

No. 33039/F2/A3//2014
GOVERNMENT OF PUDUCHERRY
FINANCE DEPARTMENT

Puducherry, dt. 30.9.2015

I. D. NOTE.

Sub.: FD – Grants-in-Aid to PSUs/ Autonomous institutions – Non-Finalization of Audit of the Annual accounts- Reg.

Ref.: 1.This Department's Circular No. 41256/F2/A3/2015, dt. 01.06.2015.
2.D.O.No.AG(E&RSA)/OAD(C)IV/30-GL/2015-16/95,dt. 12.08.2015 & 14.08.2015 of the O/o. the A.G.(E& RSA), Chennai.

D.O. Letters of even no. dt. 12.08.2015 & 14.08.2015 received from the Accountant General (E & RSA), Tamil Nadu, addressed to Government of Puducherry, requesting to take urgent action for issuing directions to the Administrative Secretaries/ Chairpersons/ Managing Directors of the PSUs viz., PASIC, SBTML, PRTC, PTDC, PTC, PELECON & PDL for finalization of certified annual accounts of the company on priority basis and also requesting the Government to ensure public accountability of the PSUs which have arrears of accounts, are enclosed herewith.

2. In this regard, it is to be noted that, as per Section 139 of the Companies Act, 2013, the certified annual accounts of the company should be placed before the General Meeting within six months of the closure of the financial year. Also, as per Section 394 of the Companies Act, 2013, "the Govt., shall cause an annual report on the working and affairs of that company to be –

a). prepared within three months of its annual general meeting before which the comments given by the Comptroller and Auditor General of India and the audit report is placed under proviso to sub-section (6) of Section 143, and

b). as soon as may be after such preparation, laid before both Houses of Parliament together with a copy of the audit report and comments upon or supplement to the audit report, made by the Comptroller and Auditor General of India."

3. The Administrative Secretaries/ Chairmen/ Managing Directors of the aforesaid PSUs/ Autonomous institutions are, therefore, requested to strictly adhere to the above provisions and to complete the finalization of the Annual accounts of the company for the years mentioned in the annexure on priority basis, and to take necessary action to lay before the House of the State Legislature.



(CHANDRAKER BHARTI)
D.C.-cum-Secretary to Govt.(Finance)

Encl. : As above.

To

1. The Administrative Secretaries to Govt., of the PSUs/ Autonomous Institutions concerned.
2. The PSUs/ Autonomous institutions concerned.
3. The Heads of Departments concerned.
4. The SAOs/ JAOs of PSUs/ Autonomous institutions concerned- for strict compliance.

Copy to :

1. The Accountant General (E & RSA), "Lekha Pariksha Bhavan", 361, Anna Salai, Chennai, Tamil Nadu – 600 018.

✓ Finance Dept., (F3 Section) - for uploading in the official website of the Finance Dept.,
for sending Group Mail to the SAOs/JAOs concerned.



OFFICE OF THE CHIEF SECRETARY
PONDICHERRY

No. 668/08/2015/2

Received on 17/8/2015

Despatched on 19-AUG-2015

महालेखाकार (आ.व रा. को.लेप.)
तमिलनाडु
ACCOUNTANT GENERAL (E & RSA)
TAMILNADU

ALKA REHANI BHARDWAJ

D.O.No.AG(E&RSA)/OAD(C)/IV/30-GL/2015-16/91
Dated: 12.08.2015

Dear

Sh. Parida,

Secy (Fin)

As per Section 129 of the Companies Act 2013, the certified annual accounts of the Company should be placed before the Annual General Meeting (AGM) within six months of the close of the financial year. Further, Section 394 of the Act stipulated that the State Government shall cause to prepare an Annual Report on the workings and affairs of the Company every year and place the same before the Legislature within three months of AGM. The PSUs of the Government of Puducherry as listed in the Annexure have not complied with the above statutory requirements. The matter has been brought to the notice of the Secretary, Finance Department at periodical intervals by this office and last of such letter was sent in April 2015. However, no significant improvement has been achieved in clearing the arrears in finalisation of accounts by these PSUs. It is pertinent to note that due to prolonged delay in finalisation accounts, the possibility of serious irregularities, frauds and non-availability of relevant records to prepare and validate the accounts cannot be ruled out in respect of these PSUs. The Legislature will also not be in a position to make timely assessment of the workings of these PSUs.

I would therefore, request you to issue directions to the Secretaries to the Administrative Departments/Chairpersons/Managing Directors of the concerned PSUs for finalisation of accounts on priority basis. The progress may also be monitored by the Government to ensure public accountability of the PSUs which have arrears of accounts.

Best Regards,

Yours sincerely,

Shri Manoj Parida, I.A.S.,
Chief Secretary to Government,
Chief Secretariat, Goubert Avenue,
Puducherry - 605 001.

Office of the
Development Commissioner
No. 1816 Secy (Fin)/RAU
Received on 19 AUG 2015
Despatched on 20/8/15

FINANCE DEPARTMENT
CHIEF SECRETARIAT, PUDUCHERRY

U.O.No. 62

Received on 20 AUG 2015

Despatched on



ALKA REHANI BHARDWAJ

Office of the
Development Commissioner
No. 1791/2005/10/2015
Received on: 17 AUG 2015
Despatched on: 18 AUG 2015

महालेखाकार (आ.व रा. क्षे.लेप.)
तमिलनाडु
ACCOUNTANT GENERAL (E & RSA)
TAMILNADU

D.O.No.AG(E&RSA)/OAD(C)IV/30-GL/2015-16/ 95
Dated: 14.08.2015

Dear

Sh. Bharti,

Kindly refer to my D.O. letter No. AG(E&RSA)/OAD(C) IV/30-GL/2014-15/18 dated 07.04.2015 wherein arrears in finalisation of accounts by the PSUs of Government of Puducherry was brought to your notice. Further to the above, I am to state that out of the 18 accounts, which were in arrears at that time from seven PSUs, only two PSUs have since submitted their accounts for one year till date and still 18 accounts from these PSUs are awaited in this office (listed in Annexure).

Considering the inadequate progress, I reiterate that, as per Section 129 of the Companies Act 2013, the certified annual accounts of the Company should be placed before the Annual General Meeting (AGM) within six months of the close of the financial year. Further, Section 394 of the Act stipulated that the State Government shall cause to prepare an Annual Report on the workings and affairs of the Company every year and place the same before the Legislature within three months of AGM. It is pertinent to note that due to prolonged delay in finalisation accounts, the possibility of serious irregularities, frauds and non-availability of relevant records to prepare and validate the accounts cannot be ruled out in respect of these PSUs. The Legislature will also not be in a position to make timely assessment of the workings of these PSUs.

I would therefore, request you to take urgent action for issuing directions to the Secretaries to the Administrative Departments/Chairpersons/Managing Directors of the concerned PSUs for finalisation of accounts on priority basis. The progress may also be monitored by the Government to ensure public accountability of the PSUs which have arrears of accounts.

Best Regards,

Yours sincerely,

Sh. Bharti
14.8.15

Shri Chandraker Bharti, I.A.S.,
Secretary to Finance Department,
Government of Puducherry,
Chief Secretariat, Goubert Avenue,
Puducherry - 605 001.

FINANCE DEPARTMENT
CHIEF SECRETARIAT, PUDUCHERRY
D.O.No: 0473
Date: 18 AUG 2015
Signature: _____

ANNEXURE

Statement showing the position of arrears in finalisation of accounts by PSUs of Puducherry as on 31st July 2015

Sl.No	Name of the Company	Year from which Accounts are in arrears	No. of Accounts pending	Remarks
1	Puducherry Agro Services & Industries Corporation Limited (PASIC)	2009-10	5	
2	Swadeshee Bharathee Textile Mills Ltd	2010-11	4	
3	Puducherry Road Transport Corporation Ltd (PRTC)	2012-13	2	
4	Puducherry Tourism Development Corporation (PTDC)	2013-14	1	
5	Pondicherry Textiles Corporation (PTC)	2013-14	1	
6	Pondicherry Electronics Corporation Ltd (PELECON)	2011-12	3	Under process of winding-up
7	Puducherry Distilleries Ltd (PDL)	2012-13	2	

Note: Accounts for the year 2014-15 are not considered, as the same will be termed in arrears only after September 2015.


Sr. Audit Officer