

REVIEW OF ANNUAL REPORT AND AUDITED ACCOUNTS OF KONKAN  
RAILWAY CORPORATION LIMITED (KRCL)

KRCL was established in 1990 with equity participation by Ministry of Railways (51%), Maharashtra (22%), Karnataka (15%), Kerala (6%) and Goa (6%) for the purpose of construction and operation of Railway along the Western Coast of India i.e. from Roha to Mangalore with a length of 741 Kms. The completion cost of the project was Rs. 3555 crore inclusive of Rs.1035 crore on financing cost. The Corporation became a fully operational Railway on 26<sup>th</sup> January 1998 and since then it has been successfully operating passenger and freight trains. The Corporation has expertise in construction of turnkey Railway Projects.

**Train Operating Performance:**

On an average forty one passenger carrying trains and nineteen freight trains including Roll-On & Roll-Off services were run everyday on KRCL system during the year 2013-14. The unique Roll-On & Roll-Off service for Trucks has completed 15 years, and earned Rs. 65.72 crore in 2013-14 as compared to Rs.50.00 crore in the previous year. Konkan Railway has carried 32.12 Million passengers and 3921.71 Million Net Ton Kilometer (NTKM) of freight during this year. The originating loading on Konkan Railway was 3.37 Million Tons for the year.

**Project Performance:**

Konkan Railway is executing a major portion of the prestigious USBRL Project for Northern Railway in the state of J&K. In 2013-14, 2.47 km of tunneling excavation, 6.154 kms of tunnel lining and 4.2 lakh cubic meters of earth work were completed with a turnover of Rs. 320 crore (Rupees three hundred twenty crores only). The cumulative turnover achieved up to 2013-14 was Rs. 2077 crore (Rupees two thousand seventy seven crores only), out of total estimated contractual cost of Rs. 3382 crore (Rupees three thousand three hundred eighty two crore only).

**Financial Performance:**

The total revenue of the Corporation has increased to Rs. 1277 crore during the year 2013-14 from Rs. 1136 crore in the previous year. Out of the total revenue of Rs. 1277 crore, traffic earnings has increased to Rs. 877 crore compared to the previous year's traffic earnings of Rs. 729 crore, which is 20% increase over the previous year. Project surplus has increased marginally to Rs. 30.64 crore during the year 2013-14 as compared to Rs. 30.45 crore in the previous year. Other income has increased to Rs. 55.73 crore from Rs. 50.54 crore in the previous year. Total expenditure of the Corporation is Rs. 1264 crore as compared to Rs. 1200 crore in the previous year 2012-13. The expenditure has increased by 5.5% compared to the previous year due to increase in coach and loco hire charges, increase in fuel rates and other train operating expenses. The Company has earned an operating surplus of Rs. 187 crore during 2013-14 as compared to Rs. 128 crore in the previous year. Total operating margin (Traffic & Projects) is Rs. 218 crore as compared to Rs. 158 crore in the previous

year. The Company has earned a net profit of Rs. 13 crore during the year compared to the previous year's loss of Rs. 235 crore.

The operating ratio, which is a parameter of operating efficiency has improved to 89% in the year 2013-14 as compared to 95% in the year 2012-13. The Net worth of the Corporation is Rs. 1353 crore at the end of the year 2013-14 compared to the previous year's net worth of Rs. 1340 crore.

Summarized Financial Statement for the last three years is as under:

(Rs. in crore)

Particulars	2013-14	2012-13	2011-12
Total Income	1277	1136	1001
Operating Margin	218	158	243
Profit After Tax	13	(236)	19
Net Worth	1353	1340	1576

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