

**GOVERNMENT OF INDIA
COMPANY AFFAIRS
LOK SABHA**

UNSTARRED QUESTION NO:2518
ANSWERED ON:18.08.2006
COST AUDIT OF TEA COMPANIES
Madhwaraj Smt. Manorama

Will the Minister of COMPANY AFFAIRS be pleased to state:

- (a) whether the Government has ordered 36 tea companies, owning plantations to get their production cost records audited by independent auditors and submit reports;
- (b) if so, the details thereof;
- (c) whether such a move is prompted by the need to establish the manner by which subsidies and incentives to the industry is utilized;
- (d) if so, the details thereof;
- (e) whether such independent audit rules on the lines of Cost Accounting Records (Plantation Products) Rules framed in 2002, have been framed for other sectors; and
- (f) if so, whether independent audit has been ordered in any of these sectors where subsidies and incentives are involved ?

Answer

MINISTER OF COMPANY AFFAIRS (SHRI PREM CHAND GUPTA)

- (a) & (b) Government has issued cost audit orders in regard to 38 tea companies as per details indicated in the Annex.
- (c) & (d) The Government, where it considers necessary, in exercise of its powers under section 233 B of the Companies Act, 1956, may direct the audit of cost accounts of a company that is required to maintain cost records under section 209 (1)(d) of the Act. Companies Act, 1956 does not restrict cost audit to only those companies which are receiving subsidies or incentives from the government.
- (e) Cost Accounting Records Rules have been framed for 43 other sectors.
- (f) Yes, independent audit orders have been issued to certain companies belonging to the sectors availing subsidies/incentives.

ANNEX TO UNSTARRED PARLIAMENT QUESTION NO.2518 FOR ANSWER IN LOK SABHA ON 18.08.2006

ANNEX

S.NO. NAMES OF TEA COMPANIES

- 1 AMGOORIE INDIA LTD.
- 2 ASSAM COMPANY LIMITED
- 3 B & A LIMITED
- 4 BARAK VALLEY TEA COMPANY
- 5 BAZALONI GROUP LTD.
- 6 BHAGATPUR TEA CO. LTD.
- 7 DHUNSERI TEA & INDUSTRIES LTD.
- 8 DUNCAN INDUSTRIES LTD.
- 9 EVEREADY INDUSTRIES INDIA LIMITED
- 10 GILLANDERS ARBUTHNOT & CO. LTD.
- 11 GOODRICKE GROUP LTD.
- 12 GROB TEA CO. LTD.
- 13 HARRISONS MALAYALAM LIMITED
- 14 HASIMARA INDUSTRIES LTD.
- 15 HIGHLAND TEA PRODUCE CO. LTD.
- 16 JAY SHREE TEA & INDUSTRIES LIMITED
- 17 KOTHARI PLANTATIONS & INDUSTRIES LTD.
- 18 MARAN CO. LTD.
- 19 NEELAMALAI AGRO INDUSTRIES LTD
- 20 NEW TEA CO. LTD.
- 21 OCTAVIUS TEA & INDUSTRIES LTD.

22 PARRY AGRO INDUSTRIES LTD.
23 RNT PLANTATION LTD.
24 ROSSEL TEA LTD.
25 SANKAR TEA CO. LIMITED
26 SCOTISH ASSAM (I) LTD.
27 STANES AMALGAMATED ESTATES LTD.
28 TAMILNADU TEA PLANTATION CORPORATION LTD
29 TATA TEA LIMITED
30 TEESTA VALLEY TEA CO. LTD.
31 TEZPORE TEA CO. LTD.
32 TIRU TEA LTD.
33 WARREN TEA LIMITED
34 ASSAM FORNTIER LIMITED
35 EMPIRE PLANTATIONS (INDIA) LTD.
36 SINGLO (INDIA) TEA CO. LTD.
37 BOBAY BURMAH TRADING COREN. LIMITED
38 PERIA KARAMALAI TEA & PRODUCE CO. LTD.