Principal Commissioner	
	Issues Involved	Non-payment of service tax on Royalty and Demurrages	
	Period Of Issue	April 2002-March 2007	
	Amount Involved	18,35,40,762	
	Date Of Filing	02-11-2020	
CNR Number	APHC01-030582-2020		

8.	The following items constitute contingent liabilities.	(Rs.in crores)
a)	Law suits pending in Courts against VPA for claims	630.27
b)	Contingent liability on account of non-payment of 75% amount as per NITI Ayog guidelines due to non-production of required Documents like BG and opening of Escrow account by PPP operator M/s AVR INFRA PRIVATE LIMITED	16.23
c)	Disputed Property Tax Claim for the years 86-87 to 98-99	27.98
	Total	<u>674.48</u>

9. In addition to the above, M/s. SEW – Vizag coal terminal filed a claim for Rs. 1,685.74 crores against termination of Concession agreement and VPA also filed a counter claim of Rs. 2,951.24 crores for revenue loss due to default in completion of EQ-1A against M/s. SEW –Vizag Coal Terminal Pvt Ltd.

10. Separate Trust accounts are maintained for Pension Fund, Gratuity Fund and Provident Fund. There is no separate Trust for Group Leave encashment but separate fund is maintained for GLES. During the year 2023-24, payments for Leave encashment met from revenue and the Leave Encashment Actuarial Valuation as on 31.03.2024 is Rs. 105.92 Crores and it is fully funded.

11. Detailed statement of Actuarial liability, Provisions created / still to create and funds position there on is furnished herewith.

(Rs. Crores)

PENSION & GRATUITY FUNDS POSITION AS ON 31.03.2024		
DETAILS	Pension Fund Trust	Gratuity Fund Trust
Funds to be provided as per Actuarial valuation (A)	5761.45	261.99
Fund available at the end of 31.3.2023	5392.87	182.89
Fund transferred to the Trust during the year 2023-24	57.83	19.73
Interest earned on the Fund during the year 2023-24	391.60	12.56
Payments made from funds during 2023-24	0	-27.49
Less: Difference as per valuation	-188.52	0
Total Fund available at the end of 31.3.2024 (B)	5653.78	187.69
(Shortfall) / Excess in fund (B-A)	-107.67	-74.30

12. Shortfall in Pension and Gratuity Fund Trust will be made good in future basing on the availability of surplus funds.
13. Trial balance is generated from SAP and financial statements are prepared in excel, as P&L account and Balance sheet together with schedules are not available in SAP, as per the format prescribed by the Ministry (Billimoria Report)
14. Provision for PLR to officers and employees provided for Rs.3.74 Crores for 2023-24.
15. Claims accounted as income, but subsequently considered to be ineligible for receipt are treated in the books of accounts as expenditure on approval of the competent authority.
16. All sundry debtors are considered as good and hence no provision is made for bad debts and also awaiting for uniform policy from the Ministry for the same.
17. Prior period income or expenses which arise in the current periods as a result of errors or omission in preparation of Financial statements of one or more prior periods are included under Finance and Miscellaneous Income or Expenditure.
18. As per the Ministry's guidelines vide Lr. No. 25021/1/2011-PD-II dt.02/12/2011, Corporate Social Responsibility fund of Rs 11.42 crores has been created during the year
19. Reconciliation of quantity balances of Stores Priced Ledgers with Bin Cards has been done and necessary adjustments were carried out wherever necessary.
20. Previous year's figures have been regrouped wherever necessary to confirm to the current year's classification.
21. Western Quay -6 (WQ-6) berth in the Northern Arm of Inner Harbor for handling dry bulk cargo was developed by M/s West Quay Multi Port Pvt. Limited (WQMPL) on DBFOT as per Concession Agreement (July 2010) valid for a period of 30 years. After operating the berth for three years ten months, concessionaire suspended operations in March 2019. The concession agreement was terminated and port is operating the same. After obtaining the valuation report as per the concession agreement from the valuer and after receipt of orders from the judicial authorities all necessary adjustments will be passed as per the orders.

In addition to the above, VPA has awarded the berth for revamping of the existing WE-6 terminal on PPP MODE TO ictp (Integral Cargo Terminal Private limited), duly disclosing in a separate Annexure forming part of the Concession Agreement, the status of the disputes in the terminal.
22. Provision made for Rs.89.90 crores towards wage revision arrears for CI-III & IV employees during the financial years 2021-22, 2022-23 & 2023-24. The wage revision is yet to be finalized by the Ministry.
23. Tug Mahatma was purchased in the year 2000 and is unserviceable. The same has been initiated for disposal action and is under the process of disposal

23. General disclosures as per Billimoria report.

Sl.No	Particulars	2023-24		2022-23		Remarks	
1.	Fixed capital Assets retired from active use and awaiting disposal should be disclosed separately.	Nil		Nil		The assets were disposed as and when the same were deemed unfit and the sale proceedings are booked / charged to revenue in the respective years.	
2.	Estimated amount of contracts remaining to be executed on capital account and not provided for as at the end of FY (Rs.in crores)	342.27		157.25		As per the policy of VPA to recognize revenue on accrual basis, estimated capital expenditure due to the end of March 2023-24 provided for as at the end of 31.3.2024	
3.	Contingent liability not provided for due to disputes (Rs.in crores)	674.48		700.65			
4.	CIF value of Imports during the year: Stores and SparesCapital goods /spares (Rs.in crores)	3.45		Nil			
5.	Expenditure in foreign currency (Rs. in Crores)	3.45		Nil			
6.	Earnings in foreign exchange	Nil		Nil			
7.	Value of imported and indigenous stores and spare parts consumed during the financial year with %	Nil		Nil			
8.	Expenditure incurred on research, planning and developmental activities (Rs.in Crores)	5.37		2.55			
9.	Borrowing costs capitalized during the year	Nil		Nil			
10.	Foreign exchange gain/losses during the year	Nil		Nil			
11.	Total capacity of VPA (Million tonnes)	136.39		126.89			
12.	Actual number of vessels handled during the year (No.)	2225		2011			
13.	Tonnage handled during the year (Million tonnes)	81.09		73.75			
14.	Details of class-wise staff strength (operating) including CHD is : (No.)	CHD	VPA	CHD	VPA		
		CI I	1	92	CI I	1	94
		CI II	1	96	CI II	0	95
		CI III	28	1266	CI III	27	1316
		CI IV	419	486	CI IV	463	562
		TOTAL	447	1940	TOTAL	491	2067

Sd/-
FA & CAO

Sd/-
CHAIRPERSON

Separate Audit Report of the Comptroller and Auditor General of India on the Accounts of Visakhapatnam Port Authority, Visakhapatnam for the year ended 31 March 2024

1. We have audited the attached Balance Sheet of Visakhapatnam Port Authority as at 31 March 2024 and the Profit and Loss Account for the year ended on that date under Section 19(2) of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971 read with Section 44 of Major Port Authorities Act, 2021. These financial statements are the responsibility of the Port's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. This Separate Audit Report contains the comments of the Comptroller and Auditor General of India (CAG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards, disclosure norms, etc. Audit observations on financial transactions with regard to compliance with the Laws, Rules & Regulations (Propriety and Regularity), efficiency-cum-performance aspects, etc. are reported through Inspection Reports/CAG's Audit Reports separately.
3. We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements. An audit includes examining on a test basis, evidences supporting the amounts and disclosure in the financial statements. An audit also includes examining, on a test basis, evidences supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.
4. Based on our audit, we report that:
 - i) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit.
 - ii) The Balance Sheet and Profit and Loss Account dealt with by this report have been drawn up in the format approved by the Ministry.
 - iii) In our opinion, proper books of accounts and other relevant records have been maintained by the Visakhapatnam Port Authority, Visakhapatnam as required, in so far as it appears from our examination of such books.
 - iv) We further report that:

A. Revision of accounts

Visakhapatnam Port Authority (VPA) revised its Annual Accounts to give effect to some of the audit observations. As a result, Profit Before Tax increased by 22.80 crore i.e. from 1,030.71 crore to 1,053.51 crore; and Profit After Tax increased by 14.83 crore i.e. from 709.43 crore to 724.27 crore.

B. Comments on Recast Accounts:

B.1 Balance Sheet

B.1.1 Grants received (Schedule 1.3): 23.96 crore

Visakhapatnam Port Authority received 22.93 crore as Government Grant in the year 2021-22 for Modernisation of Fishing Harbour Terminal. Interest amounting to 1.03 crore has been accumulated on the Grant during the year. As per

Rule 230(8) of General Financial Rules, interest earned on grants should be mandatorily remitted to the Consolidated Fund of India. However, the interest amount was continued to be showed under 'Grants received' instead of showing it as Current Liabilities. This resulted in overstatement of 'Grants received' and understatement of Current Liabilities by 1.03 crore.

B.1.2 Current Assets, Loans & Advances (Schedule 2.3)

Sundry Debtors: 422.63 crore

- (a) Gross Sundry Debtors as on 31 March 2024 amounting to 429.94 crore included an amount of 336.21 crore (78.20 percent) which were pending realisation for more than five years. However, VPA has not made any made provision towards bad and doubtful debts except 7.31 crore which was made prior to 2013-14. Despite giving assurances year after year, VPA has not made further provision towards bad and doubtful debts. Similar comments were issued on the Annual Accounts of VPA for the years 2019-20, 2020-21, 2021-22 and 2022-23. However, no corrective action was taken even in the year 2023-24.
- (b) Sundry Debtors include outstanding dues aggregating to 27.91 crore receivable from three concessionaires¹ under the respective concession agreements for development of Port infrastructure. As the concession agreements had been terminated by VPA, the recoverability of the dues was uncertain. VPA needs to frame a suitable accounting policy for provisioning against such dues.
- (c) Sundry Debtors include negative balances aggregating to 43.17 crore which reflect lack of internal controls with regard to accounting of debtors. Reconciliation of customer-wise balances needs to be undertaken to reduce/eliminate negative balances.

B.1.3 Current Liabilities and Provisions (Schedule 2.4)

Provident, Pension & Gratuity Funds: 30.55 crore

- (a) As compared with the amounts assessed in the Actuarial Valuation Reports, the liability recognised by VPA towards pension and gratuity was lesser by 107.67 crore and 74.30 respectively. This resulted in understatement of 'Finance and Miscellaneous Expenditure' and 'Current Liabilities and Provisions' by 181.97 crore. Consequently, Profit was overstated by 181.97 crore.
- (b) Reference is invited to Note No. 11 of the Notes to Accounts, wherein the detailed statement of Actuarial Liability, Provisions created/still to be created and funds position there on is disclosed. Audit verified the confirmation certificates furnished by the various Financial Institutions against the investments made from Pension Fund as on 31 March 2024. While reviewing the confirmation certificates furnished by VPA, Audit found that the confirmation certificates for the investments made in Annuities amounting to 572.31 crore were not available. Hence, Audit could not vouchsafe the authenticity of investment of 572.31 crore in the Pension Fund Trust for the year ended 31 March 2024. This issue was also raised in the Separate Audit Report for the year 2022-23 but the Management could not provide the confirmation certificates during 2023-24 as well.

B.2 General

Review of Bank Reconciliation Statements of Visakhapatnam Port Authority for the month of March 2024 revealed following balances pertaining to the years 2019-24 which were pending for adjustments:

¹ West Quay Multi Cargo Private Limited (₹ 9.54 crore), Adani Vizag Coal Terminal Private Limited (₹ 17.35 crore) and West Quay Multi Port Company Limited (₹ 1.02 crore)

- (a) Amounts aggregating to 18.04 crore were credited by the Banks but not accounted for by VPA.
- (b) Amounts aggregating to 10.56 crore were debited by the Banks but not accounted for by VPA.
- (c) Amounts aggregating to 25.28 crore were credited by VPA towards cheques issued, but not debited by the respective Banks.
- (d) Amounts aggregating to 18.69 crore were debited by VPA but not credited by the respective Banks.

The above amounts need to be reconciled/adjusted so as to reflect the correct amount of bank balance in the accounts.

C. Management Letter

Deficiencies which have not been included in the Audit Report have been brought to the notice of the Chairman, Visakhapatnam Port Authority through a Management Letter issued separately for remedial/corrective action.

- v) Subject to our observations in the preceding paragraphs, we report that the Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of accounts.
- vi) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with Accounting Policies and Notes on Accounts, and subject to the significant matters stated above and other matters mentioned in **Annexure-I** to this Audit Report, give a true and fair view in conformity with accounting principles generally accepted in India:
 - a) In so far as it relates to the Balance Sheet, of the state of affairs of Visakhapatnam Port Authority, Visakhapatnam as on 31 March 2024; and
 - b) In so far as it relates to Profit and Loss Account, of the Profit for the year ended on that date.
- vii) A Review of accounts showing the summarised financial results of Visakhapatnam Port Authority for the last three years is given in **Annexure-II**.

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

Sd/-

Place: Hyderabad
Date: 26 November 2024

(V.M.V Nawal Kishore)
Principal Director of Commercial Audit
Hyderabad

Annexure-I

1. Adequacy of Internal Audit System

The internal audit of Visakhapatnam Port Authority (VPA) for the year 2023-24 was entrusted to M/s. Rao & Kumar, Chartered Accountants on 13 March 2023. The Internal Auditor submitted Audit Reports to the FA&CAO of VPA for the period 1 April 2023 to 31 March 2024. Though the internal audit mandate provides for various checks including verification of Draft Profit & Loss Account, Balance Sheet, Schedules, Notes forming part of Accounts, deficiencies still persist which is evident from the fact that C&AG pointed out 72 Audit Findings during financial audit for the year 2023-24, out of which Management of VPA passed rectification entries for 38 Audit Findings. This indicates need for further improvement and effectiveness of the Internal Audit System.

Further, the Internal Auditor for the year 2023-24 was appointed without approval of the Board of VPA as required in terms of the provisions of the Major Port Authorities (Accounts and Audit) Rules, 2021.

2. Adequacy of Internal Control System

Internal controls of the Visakhapatnam Port Authority are not adequate. Specific areas relating to debtors' management requiring to be strengthened/improved have been brought to the notice of the Chairman, Visakhapatnam Port Authority, through a Management Letter issued separately for compliance. Some major items besides issues already pointed out in Separate Audit Report are as follows:

- All port users shall maintain minimum balance ranging from 25,000 to 3,00,000/- in their revolving deposit accounts with VPA. Out of total 652 deposit accounts maintained in VPA, 198 customers were maintaining requisite minimum balances and 454 customers, i.e., 70 per cent of customers were not maintaining the minimum balances. Further, negative balances of 113.71 crore were reflecting against 235 customers. This indicates inadequacy of monitoring mechanism.
- Outstanding dues aggregating to 18.99 crore had been received from two parties² during the year but no entries for the same were made in the books of accounts for reconciliation of the amounts received. This resulted in overstatement of Sundry Debtors by 18.99 crore which needs to be reconciled.
- Appeals against Income Tax (IT) assessment orders for the Assessment Years 2009-10 to 2021-22 were pending before various appellate authorities of Income Tax Department. Management has to ensure appropriate efforts for speedy disposal of the appeals.

(As per section 208 of the Income Tax Act, VPA pays Advance Tax and Tax Deducted at Source (TDS) to Income Tax Authorities. To obtain the refund from Income Tax Authorities, VPA files Income Tax returns every year with applicable tax assessment. However, due to non-adjustment of amounts submitted by VPA in Income Tax Returns from 2009-10 to 2023-24, an amount of 1,471.19 crore was appearing as 'Loans and Advances' and 1,101.67 crore as 'Provisions for Taxation' and the same was inflating the current ratio of VPA).

- VPA does not have a standard report for ageing of debtors in SAP. The Finance Department has downloaded the SAP data for 2023-24 and added to the opening balance of the ageing statement which is done manually.
- Internal Audit Report revealed: (a) raising of revenue bills through miscellaneous bills in Port Operating System (b) Non-collection of penal interest by VPA on delay in payment by customers and suggested to have automated interest calculation

² Essar Vizag Terminal Private Limited (~ 16.24 crore), and Vizag Sea Port Limited (~ 2.75 crore)

system in SAP for delayed payment by customers (c) supporting invoices and vouchers were not attached in ERP (SAP) for certain vendor payments.

- Miscellaneous Creditors and Credit Balances under the head Current Liabilities and Provisions (Schedule 2.4) included an amount of 104.60 crore under the head 'Others'. This included 44.40 crore being amounts received in different bank accounts of VPA, but not appropriated since 2019 to the respective customers' accounts/heads, and kept in Other Misc. Liability- Bank (GL code-22020663).

3. System of Physical Verification of Fixed Assets

According to the Policy and Procedure of VPA, physical verification of Fixed Assets is to be carried out once in five years. Physical verification of Fixed Assets due in 2018 was conducted in the the year 2018-19 and the physical Physical Verification for the year 2023 has not been conducted by VPA.

4. System of Physical verification of inventory

The Physical verification of inventory is carried out at regular intervals by VPA through Internal Auditor. Physical Verification of Inventory was not carried out except general stores for the year 2023-24

5. Regularity in payment of statutory dues

The Port Authority has remitted the statutory payments to the respective organisations within the due dates except the issues pointed out in the Separate Audit Report.

(V.M.V Nawal Kishore)
Principal Director

Annexure-II

This review of accounts has been prepared without taking into account the audit observations/comments included in the audit report of the Comptroller and Auditor General of India.

a) Introduction

The audit of the accounts of the Visakhapatnam Port Authority has been conducted under Section 19(2) of Comptroller & Auditor General's (Duties, Powers and Conditions of Service) Act, 1971 read with Section 44 of Major Port Trusts Act, 2021.

b) Financial Position

The financial position of the Port Authority under broad headings as at the end of each of the last three years was as follows:

(` in crore)

	Description	2021-22	2022-23	2023-24
I. A	Liabilities			
	(i) Capital Reserves	1019.48	1019.51	1024.19
	(ii) Other Reserves	2127.32	2508.23	3227.67
	(iii) Borrowings	0.00	0.00	0.00
	Capital Debts	0.00	0.00	0.00
	(iv) Grants Received	42.18	54.07	23.96
	(v) Current liabilities & Provisions & other liabilities (PF/Pension, Gratuity Fund)	2339.75	2717.53	3219.62
	(vi) Deferred Tax Liability	0.00	0.00	0.00
	Total	5528.73	6299.34	7495.44
I. B	(i) Fixed Assets (Gross block)	2832.85	3049.11	3246.08
	(ii) Less: Depreciation	894.14	945.47	958.25
	(iii) Net Fixed Assets	1938.71	2103.64	2287.83
	(iv) Work-in-Progress	322.67	327.04	335.74
	(v) Investments	528.41	530.01	527.40
	(vi) Current Assets loans and Advances	2717.33	3296.08	4274.46
	(vii) Miscellaneous Expenditure (DRE)	0.00	0.00	0.00
	Deferred Tax Asset	21.61	42.57	70.03
	Total	5528.73	6299.34	7495.44
C	Working Capital ³	377.58	578.55	1054.84
D	Net Worth ⁴	3146.8	3527.74	4251.86
E	Capital Employed ⁵	2316.29	2682.20	3342.67
F	Percentage of Return on Capital Employed ⁶	11.90	14.19	21.53
G	Capital Employed (Including Work-in-Progress)	2638.96	3009.24	3678.41
H	Percentage of Return on Capital Employed (Including Work-in-Progress)	10.44	12.65	19.56

³ Working capital represents current assets minus current liabilities.

⁴ Net worth represents capital reserves and other reserves plus accumulated surplus less accumulated deficit

⁵ Capital Employed represents net fixed assets plus working capital

⁶ Rate of return represents percentage of net surplus (before appropriations) to capital employed

c) Summary of working results

The working results of the Port Authority for the year ended 31 March 2024 as compared to the last two years ended 31 March 2022 and 2023 were as follows:

(₹. in crore)

	Description	2021-22	2022-23	2023-24
II	Revenue			
A	Income			
	Operating Income	1525.9	1726.9	2074.75
	Non-operating Income	83.97	135.69	359.44
	Total	1609.9	1862.5	2434.19
B	Expenditure			
	Operating Expenditure	740.17	798.03	820.42
	Non-operating Expenditure	506.84	533.31	560.26
	Total	1247	1331.3	1380.68
C	Net Surplus/deficit before appropriation / profit before tax	362.86	531.2	1053.51
	Less: Provision for taxation			
	Previous year	0	0	0
	Current year	121.01	171.45	356.70
	Fringe Benefit Tax	0	0	0
	Deferred Tax	-33.71	-20.956	-27.46
	Profit after tax	275.56	380.71	724.27
D	Less: Profit on disposal of fixed assets and transferred to Capital Reserve	2.40	0.0285	4.68
E	Amount available for appropriations	273.17	380.68	719.59
F	Less : Mandatory Appropriation / transfer to Reserve Fund (Net profit)	138.98	160.93	200.56
G	Surplus transferred to General Reserve Fund (Net profit)	134.19	219.75	519.03
H	Percentage of net profit after tax to:			
	Operating income	18.06	22.04	34.91
	Net Fixed Assets	14.21	18.10	31.66
	Net Worth	8.76	10.79	17.03

d) Ratio Analysis (Liquidity & Solvency)

- (i) Percentage of current Assets to Current Liabilities increased from 121.29 in 2022-23 to 132.76 in 2023-24.
- (ii) Percentage of Quick Assets to Current Liabilities increased from 73.86 in 2022-23 to 80.37 in 2023-24.
- (iii) Percentage of Liquid Assets to Current Liabilities increased from 55.67 in 2022-23 to 67.24 in 2023-24.
- (iv) Percentage of Sundry Debtors to Operating Income decreased from 28.63 in 2022-23 to 20.37 in 2023-24.
- (v) Debt/Capital Reserves & Other Reserves ratio: VPA does not have any borrowings.
- (vi) Percentage of Current Assets to Total Assets increased from 52.32 in 2022-23 to 57.03 in 2023-24.
- (vii) Percentage of Operating Expenditure to Operating Income decreased from 46.21 in 2022-23 to 39.54 in 2023-24.

Sd/-
(V.M.V Nawal Kishore)
Principal Director

ACTION TAKEN NOTES ON COMMENTS OF CAG ON THE ACCOUNTS OF VPA FOR THE YEAR 2023-24

Grants received (Schedule 1.3) : `23.96 crore

Visakhapatnam Port Authority received `22.93 crore as Government Grant in the year 2021-22 for Modernization of Fishing Harbour Terminal. Interest amounting to `1.03 crore has been accumulated on the Grant during the year. As per Rule 230(8) of General Financial Rules, interest earned on grants should be mandatorily remitted to the Consolidated Fund of India. However, the interest amount was continued to be showed under 'Grants received' instead of showing it as Current Liabilities. This resulted in overstatement of 'Grants received' and understatement of Current Liabilities by `1.03 crore.

Since the project is work in progress and not completed yet. Interest Earned on unspent grants if any will be remitted to Govt of India after completion of the project.

Further, Interest earned on unspent Grants which is payable to the Govt. is shown separately in the Grants received as a part of presentation under the schedule 1.2, which is under liability side of the Balance Sheet

Current Assets, Loans & Advances (Schedule 2.3)**Sundry Debtors: `422.63 crore**

(a) Gross Sundry Debtors as on 31 March 2024 amounting to `429.94 crore included an amount of `336.21 crore (78.20 percent) which were pending realization for more than five years. However, VPA has not made any made provision towards bad and doubtful debts except `7.31 crore which was made prior to 2013-14. Despite giving assurances year after year, VPA has not made further provision towards bad and doubtful debts. Similar comments were issued on the Annual Accounts of VPA for the years 2019-20, 2020-21, 2021-22 and 2022-23. However, no corrective action was taken even in the year 2023-24.

(a)& (b) The Ministry is in the process of framing a uniform policy to all the Ports in this regard. Accordingly action will we taken. Also it is to state that, with the introduction of the Major Port Authority Act w.e.f. 03.11.2021, all the ports have requested the Ministry through IPA to look in to the account formats, policies etc. to align in accordance with Companies Act. As the common frame work for preparation of Accounts of Major Ports is under finalization by the Ministry, on receipt of the same necessary action will be taken accordingly

(b) Sundry Debtors include outstanding dues aggregating to `27.91 crore receivable from three concessionaires under the respective concession agreements for development of Port infrastructure. As the concession agreements had been terminated by VPA, the recoverability of the dues was uncertain. VPA needs to frame a suitable accounting policy for provisioning against such dues.

(c) Sundry Debtors include negative balances aggregating to `43.17 crore which reflect lack of internal controls with regard to accounting of debtors. Reconciliation of customer-wise balances needs to be undertaken to reduce/eliminate negative balances.

(c) Reconciliation is under progress and necessary action will be taken accordingly.

Current Liabilities and Provisions (Schedule 2.4)**Provident, Pension & Gratuity Funds: ` 30.55 crore**

- | | |
|---|---|
| <p>(a) As compared with the amounts assessed in the Actuarial Valuation Reports, the liability recognised by VPA towards pension and gratuity was lesser by ` 107.67 crore and ` 74.30 respectively. This resulted in understatement of 'Finance and Miscellaneous Expenditure' and 'Current Liabilities and Provisions' by ` 181.97 crore. Consequently, Profit was overstated by ` 181.97 crore.</p> <p>(b) Reference is invited to Note No. 11 of the Notes to Accounts, wherein the detailed statement of Actuarial Liability, Provisions created/still to be created and funds position there on is disclosed. Audit verified the confirmation certificates furnished by the various Financial Institutions against the investments made from Pension Fund as on 31 March 2024. While reviewing the confirmation certificates furnished by VPA, Audit found that the confirmation certificates for the investments made in Annuities amounting to ` 572.31 crore were not available. Hence, Audit could not vouchsafe the authenticity of investment of ` 572.31 crore in the Pension Fund Trust for the year ended 31 March 2024. This issue was also raised in the Separate Audit Report for the year 2022-23 but the Management could not provide the confirmation certificates during 2023-24 as well.</p> | <p>(a) & (b) Appropriate disclosures has already been made in the Notes to Accounts during the Recast of accounts. As regards to annuities, the confirmation certificates will be obtained from the LIC of India, SBI Life Insurance Co. Ltd, and ICICI Prudential.</p> |
|---|---|

General

- | | |
|---|--|
| <p>Review of Bank Reconciliation Statements of Visakhapatnam Port Authority for the month of March 2024 revealed following balances pertaining to the years 2019-24 which were pending for adjustments:</p> <p>(a) Amounts aggregating to ` 18.04 crore were credited by the Banks but not accounted for by VPA.</p> <p>(b) Amounts aggregating to ` 10.56 crore were debited by the Banks but not accounted for by VPA.</p> <p>(c) Amounts aggregating to ` 25.28 crore were credited by VPA towards cheques issued, but not debited by the respective Banks.</p> <p>(d) Amounts aggregating to ` 18.69 crore were debited by VPA but not credited by the respective Banks.</p> <p>The above amounts need to be reconciled/adjusted so as to reflect the correct amount of bank balance in the accounts.</p> | <p>The Bank Reconciliation statements will be reviewed and reconciled during the financial year 2024-25. Professional Chartered Accountant firm will be engaged to carry out Reconciliation.</p> |
|---|--|

C. Management Letter**1. Adequacy of Internal Audit System**

The internal audit of Visakhapatnam Port Authority (VPA) for the year 2023-24 was entrusted to M/s. Rao & Kumar, Chartered Accountants on 13 March 2023. The Internal Auditor submitted Audit Reports to the FA&CAO of VPA for the period 1 April 2023 to 31 March 2024. Though the internal audit mandate provides for various checks including verification of Draft Profit & Loss Account, Balance Sheet, Schedules, Notes forming part of Accounts, deficiencies still persist which is evident from the fact that C&AG pointed out 72 Audit Findings during financial audit for the year 2023-24, out of which Management of VPA passed rectification entries for 38 Audit Findings. This indicates need for further improvement and effectiveness of the Internal Audit System.

Further, the Internal Auditor for the year 2023-24 was appointed without approval of the Board of VPA as required in terms of the provisions of the Major Port Authorities (Accounts and Audit) Rules, 2021.

2. Adequacy of Internal Control System

Internal controls of the Visakhapatnam Port Authority are not adequate. Specific areas relating to debtors' management requiring to be strengthened/improved have been brought to the notice of the Chairman, Visakhapatnam Port Authority, through a Management Letter issued separately for compliance. Some major items besides issues already pointed out in Separate Audit Report are as follows:

1. All port users shall maintain minimum balance ranging from ₹25,000 to ₹3,00,000/- in their revolving deposit accounts with VPA. Out of total 652 deposit accounts maintained in VPA, 198 customers were maintaining requisite minimum balances and 454 customers, i.e., 70 per cent of customers were not maintaining the minimum balances. Further, negative balances of ₹113.71 crore were reflecting against 235 customers. This indicates inadequacy of monitoring mechanism.
2. Outstanding dues aggregating to ₹18.99 crore had been received from two parties during the year but no entries for the same were made in the books of

The Audit findings during the FY 2023-24 are majority generic in nature where a policy has to be taken at Ministry level and rest of the Audit findings are due to non-capitalization of work in progress which were due to lack of final bill submission by the parties, reconciliation etc., Further, The clause of the approval of the Board and the procedure laid down in the Major Port Authorities Accounts and Audit Rules 2021 in appointing of the Internal Auditors will be adhered to.

1. The Reconciliation is under progress and necessary action will be taken accordingly.
2. Reconciliation is in process & will be adjusted/cleared during the FY 2024-25.

accounts for reconciliation of the amounts received. This resulted in overstatement of Sundry Debtors by ₹ 18.99 crore which needs to be reconciled.

3. Appeals against Income Tax (IT) assessment orders for the Assessment Years 2009-10 to 2021-22 were pending before various appellate authorities of Income Tax Department. Management has to ensure appropriate efforts for speedy disposal of the appeals.

(As per section 208 of the Income Tax Act, VPA pays Advance Tax and Tax Deducted at Source (TDS) to Income Tax Authorities. To obtain the refund from Income Tax Authorities, VPA files Income Tax returns every year with applicable tax assessment. However, due to non-adjustment of amounts submitted by VPA in Income Tax Returns from 2009-10 to 2023-24, an amount of ₹ 1,471.19 crore was appearing as 'Loans and Advances' and ₹ 1,101.67 crore as 'Provisions for Taxation' and the same was inflating the current ratio of VPA).

4. VPA does not have a standard report for ageing of debtors in SAP. The Finance Department has downloaded the SAP data for 2023-24 and added to the opening balance of the ageing statement which is done manually.
5. Internal Audit Report revealed: (a) raising of revenue bills through miscellaneous bills in Port Operating System (b) Non-collection of penal interest by VPA on delay in payment by customers and suggested to have automated interest calculation system in SAP for delayed payment by customers (c) supporting invoices and vouchers were not attached in ERP (SAP) for certain vendor payments.
6. Miscellaneous Creditors and Credit Balances under the head Current Liabilities and Provisions (Schedule 2.4) included an amount of ₹ 104.60 crore under the head 'Others'. This included ₹ 44.40 crore being amounts received in different bank accounts of VPA, but not appropriated since 2019 to the respective customers' accounts/heads, and kept in Other Misc. Liability- Bank (GL code-22020663).

3. VPA has appointed the CA firms to take up the issues of IT appeals to close the same at the earliest. It is an act on record that due to bifurcation of the state, the bench was cannot constituted. It is not appropriate to state that efforts were not made by VPA for speedy disposal. It is pertinent to state that in the present taxation regime all the assessments, appeals are being made faceless (e-assessments) on receipt of the Assessment notices, VPA is responding then and there for speedy disposal of the assessments. accordingly during the month of April 2024 and November 2024 the appeals which were pending at ITAT were disposed off by duly granting certain expenditure as an eligible expenditure and necessary entries in this regard will be accounted during the FY 2024-25. It is to state that during the Action is being taken by VPA for the speedy disposal of the appeals and assessment orders.

4. VPA is in the process of upgrading SAP to S4 HANA. Accordingly, report for the ageing of Sundry Debtors will be taken up in the upgradation of SAP to S4 HANA

5. It is to state that the necessary invoices are being raised by VPA except in case of disputed parties. Audit suggestion will be implemented in SAP up gradation.

6. This will be reviewed and reconciled during the financial year 2024-25. Professional Chartered Accountant firm will be engaged to carry out Reconciliation

System of Physical Verification of Fixed Assets

According to the Policy and Procedure of VPA, physical verification of Fixed Assets is to be carried out once in five years. Physical verification of Fixed Assets due in 2018 was conducted in the the year 2018-19 and the physical Physical Verification for the year 2023 has not been conducted by VPA.

A Committee in this regard is being formulated and the physical verification of the Fixed Assets is being carried over by the committee and the report by the committee will be submitted during financial year 2024-25

System of Physical verification of inventory

The Physical verification of inventory is carried out at regular intervals by VPA through Internal Auditor. Physical Verification of Inventory was not carried out except general stores for the year 2023-24.

Prior to implementation of SAP, there was no concept of the sub-store. Hence, the stock was then physically verified at the General Stores periodically. The same process is being continued till date. However, the observation of the CAG is noted and the random periodical checks and the verification of the stock at the sub stores will be taken up from the next financial year 2024-25. Basing on the above changes in the system, the stock ageing and the slow moving will be prepared from Next Year 2024-25.

Regularity in payment of statutory dues

The Port Authority has remitted the statutory payments to the respective organisations within the due dates except the issues pointed out in the Separate Audit Report.

The statutory compliance has been met by VPA however, the finalization of assessments which are being made face less are to be disposed of by the IT Department. However during the month of April 2024 and November 2024 the appeals which were pending at ITAT were disposed off by duly granting certain expenditure as an eligible expenditure and necessary entries in this regard will be accounted during the FY 2024-25.

VISAKHAPANAM PORT AUTHORITY

Certificate of Approval
Issued by Indian Register Quality Systems



Certificate No. **IND/241818/15**

To certify that the Quality Management Systems of

Visakhapatnam Port Authority
Andhra Pradesh

ADDRESS
Port Area, Visakhapatnam - 530035,
Andhra Pradesh

has been assessed and found conforming to the requirement of **ISO 9001:2015**

INITIAL CERTIFICATION DATE	CURRENT DATE OF QUANTIFYING	EXPIRY DATE
August 08, 2008	MAY 31, 2024	JUNE 02, 2027

CERTIFICATION SCOPE
Providing Sea Port Facility and Related Support Services




AUTHORIZED CERTIFICATION BODY SIGNATURE


Shashi Nath Mishra
 Head (PQCS)

This approval is based on a limited verification assessment of the Quality Management System of the organization in the above mentioned scope. The IRIS criteria are not applicable to the entire organization. The organization is required to maintain the system in accordance with the requirements of the standard. The organization is required to maintain the system in accordance with the requirements of the standard. The organization is required to maintain the system in accordance with the requirements of the standard.

Indian Register Quality Systems (A Division of IRCLASS Systems and Solutions Private Limited)
Head Office: U.S. 402, Gokulnagar, Hyderabad, India. Phone: +91 800 100 1000. Website: www.irclass.org

Certificate of Approval
Issued by Indian Register Quality Systems



Certificate No. **IND/241818/15**

To certify that the Environmental Management Systems of

Visakhapatnam Port Authority
Andhra Pradesh

ADDRESS
Port Area, Visakhapatnam - 530035,
Andhra Pradesh

has been assessed and found conforming to the requirement of **ISO 14001:2015**

INITIAL CERTIFICATION DATE	CURRENT DATE OF QUANTIFYING	EXPIRY DATE
July 11, 2002	MAY 31, 2024	JUNE 02, 2027

CERTIFICATION SCOPE
Providing Sea Port Facility and Related Support Services




AUTHORIZED CERTIFICATION BODY SIGNATURE


Shashi Nath Mishra
 Head (PQCS)

This approval is based on a limited verification assessment of the Environmental Management System of the organization in the above mentioned scope. The IRIS criteria are not applicable to the entire organization. The organization is required to maintain the system in accordance with the requirements of the standard. The organization is required to maintain the system in accordance with the requirements of the standard. The organization is required to maintain the system in accordance with the requirements of the standard.

Indian Register Quality Systems (A Division of IRCLASS Systems and Solutions Private Limited)
Head Office: U.S. 402, Gokulnagar, Hyderabad, India. Phone: +91 800 100 1000. Website: www.irclass.org

Certificate of Approval
Issued by Indian Register Quality Systems



Certificate No. **IND/241818/15**

To certify that the Occupational Health and Safety Management Systems of

Visakhapatnam Port Authority
Andhra Pradesh

ADDRESS
Port Area, Visakhapatnam - 530035,
Andhra Pradesh

has been assessed and found conforming to the requirement of **ISO 45001:2018**

INITIAL CERTIFICATION DATE	CURRENT DATE OF QUANTIFYING	EXPIRY DATE
JUNE 19, 2022	MAY 31, 2024	JUNE 02, 2027

CERTIFICATION SCOPE
Providing Sea Port Facility and Related Support Services




AUTHORIZED CERTIFICATION BODY SIGNATURE


Shashi Nath Mishra
 Head (PQCS)

This approval is based on a limited verification assessment of the Occupational Health and Safety Management System of the organization in the above mentioned scope. The IRIS criteria are not applicable to the entire organization. The organization is required to maintain the system in accordance with the requirements of the standard. The organization is required to maintain the system in accordance with the requirements of the standard. The organization is required to maintain the system in accordance with the requirements of the standard.

Indian Register Quality Systems (A Division of IRCLASS Systems and Solutions Private Limited)
Head Office: U.S. 402, Gokulnagar, Hyderabad, India. Phone: +91 800 100 1000. Website: www.irclass.org

ISO 9001:2015
Quality Management Systems

ISO 14001:2015
Environmental Management Systems

ISO 45001:2018
Occupational Health and Safety Management Systems

VISION 2047 STRATEGY OF VPA



1. MODERN PORT :

Mechanization, Modernization
Capacity addition & Landlord Model



2. GREEN PORT :

Solar, Hydrogen/LNG/Electric powered utilities,
Sustainability initiatives



3. SMART PORT :

Digital initiatives, Robotic Process
Automation, Command Control Center



4. PORT LED PROSPERITY :

Asset Monetization, Plug n Play infrastructure



5. WORLD CLASS SERVICE :

Stakeholders and customers



6. NEW REVENUE SOURCES :

Bunkering, Ship Repairing,
Energy distribution, Dry Ports
Recycling of Waste Material



VISAKHAPATNAM PORT AUTHORITY

Visakhapatnam - 530 035, Andhra Pradesh, India.

Tel : 91-891-2876001 | Fax : 91-891-2565023

Web : <https://vpt.shipping.gov.in> | E-mail : e-reg.vpt@gov.in