



**PLANNING AND ECONOMIC AFFAIRS (BPE)
DEPARTMENT**

**No. 10303/BPE-2/92/Plg., Thiruvananthapuram,
dated 19th August 1992**

CIRCULAR

Sub.- Arrears of Annual Accounts of Government Companies-Regarding.

Ref.- 1. Govt. Circular No. 21295/BPE-2/90 Plg., dated 6th May 1991.

2. Govt. Circular No. 17070/BPE-2/91/Plg., dated 10th February 1992.

Attention of the Chief Executives of all Government Companies are invited to the Circulars cited. In the Circular first cited, detailed instructions were issued to all the Government Companies for the clearance of arrears of Annual Accounts in line with the decision taken by the Review Meeting convened by Chief Secretary. It was also instructed that action plans of all companies for clearing the backlog should be sent to the Accountant General so that he would ensure the timely deputation of Audit Staff for Supplementary Audit.

In the Circular second cited, Government clarified that in the event of prosecution for non-finalisation of annual accounts as per the provisions of the Companies Act, the State Government will not intervene and that the delinquent officers will be liable to pay the fine and suffer the punishment themselves.

Now the Principal Accountant General (Audit), Kerala has reported to Government that the accounts of many of the Government Companies are in arrears and in most of the cases appointments of Auditors have been made two to three years a head of the period upto which the accounts have been finalised.

In the above circumstances, the Chief Executives of the companies where finalisation of accounts is in arrears are once again directed to bestow their personal attention to clear the arrears. They may chalk out an action plan to clear the backlog in the finalisation of accounts and give the details thereof to the Principal Accountant General (Audit), Kerala under intimation to Government.

K.M. CHANDRASEKHAR
Secretary