

Preface

This Report presents an overall picture of the financial performance of the State Public Sector Enterprises (SPSEs) of Rajasthan as reflected in the results of audit of Government Companies and Statutory Corporations for the year ending 31 March 2021. The report has been prepared for submission to the Government of Rajasthan under Section 19-A of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971, as amended from time to time.

2. The accounts of Government Companies are audited by the Comptroller and Auditor General of India (CAG) under the provisions of Section 139 and 143 of the Companies Act, 2013. According to Section 2 (45) of the Act 2013, a Government Company means any company in which not less than fifty-one per cent of the paid-up share capital is held by the Central Government or by any State Government or Governments or partly by the Central Government and partly by one or more State Governments, and includes a company which is a subsidiary company of such a Government Company. Besides, any other company¹ owned or controlled, directly or indirectly, by the Central Government, or by any State Government or Governments, or partly by the Central Government and partly by one or more State Governments are referred as Government controlled other Companies. The Statutory Auditors (Chartered Accountants) appointed by the CAG certify the accounts of such companies which are subject to supplementary audit by the CAG. The CAG gives his comments on or supplements the report of the Statutory Auditors. The Companies Act, 2013 empowers the CAG to issue directions to the Statutory Auditors on the manner in which the Company's accounts shall be audited. The audit arrangements of Statutory Corporations are prescribed under the respective acts through which the corporations are established.

3. This report deals with performance of 45 State Public Sector Enterprises (SPSEs) consisting of 38 Government Companies, four Government controlled Other Companies and three Statutory Corporations in the State of Rajasthan the audit of which has been entrusted to the Comptroller and Auditor General of India.

4. The CAG is the sole auditor in respect of one Corporation, namely Rajasthan State Road Transport Corporation. The CAG has the right to conduct a supplementary audit in respect of Rajasthan State Warehousing Corporation and Rajasthan Financial Corporation after Chartered Accountants appointed under the statutes have conducted their audit.

5. The accounts of the State Public Sector Enterprises (SPSEs) reviewed in this Report cover the accounts for the years 2018-19, 2019-20 and 2020-21 (to the

1 Ministry of Corporate Affairs- Companies (Removal of Difficulties) Seventh Order 2014 dated 4 September 2014

extent received). In respect of SPSEs where any particular year's accounts were not received before 30 November 2021, the figures from the accounts last audited have been adopted.

6. All references to 'Government Companies/Corporations or SPSEs' in this Report may be construed to refer to 'State Government Companies/Corporations'.