



CONSOLIDATED
**FINANCIAL
STATEMENTS**

Independent Auditor's Report

TO THE MEMBERS OF

GODREJ INDUSTRIES LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying Consolidated Ind AS Financial Statements of **GODREJ INDUSTRIES LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Godrej Industries Group" or "Group"), its associate companies and jointly controlled entities, comprising of the Consolidated Balance Sheet as at March 31, 2017, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Cash Flows and Consolidated Statement of Changes in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Ind AS Financial Statements").

Management's Responsibility for the Consolidated Ind AS Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these Consolidated Ind AS Financial Statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act"), that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, the Consolidated Statement of Cash Flows and Consolidated Statement of Changes in Equity of the Group including its associate companies and jointly controlled entities in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS), prescribed under Section 133 of the Act, read with relevant rules issued thereunder.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group including its associate companies and jointly controlled entities and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Ind AS Financial Statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these Consolidated Ind AS Financial Statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the Consolidated Ind AS Financial Statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Consolidated Ind AS Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Consolidated Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Ind AS Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the Consolidated Ind AS Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the Consolidated Ind AS Financial Statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Ind AS Financial Statements.

Independent Auditor's Report

Basis for Qualified Opinion:

We draw attention to Note No. 61(2) to the Consolidated Ind AS Financial Statements, where one of the subsidiary company has paid remuneration to its Managing Director during the year, which is in excess of the limits prescribed under Section 197 read with Schedule V to the Companies Act, 2013, by ₹ 86.61 crores.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid Consolidated Ind AS Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, including the Ind AS, of the consolidated financial position of the Group, its associate companies and jointly controlled entities as at March 31, 2017, their consolidated financial performance, including other comprehensive income, its consolidated cash flows and the consolidated changes in equity for the year ended on that date.

Emphasis of Matters

- a) We draw attention to Note No. 61(1) to the Consolidated Ind AS Financial Statements, relating to remuneration paid to two Directors by the Holding Company which is in excess of the limits prescribed under Section 197 read with Schedule V to the Companies Act, 2013, by ₹ 4.54 crores. The Holding Company has made an application to the Central Government for payment of the said remuneration which is in excess of the prescribed limits, the approval for which is awaited. Pending such approval, the amount is held in trust on behalf of the Company.
- b) We draw attention that the financial statements of a subsidiary have been prepared on a going concern basis notwithstanding substantial erosion in net worth in view of further infusion of the additional funds from its promoters / shareholders.
- c) We draw attention to the following Notes to the Consolidated Ind AS Financial Statements for the year ended on March 31, 2017, in respect of various Schemes of Amalgamation approved by The Honourable High Court of Judicature at Bombay :
 - i) Sub-note 4(ii) of Note 19: Other Equity, regarding the Scheme of Arrangement whereby the Seeds business of Godrej Seeds and Genetics Limited (Transferor Company) merged into Godrej Agrovet Limited (Transferee Company) with effect from April 01, 2015, vide Order of the Court dated January 08, 2016.

In accordance with the Scheme:

- (i) The excess of the face value of the preference shares held by the Transferee Company over the book value of the net assets of the Transferor Company taken over, along with face value of preference shares issued on account of amalgamation, amounting to ₹ 16.94 crores has been debited to Surplus as per the Scheme.
Had the Scheme not prescribed the above treatment, the Surplus would have been higher by ₹ 16.94 crores.
- ii) Sub-note 4(iii) of Note 19: Other Equity, regarding the Scheme of Amalgamation between Goldmuhor Agrochem & Feeds Limited (Transferor Company) with Godrej Agrovet Limited (Transferee Company), whereby the assets and liabilities of the Transferor Company have been taken over by the Transferee Company with effect from October 1, 2013.

In accordance with the Scheme:

- a) The excess of face value of the shares held by the Transferee Company over book value of the net assets of the Transferor Company taken over, amounting to ₹ 0.71 crores on account of Goodwill on Merger has been debited to the General Reserve of the Transferee Company.
- b) The cost and expenses arising out of or incurred in carrying out and implementing the Scheme amounting to ₹ 0.41 crores have been directly charged against the balance in General Reserve of the Transferee Company.
- c) An amount of ₹ 20 crores has been transferred from the General Reserve of the Transferee Company and has been utilised to increase the Reserve for Employee Compensation Expenses of the Transferee Company.

Had the Scheme not prescribed the above treatment, the balance in General Reserve would have been higher by ₹ 21.12 crores.

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- iii) Sub-note 4(iv) of Note 19: Other Equity, regarding the Scheme of Amalgamation between Golden Feed Products Limited (Transferor Company), with Godrej Agrovet Limited (Transferee Company), whereby the assets and liabilities of the Transferor Company have been taken over by the Transferee Company with effect from March 31, 2014.

In accordance with the Scheme:

The excess of face value of the shares held by the Transferee Company over book value of the net assets of the Transferor Company taken over, amounting to ₹ 0.97 crores has been debited to Surplus.

Had the Scheme not prescribed the above treatment, the Surplus would have been higher by ₹ 0.97 crores.

- iv) Sub-note 4(v) of Note 19: Other Equity, regarding the Scheme of Amalgamation whereby the assets and liabilities of certain subsidiary companies viz. Godrej Gokarna Oil Palm Ltd (GGOPL), Godrej Oil Palm Ltd (GOPL) and Cauvery Palm Oil Ltd. (CPOL), (Transferor Companies), have been taken over by Godrej Agrovet Limited (Transferee Company) with effect from April 01, 2011.

In accordance with the Scheme:

- a) Amortisation of Intangible Assets of the Transferor Companies amounting to ₹ 4.25 crores in the current year recorded in the books of the Transferee Company is charged against the balance in the General Reserve Account of the Transferee Company.
- b) An amount of ₹ 60.55 crores on account of Goodwill on Merger has been charged to the Securities Premium Account.

Had the Scheme not prescribed the above treatment, the balance in the Securities Premium Account would have been higher by ₹ 60.55 crores, the balance in General Reserve would have been higher by ₹ 8.50 crores, the balance in Surplus would have been lower by ₹ 64.80 crores and the profit for the year would have been lower by ₹ 4.25 crores.

- v) Sub-note 4(vi) of Note 19: Other Equity, regarding the Scheme of Amalgamation of Godrej Gold Coin Aquafeed Ltd. (Transferor Company), with Godrej Agrovet Limited (Transferee Company) whereby the assets and liabilities of the Transferor Company have been taken over by the Transferee Company with effect from April 1, 2010.

In accordance with the Scheme, an amount of ₹ 16.69 crores on account of the book value of the intangible assets and an amount of ₹ 25.06 crores on account of Goodwill on Merger, aggregating to ₹ 41.75 crores, has been charged to the Securities Premium Account instead of amortising the same in the Statement of Profit and Loss.

Had the Scheme not prescribed this treatment, the balance in Securities Premium Account would have been higher by ₹ 41.75 crores and the balance in Surplus would have been lower by ₹ 41.75 crores.

The above treatment prescribed under the respective Court Schemes differs from the treatment prescribed under the Accounting Standards according to which, the said amounts should have been debited to Goodwill, Intangibles or the Statement of Profit and Loss, as the case may be. Had the Schemes not prescribed this accounting treatment, the Company's share in the profit for the year ended March 31, 2017, would have been lower by ₹ 2.71 crores, the Surplus would have been lower by ₹ 56.43 crores, General Reserve would have been higher by ₹ 18.86 crores, the Securities Premium would have been higher by ₹ 65.14 crores.

Our opinion is not modified in respect of these matters.

Other Matters:

- a) We did not audit the financial statements of five subsidiaries included in the Consolidated Ind AS Financial Statements, whose financial statements reflect the Group's share of total assets of ₹ 604.52 crores as at March 31, 2017, as well as the Group's share of total revenue of ₹ 871.29 crores and net cash flows amounting to ₹ 10.15 crores for the year ended on that date, as considered in the Consolidated Ind AS Financial Statements. We also did not audit the financial statements of one jointly controlled entity included in the Consolidated Ind AS Financial Statements, whose financial statements reflect the Group's share of profit for the year ended March 31, 2017, amounting to ₹ 7.18 crores. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the Consolidated Ind AS Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and jointly controlled entity and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and jointly controlled entity, is based solely on the reports of the other auditors.

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- b) We did not audit the financial statements of a subsidiary included in the Consolidated Ind AS Financial Statements, whose financial statements reflect the Group's share of total assets of ₹ 11.97 crores as at March 31, 2017, as well as the Group's share of total revenue of ₹ 88.99 crores and net cash flows amounting to ₹ 2.76 crores for the year ended on that date. Further, we did not audit the financial statements of two associates and one jointly controlled entity included in the Consolidated Ind AS Financial Statements, whose financial statements reflect the Group's share of net profit for the year ended March 31, 2017, amounting to ₹ 2.63 crores. These financial statements are unaudited and have been furnished to us by the Management and our opinion on the Consolidated Ind AS Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these two associates and one jointly controlled entity, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid subsidiary company, associates and one jointly controlled entity, is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are not material to the Group.

Our opinion on the Consolidated Ind AS Financial Statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of the report of other auditors on the separate financial statements of five subsidiaries, and a jointly controlled entity, as noted in sub-paragraph (a) of the Other Matters paragraph above, we report, to the extent applicable that:
- We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Consolidated Ind AS Financial Statements.
 - In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Ind AS Financial Statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), and the Statement of Consolidated Cash Flows and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Ind AS Financial Statements.
 - In our opinion, the aforesaid Consolidated Ind AS Financial Statements comply with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with relevant rules issued thereunder.
 - On the basis of the written representations received from the Directors of the Holding Company as on March 31, 2017 and taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, associate companies and its jointly controlled entity incorporated in India, none of the Directors of the Group companies, its associate companies and jointly controlled entities incorporated in India, is disqualified as on March 31, 2017, from being appointed as a Director in terms of Section 164 (2) of the Act.
 - With respect to the adequacy of the internal financial controls over financial reporting of the Group, its associates and jointly controlled entities incorporated in India and the operating effectiveness of such controls, refer to our separate report in "Annexure A".
 - With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on the separate financial statements of certain subsidiaries and a jointly controlled entity, as noted in sub-paragraph (a) of the Other Matters paragraph above:
 - The Group has disclosed the impact of pending litigations on its consolidated financial position in its Consolidated Ind AS Financial Statements. Refer Note No. 30 to the Consolidated Ind AS Financial Statements.

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- ii) Provisions have been made in the Consolidated Ind AS Financial Statements, as required under applicable laws or Accounting Standards for material foreseeable losses, if any, on long term contracts, including derivative contracts. Refer Note No. 63 to the Consolidated Ind AS Financial Statements.
- iii) There has been no delay in transferring amounts required to be transferred to the Investor Education and Protection Fund by the Group companies, its associate companies or jointly controlled entities incorporated in India.
- iv) The requisite disclosures in the Consolidated Ind AS Financial Statements for holdings as well as dealings in Specified Bank Notes during the period from November 8, 2016 to December 30, 2016, have been provided with respect to the Holding Company and its subsidiary companies incorporated in India. Based on audit procedures and relying on the Management representations, we report that the disclosures are in accordance with the books of account and other records maintained by the Holding Company and its subsidiary companies incorporated in India and as produced to us by the Management of the Holding Company except in the case of two subsidiary companies whose Closing Cash on hand as on November 08, 2016, of Specified Bank Notes aggregated to ₹ 3.11 crore, where these two subsidiary companies have provided requisite disclosures in their respective Ind AS Financial Statements. However, we are unable to obtain sufficient and appropriate audit evidence to report on whether the disclosures are in accordance with the books of account maintained by the aforesaid two subsidiary companies and as produced to us by the Management.

For KALYANIWALLA & MISTRY LLP

Chartered Accountants

Firm Regn. No.: 104607W / W100166

Daraius Z. Fraser

Partner

M. No.: 42454

Mumbai: May 22, 2017

Annexure A to the Independent Auditor's Report

Referred to in Paragraph (f) 'Report on Other Legal and Regulatory Requirements' in our Independent Auditor's Report to the members of the Company on the Consolidated Ind AS Financial Statements for the year ended March 31, 2017.

Report on the Internal Financial Controls under Clause (i) of Sub-Section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **GODREJ INDUSTRIES LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiary companies, its associate companies and jointly controlled entities, incorporated in India, as of March 31, 2017, in conjunction with our audit of the Consolidated Ind AS Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company, its subsidiary companies, its associate companies and jointly controlled entities, incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company and its subsidiaries, its associate companies and jointly controlled entities incorporated in India considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information, as required under the Companies Act, 2013 ("the Act" or "the Companies Act").

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company, its subsidiaries, its associate companies and jointly controlled entities incorporated in India based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Ind AS Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by other auditors in terms of their reports referred to in the Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Holding Company, its subsidiaries, its associate companies and jointly controlled entities incorporated in India.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that:

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS financial statements in accordance with generally accepted accounting principles and that receipts and expenditures of the Company are being made only in accordance with authorisations of Management and Directors of the Company; and

Annexure A to the Independent Auditor's Report

3. provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the Consolidated Ind AS Financial Statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper Management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Holding Company, its subsidiary companies, its associate companies and jointly controlled entities, incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Holding Company, its subsidiary companies, its associate companies and jointly controlled entities, incorporated in India, considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI.

Other Matter

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to three subsidiary companies and one jointly controlled company incorporated in India is based on the reports of the auditors of those companies incorporated in India.

Our opinion is not modified in respect of the above matter.

For KALYANIWALLA & MISTRY LLP

Chartered Accountants

Firm Regn. No.: 104607W / W100166

Daraius Z. Fraser

Partner

M. No.: 42454

Mumbai: May 22, 2017

Consolidated Balance Sheet as at March 31, 2017

Particulars	Note No.	Amount ₹ in Crore		
		As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	3	2,591.56	2,259.08	1,162.36
Capital Work-in-Progress	3a	57.28	271.95	722.76
Investment Property	3b	126.21	128.46	48.88
Goodwill		500.29	500.27	501.37
Other Intangible Assets	3c	63.06	68.69	32.17
Intangible Assets Under Development		0.25	2.13	0.10
Biological Assets	3d	4.67	8.87	12.34
Equity Accounted Investees	4	2,480.28	2,219.44	1,971.09
Financial Assets				
Other Investments	5	353.67	276.65	377.63
Trade Receivables		13.33	-	-
Loans	6	100.25	135.01	127.33
Others	7	7.83	10.32	9.17
Deferred Tax Assets (Net)	8	268.45	152.68	158.61
Other Tax Assets (Net)		169.77	121.90	68.10
Other Non-Current Assets	9	87.76	60.41	73.31
Current Assets				
Inventories	10	5,020.34	4,879.48	4,395.53
Financial Assets				
Investments	11	369.33	427.39	614.93
Trade Receivables	12	896.84	855.60	600.38
Cash & cash equivalents	13	186.79	128.13	175.99
Other bank balances	14	48.12	72.79	72.13
Loans	15	760.21	606.07	574.85
Others	16	811.59	764.16	605.67
Current Tax Assets (Net)		1.28	0.64	0.64
Other Current Assets	17	299.37	335.53	279.68
TOTAL ASSETS		15,218.53	14,285.65	12,585.02
EQUITY AND LIABILITIES				
EQUITY				
Equity Share Capital	18	33.61	33.60	33.59
Other Equity	19	3,162.01	2,968.11	2,985.15
Non-controlling interest		1,474.59	1,280.67	926.93
LIABILITIES				
Non-Current Liabilities				
Financial Liabilities				
Borrowings	20	1,508.26	1,574.35	1,620.47
Trade Payables		0.52	-	1.42
Others	21	-	6.54	4.46
Provisions	22	17.28	14.66	14.58
Deferred Tax Liabilities (Net)	23	229.25	154.23	114.25
Other Non-Current Liabilities	24	50.57	47.10	7.08
Current Liabilities				
Financial Liabilities				
Borrowings	25	5,588.39	5,188.97	4,022.93
Trade Payables	26	1,641.86	1,148.96	1,169.16
Others	27	902.01	1,106.06	962.52
Other Current Liabilities	28	571.25	731.69	695.57
Provisions	29	26.56	22.60	20.41
Current Tax Liabilities (Net)		12.37	8.11	6.50
TOTAL EQUITY & LIABILITIES		15,218.53	14,285.65	12,585.02
Significant Accounting Policies	2			

The accompanying notes form an integral part of the financial statements

As per our Report attached

For Kalyaniwalla & Mistry LLP

Chartered Accountants

Firm Regn. No. 104607W/W100166

Darius Z. Fraser

Partner

M. No. 42454

Mumbai, May 22, 2017

For and on behalf of the Board

A. B. Godrej

Chairman

DIN:00065964

N. S. Nabar

Executive Director

& President (Chemicals)
DIN:06521655

N. B. Godrej

Managing Director

DIN:00066195

Clement Pinto

Chief Financial Officer

Nilufer Shekhawat

Company Secretary

Consolidated Statement of Profit and Loss for the year ended March 31, 2017

Particulars	Note No.	Amount ₹ in Crore	
		Year ended March 31, 2017	Year ended March 31, 2016
Revenue from Operations	32	8,482.53	7,549.30
Other Income	33	175.84	207.58
Total Income		8,658.37	7,756.88
Expenses			
Cost of Materials Consumed	34	4,727.59	3,686.28
Purchases of Stock-in-Trade		515.04	489.27
Cost of Property Development	35	1,073.31	1,732.47
Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress	36	(45.90)	(97.98)
Excise Duty		117.40	95.71
Employee Benefits Expenses	37	429.21	364.86
Finance Costs	38	399.52	343.04
Depreciation and Amortisation Expense		148.14	117.21
Other Expenses	39	1,027.25	888.16
Total Expenses		8,391.56	7,619.02
Profit Before Exceptional Items and Tax		266.81	137.86
Exceptional Items	40	22.76	48.74
Profit Before Tax		289.57	186.60
Share in Profit of Equity Accounted Investees (Net of Income Tax)		336.66	245.08
Tax Expense			
Current Tax		185.92	123.89
Deferred Tax		(18.51)	(15.20)
		167.41	108.69
Net Profit for the Year		458.82	322.99
Other Comprehensive Income			
Items that will not be reclassified to Profit or Loss			
Remeasurements of defined benefit liability		(10.44)	(6.05)
Income Tax relating to Items that will not be reclassified to Profit or Loss		3.17	1.63
Items that will be reclassified to Profit or Loss			
Exchange differences in translating financial statements of foreign operations		(21.84)	(16.92)
Deferred gains/(losses) on cash flow hedges		6.38	-
Income Tax relating to Items that will be reclassified to Profit or Loss		(1.09)	-
Total Comprehensive Income for the Year		435.00	301.65
Net Profit Attributable to :			
Owners of the Company		256.45	160.77
Non-Controlling Interest		202.37	162.22
Other Comprehensive Income Attributable to :			
Owners of the Company		(23.08)	(20.29)
Non-Controlling Interest		(0.74)	(1.05)
Total Comprehensive Income Attributable to :			
Owners of the Company		233.37	140.48
Non-Controlling Interest		201.63	161.17
Earnings Per Equity Shares (Face Value ₹ 1 each)	41		
Basic		7.13	4.51
Diluted		7.12	4.51
Significant Accounting Policies	2		

The accompanying notes form an integral part of the financial statements

As per our Report attached

For Kalyaniwalla & Mistry LLP

Chartered Accountants
Firm Regn. No. 104607W/W100166

Darius Z. Fraser

Partner
M. No. 42454

Mumbai, May 22, 2017

For and on behalf of the Board

A. B. Godrej
Chairman
DIN:00065964

N. S. Nabar
Executive Director
& President (Chemicals)
DIN:06521655

N. B. Godrej
Managing Director
DIN:00066195

Clement Pinto
Chief Financial Officer

Nilufer Shekhawat
Company Secretary

Consolidated Statement of Changes in Equity for the year ended March 31, 2017

(a) Equity Share Capital

Particulars	As at March 31, 2017		As at March 31, 2016		As at April 01, 2015	
	No. of Shares	Amount ₹ in Crore	No. of Shares	Amount ₹ in Crore	No. of Shares	Amount ₹ in Crore
Balance at the beginning of the year	335,988,807	33.60	335,881,974	33.59	335,455,260	33.55
Changes in equity share capital during the year	150,979	0.01	106,833	0.01	426,714	0.04
Balance at the end of the year	336,139,786	33.61	335,988,807	33.60	335,881,974	33.59

(b) Other Equity

Particulars	Reserves and Surplus													Items of Other Comprehensive Income			Total		
	Retained Earnings	General Reserve	Securities Premium Account	Capital Redemption Reserve	Capital Reserve	Capital Reserve on account of Amalgamation	Special Reserve	Employee Stock Grants Outstanding	Treasury Stock	Reserve for Employee Compensation Expenses	Debt Redemption Reserve	Cash Flow Hedge Reserve	Foreign Currency Monetary Item Translation Difference	Remeasurements of the net defined benefit Plans	Foreign Operations - Foreign Currency Translation Differences	Deferred Gains (Losses) on Cash Flow Hedges	Total Before Non Controlling Interest	Non Controlling Interest	Total
Balance at April 1, 2015	1,427.22	57.89	1,469.21	31.46	9.88	-	3.84	66.58	(103.79)	22.86	-	-	-	-	-	2,985.15	926.93	3,912.08	
Profit for the year	160.77	-	-	-	-	-	-	-	-	-	-	-	-	-	-	160.77	162.22	322.99	
Other Comprehensive Income	-	-	-	-	-	-	-	-	-	-	-	-	(3.81)	(16.48)	-	(20.29)	(1.05)	(21.34)	
Transfer from employee stock option grant	-	-	6.84	-	-	-	-	-	-	-	-	-	-	-	-	6.84	-	6.84	
Transfer from Surplus	-	1.33	-	-	-	-	0.17	-	-	-	18.75	-	-	-	-	20.25	-	20.25	
Amortisation of Intangibles as per Merger Scheme	-	(2.86)	-	-	-	-	-	-	-	-	-	-	-	-	-	(2.86)	-	(2.86)	
Exercise of Stock Grant (Net of Deferred Stock Grant Expense)	-	-	-	-	-	-	-	13.05	-	-	-	-	-	-	-	13.05	-	13.05	
Transfer to Securities Premium on exercise of Stock Grants	-	-	-	-	-	-	-	(6.84)	-	-	-	-	-	-	-	(6.84)	-	(6.84)	
Adjustment of employee compensation expense recognised	-	-	-	-	-	-	-	-	(11.35)	-	-	-	-	-	-	(11.35)	-	(11.35)	
ESOP shares subscribed	-	-	-	-	-	-	-	-	-	22.52	-	-	-	-	-	22.52	-	22.52	
Final Dividend Paid	(58.80)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(58.80)	-	(58.80)	
Interim dividend declared and paid	(58.80)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(58.80)	-	(58.80)	
Dividend Distribution Tax on Interim and Final Dividend	(32.46)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(32.46)	-	(32.46)	
Dividend Distribution Tax credit from Subsidiaries	9.75	-	-	-	-	-	-	-	-	-	-	-	-	-	9.75	-	9.75		
Foreign Currency Monetary Item Translation	-	-	-	-	-	-	-	-	-	-	-	(16.05)	-	-	-	(16.05)	-	(16.05)	
Income Recognised on Deferral Government Grants	(0.36)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(0.36)	-	(0.36)	
Adjustment for IND AS Put option Liability	(32.21)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(32.21)	-	(32.21)	
Transfer to Debt Redemption Reserve	(18.75)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(18.75)	-	(18.75)	
Transfer to Special Reserve	(0.17)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(0.17)	-	(0.17)	
Transfer to General Reserve	(1.33)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1.33)	-	(1.33)	
Additions during the year	-	-	14.26	-	-	-	-	-	-	-	-	-	-	-	-	14.26	-	14.26	
Adjustment arising on acquisition / Deletion and Non Controlling Interest	0.36	0.44	(6.17)	-	-	1.81	(0.03)	5.19	3.01	(6.52)	-	-	-	-	-	(4.21)	192.57	188.36	
Balance at March 31, 2016	1,395.22	56.80	1,482.14	31.46	9.88	1.81	3.98	77.98	(81.27)	14.52	11.93	-	(16.05)	(3.81)	(16.48)	2,968.11	1,280.67	4,248.78	
Profit for the year	256.45	-	-	-	-	-	-	-	-	-	-	-	-	-	-	256.45	202.37	458.82	
Other Comprehensive Income	-	-	-	-	-	-	-	-	-	-	-	-	(5.12)	(21.74)	3.78	(23.09)	(0.74)	(23.82)	
Transfer from employee stock option grant	-	-	137.32	-	-	-	-	-	-	-	-	-	-	-	-	137.32	-	137.32	
Transfer from Surplus	-	1.25	-	-	7.20	-	-	-	-	(18.75)	-	-	-	-	-	(10.30)	-	(10.30)	
Transfer from Reserve for Employee Compensation Expense	-	0.14	-	-	-	-	-	-	-	-	-	-	-	-	-	0.14	-	0.14	
Amortisation of Intangibles as per Merger Scheme	-	(2.85)	-	-	-	-	-	-	-	-	-	-	-	-	-	(2.85)	-	(2.85)	
Exercise of Stock Grant (Net of Deferred Stock Grant Expense)	-	-	-	-	-	-	-	7.45	-	-	-	-	-	-	-	7.45	-	7.45	
Transfer to Securities Premium on exercise of Stock Grants	-	-	-	-	-	-	-	(137.32)	-	-	-	-	-	-	-	(137.32)	-	(137.32)	
Adjustment of employee compensation expense recognised	-	-	-	-	-	-	-	-	(23.76)	-	-	-	-	-	-	(23.76)	-	(23.76)	
ESOP shares subscribed	-	-	-	-	-	-	-	76.46	-	-	-	-	-	-	-	76.46	-	76.46	
Utilisation for issue of Bonus Shares during the year	(92.57)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(92.57)	-	(92.57)	
Adjustment for IND AS Put option Liability	(14.52)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(14.52)	-	(14.52)	
Transfer to Debt Redemption Reserve	18.75	-	-	-	-	-	-	-	-	-	-	-	-	-	-	18.75	-	18.75	
Transfer to General Reserve	(1.25)	-	-	-	-	-	-	-	(0.14)	-	-	-	-	-	-	(1.39)	-	(1.39)	
Additions during the year	-	-	4.30	-	-	-	-	-	-	-	-	-	-	-	-	4.30	-	4.30	
Foreign Currency Monetary Item Translation	-	-	-	-	-	-	-	-	-	-	-	(6.83)	-	-	-	(6.83)	-	(6.83)	
Exchange difference arising on currency translation cash flow hedge reserve	-	-	-	-	-	-	-	-	-	-	2.08	-	-	-	-	2.08	-	2.08	
Adjustment arising on acquisition / Deletion and Non Controlling Interest	(9.10)	0.60	(70.58)	-	(3.07)	0.57	-	59.09	9.38	6.82	(0.82)	10.66	-	-	-	3.57	(7.71)	(4.14)	
Balance at March 31, 2017	1,552.98	55.94	1,553.18	31.46	14.01	2.38	3.98	7.20	(4.81)	-	1.26	(12.20)	(8.93)	(38.22)	3.78	3,162.01	1,474.59	4,636.60	

Refer Note 19 for Nature and Purpose of Reserve

The accompanying notes form an integral part of the financial statements

As per our Report attached

For Kalyaniwalla & Mistry LLP

Chartered Accountants

Firm Regn. No. 104607W/W100166

For and on behalf of the Board

A. B. Godrej

Chairman

DIN:00065964

N. B. Godrej

Managing Director

DIN:00066195

Darius Z. Fraser

Partner

M. No. 42454

Mumbai, May 22, 2017

N. S. Nabar

Executive Director

& President (Chemicals)

DIN:06521655

Clement Pinto

Chief Financial Officer

Nilufer Shekhawat

Company Secretary

Consolidated Cash Flow Statement for the year ended March 31, 2017

Amount ₹ in Crore

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
A. Cash Flow From Operating Activities:		
Profit Before Tax	626.23	431.68
Adjustments for:		
Depreciation	148.14	117.21
Unrealised Foreign Exchange revaluation	(11.25)	(0.52)
Profit on Sale of Investments	(27.37)	(55.88)
Profit / (Loss) on Sale, Write off and Provision of Fixed Assets (Net)	15.78	1.14
Grant amortisation	(1.16)	(1.21)
Share issue expense	-	0.05
Expenses on Amalgamation	1.35	3.90
Interest and Other Financial Income	(114.73)	(97.38)
Interest & Finance Charges	399.52	341.29
Employee Stock Grant Scheme Compensation	9.71	10.00
Other Comprehensive Income items	(2.70)	(1.70)
Income from Investment measured at FVTPL	(21.77)	(83.62)
Bad Debts written off	7.99	6.19
Share of Profit/(Loss) of Associates and Jointly Controlled Entities (Net of Tax)	(328.51)	(237.02)
Provision / (Write-back) for Doubtful Debts and Sundry Balances (net)	7.27	6.93
Others	(0.77)	(0.60)
Operating Profit Before Working Capital Changes	707.73	440.46
Adjustments for :		
Increase/(Decrease) in Non-financial Liabilities	(131.81)	19.73
Increase/(Decrease) in Financial Liabilities	139.31	(55.24)
(Increase)/Decrease in Inventories	70.07	32.33
(Increase)/Decrease in Biological assets	4.20	3.47
(Increase)/Decrease in Non-Financial Assets	75.46	91.24
(Increase)/Decrease in Financial Assets	(256.97)	(177.07)
Cash Generated from Operations	607.99	354.92
Direct Taxes Paid	(249.30)	(156.37)
Net Cash Generated from Operating Activities	358.69	198.55
B. Cash Flow from Investing Activities:		
Purchase of Fixed Assets	(285.22)	(366.23)
Proceeds from Sale of Fixed Assets	13.08	8.82
Capital Subsidy Received	-	3.00
Purchase of Investment	(1,009.93)	(1,188.67)
Proceeds from Sale of Investments	1,068.45	1,352.81
Intercompany Deposits / Loans (net)	55.40	(31.48)
Expenses on Amalgamation	(1.35)	(0.47)
Interest Received	100.16	34.06
Other Income	-	0.50
Net Cash used in Investing Activities	(59.41)	(187.66)

Consolidated Cash Flow Statement for the year ended March 31, 2017

Amount ₹ in Crore

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
C. Cash Flow from Financing Activities:		
Proceeds from issue of Equity shares	1.54	1.34
Proceeds from sale of Treasury shares	35.59	3.90
Transactions with non-controlling interests	-	(45.28)
Share issue expense	-	(0.05)
Merger Expense	-	(0.19)
Repayment of Preference Share Capital	-	(3.50)
Proceeds from / (Repayment of) Borrowings	116.42	944.31
Interest & Finance Charges Paid	(615.99)	(712.83)
Dividend Paid	(0.17)	(154.02)
Tax on Distributed Profits	(0.08)	(31.34)
Net Cash (used in) / generated from Financing Activities	(462.69)	2.34
Net Increase / (Decrease) in Cash and Cash Equivalents	(163.41)	13.23
Cash and Cash Equivalents (Opening Balance)	73.67	57.29
Add: Cash and Cash equivalents taken over pursuant to Business Acquisition	0.29	3.15
Cash and Cash Equivalents (Closing Balance)	(89.45)	73.67

Notes :**Particulars****1. Cash and Cash Equivalents**

Cash on Hand and Balances with Banks
Bank Overdraft / Cash Credit

Cash and Cash Equivalents

2. The Cash Flow Statement has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7) Statement of Cash Flows

(Amount ₹ in Crore)	
As at March 31, 2017	As at March 31, 2016
186.79	128.13
(276.24)	(54.46)
(89.45)	73.67

For Kalyaniwalla & Mistry LLP

Chartered Accountants
Firm Regn. No. 104607W/W100166

Darius Z. Fraser

Partner
M. No. 42454

Mumbai, May 22, 2017

For and on behalf of the Board

A. B. Godrej
Chairman
DIN:00065964

N. S. Nabar
Executive Director
& President (Chemicals)
DIN:06521655

N. B. Godrej
Managing Director
DIN:00066195

Clement Pinto
Chief Financial Officer

Nilufer Shekhawat
Company Secretary

Notes to the Consolidated Financial Statements

Note 1 : General Information

1. Group Overview

Godrej Industries Limited ("the Company") including its Subsidiaries, Joint Ventures, Associates, Limited Liability Partnerships, collectively referred to as ("the Group") is engaged in the business of Chemicals, Agri Inputs, Real Estate Construction, Property Development, Vegetable Oil, Finance and Investments, Animal Feeds, Innovative crop protection, Agricultural Inputs, Palm Oil and allied products, Milk and milk products, and other related activities. The Company is domiciled in India and is listed on BSE Limited and The National Stock Exchange of India Limited (NSE)

2. Basis of preparation

The Consolidated Financial Statements of the Group have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention (except for certain financial instruments that are measured at fair values at the end of each reporting period) on accrual basis to comply in all material aspects with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

These Consolidated Financial Statements for the year ended March 31, 2017 are the first the Group has prepared under Ind AS. For all periods upto and including the year ended March 31, 2016, the Group prepared its financial statements in accordance with the accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (hereinafter referred to as 'Previous GAAP') used for its statutory reporting requirement in India immediately before adopting Ind AS. The consolidated financial statements for the year ended March 31, 2016 and the opening Balance Sheet as at April 01, 2015 have been restated in accordance with Ind AS for comparative information. Reconciliations and explanations of the effect of the transition from Previous GAAP to Ind AS on the Equity, Total Comprehensive Income and Cash Flows are provided in Note 58.

The consolidated financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the consolidated financial statements, including the preparation of the opening Ind AS Balance Sheet as at April 01, 2015 being the 'date of transition to Ind AS'.

All assets and liabilities have been classified as current or non current as per the normal operating cycle of each entity in the Group and other criteria as set out in Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities except for under construction real estate projects.

The normal operating cycle in respect of operation relating to under construction real estate project depends on signing of agreement, size of the project, phasing of the project, type of development, project complexities, approvals needed & realization of project into cash & cash equivalents and range from 3 to 7 years. Accordingly project related assets & liabilities have been classified into current & non-current based on operating cycle of respective projects.

The financial statements of the Group for the year ended March 31, 2017 were approved for issue in accordance with the resolution of the Board of Directors on May 22, 2017.

3. Basis of measurement

These financial statements are prepared under the historical cost convention unless otherwise indicated.

4. Functional and presentation currency

The financial statements are presented in Indian rupees, which is the Group's functional currency. All amounts have been rounded to the nearest crore, unless otherwise indicated.

Notes to the Consolidated Financial Statements

5. Key estimates and assumptions

The preparation of financial statements requires Management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable.

Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities within the next financial year, are as follows

- Evaluation of Control
- Evaluation of Percentage Completion

Determination of revenues under the percentage of completion method necessarily involves making estimates, some of which are of a technical nature, concerning, where relevant, the percentages of completion, costs to completion, the expected revenues from the project or activity and the foreseeable losses to completion. Estimates of project income, as well as project costs, are reviewed periodically. The effect of changes, if any, to estimates is recognised in the financial statements for the period in which such changes are determined.

- Determination of the estimated useful lives of tangible assets and the assessment as to which components of the cost may be capitalized.
- Impairment Property, Plant and Equipments
- Recognition and measurement of defined benefit obligations
- Recognition of deferred tax assets
- Fair valuation of employee share options
- Recognition and measurement of other provisions
- Discounting of long-term financial liabilities
- Determining whether an arrangement contains a lease
- Rebate and Sales Incentives
- Fair value of financial instruments
- Provisions and Contingent Liabilities

6. Standards issued but not yet effective

In March 2017, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) (Amendments) Rules, 2017, notifying amendments to Ind AS 7, 'Statement of cash flows'. These amendments are in accordance with the recent amendments made by International Accounting Standards Board (IASB) to IAS 7, 'Statement of cash flows'. The amendments are applicable to the Group from April 01, 2017. The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosure requirement. The Group is currently evaluating the effect of the above amendments

In March 2017, the Ministry of Corporate Affairs had made amendments to Classification and Measurement of Share-based Payment Transactions under Ind AS 102. Paragraphs 19, 30-31 and 52 of Ind AS 102 were amended and paragraphs 33A-33H, 59A-59B, 63D and B44A-B44C and their related headings were added. It mainly deals with accounting for a modification of a share-based payment transaction that changes its classification from Cash Settled to Equity Settled. The Group is currently evaluating the effect of the above amendments.

Notes to the Consolidated Financial Statements

7. Measurement of fair values

The Group's accounting policies and disclosures require the measurement of fair values for financial instruments.

The Group has an established control framework with respect to the measurement of fair values. The management regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which such valuations should be classified.

When measuring the fair value of a financial asset or a financial liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

8. Basis of Consolidation

(i) Subsidiaries

Subsidiaries are all entities (including special purpose entities) that are controlled by the Company. Control exists when the Group is exposed to, or has the ability to affect those returns through power over the entity. In assessing control, potential voting rights are considered only if the rights are substantive. The financial statements of subsidiaries are included in these consolidated financial statements from the date that control commences until the date that control ceases.

The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year. The financial statements of the Company and its subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra-group balances, intra-group transactions and the unrealised profits/ losses, unless cost/revenue cannot be recovered.

The excess of cost to the Group of its investment in subsidiaries, on the acquisition dates over and above the Group's share of equity in the subsidiaries, is recognised as 'Goodwill on Consolidation' being an asset in the consolidated financial statements. The said Goodwill is not amortised, however, it is tested for impairment at each Balance Sheet date and the impairment loss, if any, is provided for. On the other hand, where the share of equity in subsidiaries as on the date of investment is in excess of cost of investments of the Group, it is recognised as 'Capital Reserve' and shown under the head 'Reserves and Surplus' in the consolidated financial statements.

Non-controlling interests in the net assets of consolidated subsidiaries is identified and presented in the consolidated Balance Sheet separately within equity.

Non-controlling interests in the net assets of consolidated subsidiaries consists of:

- (a) The amount of equity attributable to non-controlling interests at the date on which investment in a subsidiary is made; and

Notes to the Consolidated Financial Statements

- (b) The non-controlling interests share of movements in equity since the date parent subsidiary relationship came into existence.

The profit and other comprehensive income attributable to non-controlling interests of subsidiaries are shown separately in the Statement of Profit and Loss and Statement of Changes in Equity.

Upon loss of control, the Group derecognises the assets and liabilities of the subsidiary, any non-controlling interests and the other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognised in the consolidated statement of Profit & Loss. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost and the differential is recognised in Statement of Profit or Loss. Subsequently, it is accounted for as an equity-accounted investee depending on the level of influence retained.

- (ii) Associates and jointly controlled entities (equity accounted investees)

Associates are those entities over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the entities but is not control or joint control of those policies. Significant influence is presumed to exist when the Group holds between 20% and 50% of the voting power of another entity.

Joint arrangements are those arrangements over which the Group has joint control, established by contractual agreement and requiring unanimous consent for strategic financial and operating decisions. Investments in associates and jointly controlled entities are accounted for using the equity method (equity accounted investees) and are initially recognised at cost. The carrying value of the Group's investment includes goodwill identified on acquisition, net of any accumulated impairment losses. The Group does not consolidate entities where the non-controlling interest ("NCI") holders have certain significant participating rights that provide for effective involvement in significant decisions in the ordinary course of business of such entities. Investments in such entities are accounted by the equity method of accounting. When the Group's share of losses exceeds its interest in an equity accounted investee, the carrying amount of that interest (including any long-term investments) is reduced to zero and the recognition of further losses is discontinued except to the extent that the Group has an obligation or has made payments on behalf of the investee. If the associate or joint venture subsequently reports profits, the entity resumes recognising its share of those profits only after its share of the profits equals the share of losses not recognised.

After application of the equity method, the Group determines whether it is necessary to recognise an impairment loss on its investment in its associate or joint venture. At each reporting date, the Group determines whether there is objective evidence that the investment in the associate or joint venture is impaired. If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate or joint venture and its carrying value, and then recognises the loss as 'Share of profit of an associate and a joint venture' in the statement of profit or loss.

- (iii) Acquisition of non-controlling interests

Acquisition of some or all of the non-controlling interest ("NCI") is accounted for as a transaction with equity holders in their capacity as equity holders. Consequently, the difference arising between the fair value of the purchase consideration paid and the carrying value of the NCI is recorded as an adjustment to retained earnings that is attributable to the parent company. The associated cash flows are classified as financing activities. No goodwill is recognised as a result of such transactions.

9. Business Combination

Business combinations are accounted for using the acquisition accounting method as at the date of the acquisition, which is the date at which control is transferred to the Group. The consideration transferred in the acquisition and the identifiable assets acquired and liabilities assumed are recognised at fair values on their acquisition date. Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests, and any previous interest held, over the net identifiable assets

Notes to the Consolidated Financial Statements

acquired and liabilities assumed. The Group recognises any non-controlling interest in the acquired entity on an acquisition-by-acquisition basis either at fair value or at the non-controlling interest's proportionate share of the acquired entity's net identifiable assets. Consideration transferred does not include amounts related to settlement of pre-existing relationships. Such amounts are recognised in the Statement of Profit and Loss.

Transaction costs are expensed as incurred, other than those incurred in relation to the issue of debt or equity securities. Any contingent consideration payable is measured at fair value at the acquisition date. Subsequent changes in the fair value of contingent consideration are recognised in the Statement of Profit and Loss.

In accordance with Ind AS 101 provisions related to first time adoption, the Group has elected to apply Ind AS accounting for business combinations prospectively from April 01, 2015. As such, Previous GAAP balances relating to business combinations entered into before that date, including goodwill, have been carried forward as at the date of transition to Ind AS.

Note 2 : Significant Accounting Policies

1. Property, Plant and Equipment (PPE)

(i) Recognition and measurement

Property, plant and equipment are measured at Original cost net of tax / duty credit availed less accumulated depreciation and accumulated impairment losses, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Advances paid towards the acquisition of PPE outstanding at each reporting date are classified as capital advances under Other Non-Current Assets and Property, plant and equipment which are not ready for intended use as on the date of Balance Sheet are disclosed as "Capital work-in-progress".

Capital expenditure on tangible assets for Research and Development is classified under Property, Plant and Equipment and is depreciated on the same basis as other property, plant and equipment.

Property, Plant and Equipment are eliminated from financial statement on disposal and gains or losses arising from disposal are recognised in the Statement of Profit and Loss in the year of occurrence.

Exchange differences on repayment and year end translation of foreign currency loans availed upto March 31, 2016 relating to acquisition of depreciable capital assets are adjusted to the carrying cost of the assets.

(ii) Subsequent expenditure

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of Profit and Loss during the period in which they are incurred.

When Significant parts of Property, Plant and equipments are required to be replaced, the Group derecognises the replaced part and recognises the new part with it's own associated useful life and it is depreciated accordingly.

(iii) Depreciation

Depreciation is provided, under the Straight Line Method, pro rata to the period of use, based on useful lives specified in Schedule II to the Companies Act, 2013 except in the case of Plant and Machinery where the Group, based on technical evaluation, the condition of the plants, regular maintenance schedule, material of construction and past experience, has considered useful life of certain items of PPE different from that prescribed in Schedule II to the Act.

However, depreciation on Property, Plant and Equipment of one of the Subsidiaries has been provided as per the written down value method as per the useful lives of the respective item of property, plant and equipment.

Assets costing less than ₹ 5,000 are depreciated at 100% in the year of acquisition.

Notes to the Consolidated Financial Statements

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Assets acquired on lease and leasehold improvements are depreciated over the period of the lease on straight line basis.

(iv) First Time adoption of IND AS

Upon first-time adoption of Ind AS, the Group has elected to measure all its property, plant and equipment at the Previous GAAP carrying amount as its deemed cost on the date of transition to Ind AS i.e., April 01, 2015.

2. Investment Property

(i) Recognition and measurement

Investment Property comprise of Freehold Land and Building.

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

Though the Group measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined based on an annual evaluation performed by an accredited external independent valuer.

Investment properties are derecognised either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in the Consolidated Statement of Profit and Loss in the period of derecognition.

(ii) Depreciation

Depreciation on Investment Property is provided, under the Straight Line Method, pro rata to the period of use, based on useful lives specified in Schedule II to the Companies Act, 2013.

(iii) First Time adoption of IND AS

Upon first-time adoption of Ind AS, the Group has elected to measure all its property, plant and equipment at the Previous GAAP carrying amount as its deemed cost on the date of transition to Ind AS i.e., April 01, 2015.

3. Intangible Assets

(i) Recognition and measurement

Intangible assets are recognised when it is probable that future economic benefits that are attributable to assets will flow to the Group and the cost of the assets can be measured reliably.

Gain or loss arising from derecognition of an intangible asset is recognised in the Consolidated Statement of Profit and Loss.

(ii) Depreciation

Intangible assets are amortised over their estimated useful life on Straight Line Method. The useful life of intangible assets are assessed as either finite or indefinite. The amortisation period and the amortisation method for an intangible asset with finite useful life are reviewed at the end of each reporting period. Changes in the expected useful life or expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates.

Notes to the Consolidated Financial Statements

(iii) First Time adoption of IND AS

Upon first-time adoption of Ind AS, the Group has elected to measure all its property, plant and equipment at the Previous GAAP carrying amount as its deemed cost on the date of transition to Ind AS i.e., April 01, 2015.

4. Biological Assets

Biological assets are measured at fair value less costs to sell, with any change therein recognised in the Consolidated Statement of Profit or Loss.

5. Construction contracts

When the outcome of a construction contract can be estimated reliably and it is probable that the contract will be profitable, contract revenue is recognised over the period of the contract by reference to the stage of completion.

Contract costs are recognised as expenses by reference to the stage of completion of the contract activity at the end of the reporting period. When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised immediately.

When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised only to the extent of contract costs incurred that are likely to be recoverable.

Variations in contract work, claims and incentive payments are included in contract revenue to the extent that may have been agreed with the customer and are capable of being reliably measured.

Measurement of construction contract revenue and expense:

The Group uses the 'percentage-of-completion' method to determine the appropriate amount to recognize in a given period. The stage of completion is measured by reference to the contract costs incurred up to the end of the reporting period as a percentage of total estimated costs for each contract. Costs incurred in the year in connection with future activity on a contract are excluded from contract costs in determining the stage of completion.

6. Impairment of non-financial assets

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceed the estimated recoverable amount, impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the Consolidated Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

Goodwill on business combinations is included in intangible assets. Goodwill is not amortised but it is tested for impairment annually or more frequently if events or changes in circumstances indicate that it might be impaired. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods which no longer exists or may have decreased, such reversal of impairment loss is recognised in the Consolidated Statement of Profit and Loss, to the extent the amount was previously charged to the Consolidated Statement of Profit and Loss. In case of revalued assets, such reversal is not recognised.

7. Equity accounted investees

Investments in Associates and Jointly controlled entities are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in Associates and Jointly controlled entities, the difference between net disposal proceeds and the carrying amounts are recognised in the Statement of Profit and Loss.

Notes to the Consolidated Financial Statements

Upon first-time adoption of Ind AS, the Company has elected to measure its investments in Associates and Jointly controlled entities at the Previous GAAP carrying amount as its deemed cost on the date of transition to Ind AS i.e. April 01, 2015.

8. Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is determined using the weighted average method. In the case of manufactured inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity.

Slow and non-moving material, obsolescence, defective inventories are duly provided for and valued at lower of cost and net realizable value. Goods and materials in transit are valued at actual cost incurred upto the date of balance sheet. Materials and supplies held for use in the production of inventories are not written down if the finished products in which they will be used are expected to be sold at or above cost.

Land development project in progress includes cost of land, development management fees, construction cost, allocated interest and expenses attributable to the construction of the project undertaken by the Group.

If payment for inventory is deferred beyond normal credit terms then cost is determined by discounting the future cash flows at an interest rate determined with reference to market rates. The difference between the total cost and the deemed cost should be recognised as interest expense over the period of financing under the effective interest method.

Inventories comprising of completed flats and construction Work-in-Progress are valued at lower of cost or net realizable value.

Construction Work in Progress includes cost of land, premium for development rights, construction costs, allocated interest and expenses incidental to the projects undertaken by the Group.

9. Cash and Cash equivalents

Cash and cash equivalent in the balance sheet comprise cash on hand, bank balances and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the Consolidated Statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Group's cash management.

10. Grants and Subsidies

Grants are recognised when there is reasonable assurance that the grant will be received and all attached conditions will be complied with.

When the grant relates to an asset, the cost of the asset is shown at gross value and grant thereon is treated as a deferred grant which is recognised as income in the Consolidated Statement of Profit and Loss over the period and in proportion in which depreciation is charged.

Revenue grants are recognised in the Consolidated Statement of Profit and Loss in the same period as the related cost which they are intended to compensate are accounted for.

11. Assets held for Sale

Non-current assets or disposal groups comprising of assets and liabilities are classified as 'held for sale' when all of the following criteria's are met: (i) decision has been made to sell. (ii) the assets are available for immediate sale in its present condition. (iii) the assets are being actively marketed and (iv) sale has been agreed or is expected to be concluded within 12 months of the Balance Sheet date.

Subsequently, such non-current assets and disposal groups classified as held for sale are measured at the lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated or amortised.

Notes to the Consolidated Financial Statements

12. Financial Assets

(i) Initial recognition and measurement

Financial assets are recognised when the Group becomes a party to the contractual provisions of the instrument.

On initial recognition, a financial asset is recognised at fair value, in case of Financial assets which are recognised at fair value through profit and loss (FVTPL), its transaction cost are recognised in the statement of profit and loss. In other cases, the transaction cost are attributed to the acquisition value of the financial asset.

(ii) Subsequent measurement

Financial assets are subsequently classified as measured at

- amortised cost
- fair value through profit and loss (FVTPL)
- fair value through other comprehensive income (FVOCI).”

Financial assets are not reclassified subsequent to their recognition, except if and in the period the Group changes its business model for managing financial assets.

(iii) Trade Receivables and Loans:

Trade receivables are initially recognised at fair value. Subsequently, these assets are held at amortised cost, using the effective interest rate (EIR) method net of any expected credit losses. The EIR is the rate that discounts estimated future cash income through the expected life of financial instrument.

(iv) Debt Instruments

Debt instruments are initially measured at amortised cost, fair value through other comprehensive income ('FVOCI') or fair value through profit or loss ('FVTPL') till derecognition on the basis of (i) the entity's business model for managing the financial assets and (ii) the contractual cash flow characteristics of the financial asset.

(a) Measured at amortised cost: Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest, are subsequently measured at amortised cost using the effective interest rate ('EIR') method less impairment, if any. The amortisation of EIR and loss arising from impairment, if any is recognised in the Statement of Profit and Loss.

(b) Measured at fair value through other comprehensive income: Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognised in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in OCI is reclassified from the equity to 'other income' in the Statement of Profit and Loss.

(c) Measured at fair value through profit or loss: A financial asset not classified as either amortised cost or FVOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognised as 'other income' in the Statement of Profit and Loss.

(v) Equity Instruments

All investments in equity instruments classified under financial assets are initially measured at fair value, the Group may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL.

Notes to the Consolidated Financial Statements

The Group makes such election on an instrument-by-instrument basis. Fair value changes on an equity instrument is recognised as other income in the Statement of Profit and Loss unless the Group has elected to measure such instrument at FVOCI. Fair value changes excluding dividends, on an equity instrument measured at FVOCI are recognized in OCI. Amounts recognised in OCI are not subsequently reclassified to the Statement of Profit and Loss. Dividend income on the investments in equity instruments are recognised as 'other income' in the Statement of Profit and Loss.

(vi) Derecognition

The Group derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the contractual rights to receive the cash flows from the asset.

(vii) Impairment of Financial Asset

Expected credit losses are recognized for all financial assets subsequent to initial recognition other than financial assets in FVTPL category.

For financial assets other than trade receivables, as per Ind AS 109, the Group recognises 12 month expected credit losses for all originated or acquired financial assets if at the reporting date the credit risk of the financial asset has not increased significantly since its initial recognition. The expected credit losses are measured as lifetime expected credit losses if the credit risk on financial asset increases significantly since its initial recognition. The Groups trade receivables do not contain significant financing component and loss allowance on trade receivables is measured at an amount equal to life time expected losses i.e. expected cash shortfall.

The impairment losses and reversals are recognised in Statement of Profit and Loss.

13. Financial Liabilities

(i) Initial recognition and measurement

Financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at the amortised cost unless at initial recognition, they are classified as fair value through profit and loss. In case of trade payables, they are initially recognised at fair value and subsequently, these liabilities are held at amortised cost, using the effective interest method.

(ii) Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

(iii) Derecognition

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

14. Financial guarantee contracts

Financial guarantee contracts issued by the Group are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind-AS 109 and the amount recognised less cumulative amortisation.

15. Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

Notes to the Consolidated Financial Statements

16. Derivative financial instruments

The Group uses derivative financial instruments, such as forward currency contracts and interest rate swaps, to hedge its foreign currency risks and interest rate risks respectively. The Group also uses commodity futures contracts to hedge the exposure to oil price risks. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. The accounting for subsequent changes in fair value depends on whether the derivative is designated as a hedging instrument, and if so, the nature of item being hedged and the type of hedge relationship designated.

Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

17. Share Capital

(i) Ordinary equity shares

Incremental costs directly attributable to the issue of ordinary equity shares, are recognized as a deduction from equity.

(ii) Treasury shares

The group has created an Employee Stock Options Trust (ESOP) for providing share-based payment to its employees. The group uses ESOP as a vehicle for distributing shares to employees under the employee remuneration schemes. The ESOP buys shares of the respective companies from the market, for giving shares to employees. The group treats ESOP as its extension and shares held by ESOP are treated as treasury shares.

Treasury shares are recognized at cost and deducted from equity. No gain or loss is recognized in profit or loss on the purchase, sale, issue or cancellation of the Group's own equity instruments. Any difference between the carrying amount and the consideration, if reissued, is recognized in capital reserve. Share options exercised during the reporting period are deducted from treasury shares.

18. Provisions and Contingent Liabilities

Provisions are recognized when the Group has a present obligation as a result of a past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reliable estimate of the amount of the obligation can be made. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date. The expenses relating to a provision is presented in the Statement of Profit and Loss net of any reimbursement.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows specific to the liability. The unwinding of the discount is recognised as finance cost.

A provision for onerous contracts is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Group recognises any impairment loss on the assets associated with that contract.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

A contingent asset is not recognised but disclosed in the financial statements where an inflow of economic benefit is probable.

Commitments includes the amount of purchase order (net of advance) issued to parties for completion of assets. Provisions, contingent assets, contingent liabilities and commitments are reviewed at each balance sheet date.

Notes to the Consolidated Financial Statements

19. Revenue Recognition

Sales are recognised when goods are supplied and significant risks and rewards of ownership in the goods are transferred to the buyer as per the terms of contracts and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of the goods. Sales are inclusive of excise duty and net of returns, trade discounts, rebates and sales taxes.

Income from processing operations is recognised on completion of production / dispatch of the goods, as per the terms of contract.

Dividend income, including share of profit in LLP, is recognised when the right to receive the same is established, it is probable that the economic benefits associated with the dividend will flow to the Group, and the amount of dividend can be measured reliably.

For all financial instruments measured at amortised cost, interest income is recorded using the effective interest rate (EIR), which is the rate that discounts the estimated future cash payments or receipts through the expected life of the financial instruments or a shorter period, where appropriate, to the net carrying amount of the financial assets. Interest income is included in other income in the Statement of Profit and Loss.

Income on assets given on operating lease is recognised on a straight line basis over the lease term in the Consolidated Statement of Profit and Loss.

20. Revenue Recognition for Property Development

The Group is following the "Percentage of Completion Method" of accounting. As per this method, revenue from sale of properties is recognized in Statement of Profit & Loss in proportion to the actual cost incurred as against the total estimated cost of projects under execution with the Group on transfer of significant risk and rewards to the buyer.

In accordance with the "Guidance Note on Accounting for Real Estate Transactions (for entities to whom Ind AS is applicable), construction revenue on such projects, measured at the fair value (i.e. adjusted for discounts, incentives, time value of money adjustments etc.), have been recognized on percentage of completion method provided the following thresholds have been met:

- (a) All critical approvals necessary for the commencement of the project have been obtained;
- (b) The expenditure incurred on construction and development costs is not less than 25 per cent of the total estimated construction and development costs;
- (c) At least 25 percent of the saleable project area is secured by contracts or agreements with buyers; and
- (d) At least 10 percent of the contract consideration is realized at the reporting date in respect of such contracts and it is reasonable to expect that the parties to such contracts will comply with the payment terms as defined in the contracts.

Determination of revenues under the percentage of completion method necessarily involves making estimates, some of which are of a technical nature, concerning, where relevant, the percentages of completion, costs to completion, the expected revenues from the project or activity and the foreseeable losses to completion. Estimates of project income, as well as project costs, are reviewed periodically. The effect of changes, if any, to estimates is recognized in the financial statements for the period in which such changes are determined. Revenue from projects is recognized net of revenue attributable to the land owners. Losses, if any, are fully provided for immediately.

The Group has been entering into Development & Project Management agreements with land-owners. Accounting for income from such projects, measured at fair value, is done on accrual basis as per the terms of the agreement.

The Group receives maintenance amount from the customers and utilizes the same towards the maintenance of the respective projects. Revenue is recognized to the extent of maintenance expenses incurred by the Group towards maintenance of respective projects. Balance amount of maintenance expenses to be incurred is reflected as liability under the head other current liabilities.

Notes to the Consolidated Financial Statements

21. Loyalty Program

Sales is allocated between the loyalty programme and the other components of the transaction. The amount allocated to the loyalty programme is deferred, and is recognised as revenue when the Group has fulfilled its obligations to supply the discounted products under the terms of the programme or when it is no longer probable that the points under the programme will be redeemed.

22. Employee Benefits

(i) Short-Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Short Term benefits such as salaries, performance incentives, etc., are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the employee renders the related service.

The Group has a scheme of Performance Linked Variable Remuneration (PLVR) which rewards its employees based on Economic Value Added (EVA) or Profit Before Tax (PBT). The PLVR amount is related to actual improvement made in EVA or PBT over the previous year when compared with expected improvements.

(ii) Post Employment Benefits

(a) Defined Contribution Plans

Payments made to a defined contribution plan such as Provident Fund and Family Pension maintained with Regional Provident Fund Office are charged as an expense in the Statement of Profit and Loss as they fall due.

(b) Defined Benefit Plans

The Group's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, after discounting the same. The calculation of defined benefit obligations is performed annually by a qualified actuary using the projected unit credit method. Re-measurement of the net defined benefit liability, which comprise actuarial gains and losses are recognized immediately in Other Comprehensive Income (OCI). Net interest expense (income) on the net defined liability (assets) is computed by applying the discount rate, used to measure the net defined liability (asset). Net interest expense and other expenses related to defined benefit plans are recognized in Statement of Profit and Loss. When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognized immediately in Statement of Profit and Loss. The Group recognizes gains and losses on the settlement of a defined benefit plan when the settlement occurs.

Pension

Pension plan for eligible employees are considered as defined benefit obligations and are provided for on the basis of an actuarial valuation, using the Projected Unit Credit Method, as at the date of the Balance Sheet.

(iii) Other Long-Term Employee Benefits

The Group's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value. Re-measurement are recognized in Statement of Profit and Loss in the period in which they arise.

(iv) Terminal Benefits

All terminal benefits are recognized as an expense in the period in which they are incurred.

Notes to the Consolidated Financial Statements

23. Share-Based Payments

Employees of the Group receive remuneration in the form of share based payments in consideration of the services rendered.

Under the equity settled share based payment, the fair value on the grant date of the awards given to employees is recognised as 'employee benefit expenses' with a corresponding increase in equity over the vesting period. The fair value of the options at the grant date is calculated basis Black Scholes model. At the end of each reporting period, apart from the non market vesting condition, the expense is reviewed and adjusted to reflect changes to the level of options expected to vest. When the options are exercised, the Group issues fresh equity shares.

When the terms of an equity-settled award are modified, an additional expense is recognised for any modification that increases the total fair value of the share-based payment transaction, or is otherwise beneficial to the employee as measured at the date of modification.

24. Leases

In determining whether an arrangement is, or contains a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease date if fulfillment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset, even if that right is not explicitly specified in the arrangement.

(i) Finance Lease

Agreements are classified as finance leases, if substantially all the risks and rewards incidental to ownership of the leased asset is transferred to the lessee.

Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

(ii) Operating Leases

Leases of assets under which all the risks and rewards of ownership are effectively retained by the lessor are classified as operating leases. Lease payments under operating leases are recognized as an expense on a straight line basis over the lease term, unless such payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increase.

(iii) Lease Assets

Assets held by the Group under leases that transfer to the Group substantially all of the risks and rewards of ownership are classified as finance leases. The leased assets are measured initially at an amount equal to the lower of their fair value and the present value of the minimum lease payments. Subsequent to initial recognition, the assets are accounted for in accordance with the accounting policy applicable to that asset.

Assets held under other leases are classified as operating leases and are not recognised in the Group's statement of financial position.

25. Research and Development Expenditure

Revenue expenditure on Research & Development is charged to the Statement of Profit and Loss of the year in which it is incurred. Capital expenditure incurred during the year on Research & Development is included under additions to Property, Plant and Equipment.

26. Borrowing Costs

Borrowing costs are interest and other costs that the Group incurs in connection with the borrowing of funds and is measured with reference to the effective interest rate applicable to the respective borrowing. Borrowing costs that are directly attributable to the acquisition of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalised as part of the cost of that asset till the date it is put to use.

Notes to the Consolidated Financial Statements

Borrowing costs, pertaining to development of long term projects, are transferred to Construction work in progress, as part of the cost of the projects upto the time all the activities necessary to prepare these projects for its intended use or sale are complete.

All other borrowing costs are recognized as an expense in the period which they are incurred.

27. Foreign Exchange Transactions

- (i) Items included in the financial statements of the Group are measured using the currency of the primary economic environment in which the entity operates ('the functional currency') The Indian Rupee (INR) is the functional and presentation currency of the Group.
- (ii) Transactions in foreign currency are recorded at exchange rates prevailing on the day of the transaction. Monetary assets and liabilities denominated in foreign currency, remaining unsettled at the period end are translated at closing rates. The difference in translation of monetary assets and liabilities and realised gains and losses on foreign currency transactions are recognised in the Statement of Profit and Loss. Non-monetary items that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction.
- (iii) The difference in translation of long term monetary assets acquired and liabilities incurred prior to April 01, 2016 and realised gains and losses on foreign currency transactions relating to acquisition of depreciable capital assets are added to or deducted from the cost of the asset and depreciated over the balance life of the asset; and in other cases, accumulated in a Foreign Currency Monetary Item Translation Difference Account and amortised over the balance period of such long term asset / liability, by recognition as income or expense but not beyond March 31, 2020.
- (iv) Realised gain or losses on cancellation of forward exchange contracts are recognised in the Statement of Profit and Loss of the period in which they are cancelled.
- (v) In case of foreign operations whose functional currency is different from the parent company's functional currency, the assets and liabilities of such foreign operations, including goodwill and fair value adjustments arising upon acquisition, are translated to the reporting currency at exchange rates at the reporting date. The income and expenses of such foreign operations are translated to the reporting currency at the average exchange rates prevailing during the year. Resulting foreign currency differences are recognized in other comprehensive income/ (loss) and presented within equity as part of FCTR. When a foreign operation is disposed of, in part or in full, the relevant amount in the FCTR is transferred to the Consolidated Statement of Profit and Loss.

28. Cash flow hedges that qualify for hedge accounting

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognized in the other comprehensive income in cash flow hedging reserve within equity, limited to the cumulative change in fair value of hedged item on a present value basis from the inception of hedge. The gain or loss relating to the effective portion is recognized immediately in the Consolidated Statement of Profit and Loss.

Amounts accumulated in equity are reclassified to the Consolidated Statement of Profit and Loss in the periods when the hedged item affects profit or loss.

29. Taxes on Income

Income tax expense comprises current and deferred tax. It is recognized in Statement of Profit and Loss except to the extent that it relates to items recognized directly in equity or in OCI.

- (i) Current Tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date.

Notes to the Consolidated Financial Statements

(ii) Deferred Tax

Deferred tax is recognized in respect of temporary differences arising between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes (including those arising from consolidation adjustments such as unrealized profit on inventory etc.).

Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized; such reductions are reversed when the probability of future taxable profits improves.

Unrecognized deferred tax assets are reassessed at each reporting date and recognized to the extent that it has become probable that future taxable profits will be available against which they can be used.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

30. Earnings Per Share

Basic Earnings per share is calculated by dividing the net profit for the period attributable to the equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit for the period attributable to the equity shareholders and the weighted average number of equity shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

31. Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

Notes to Consolidated Financial Statements

Note 3 : Property, Plant and Equipments

Amount ₹ in Crore

Particulars	Freehold Land		Leasehold Land		Buildings	Plant & Equipments	Furniture & Fixtures	Vehicles - Own	Vehicles - Under Finance Lease	Computer Hardware	Office Equipments	Development Cost	Leasehold Improvements	Livestock used for R&D	Research Centre	Total
	Land		Land													
Gross Carrying Amount																
Deemed Cost as at April 01, 2015	47.03	33.16	274.94	709.37	19.54	37.06	-	4.98	20.15	0.80	14.51	0.44	0.38	1,162.36		
Additions	2.79	20.64	535.81	169.17	31.64	9.73	-	14.71	24.81	-	13.49	0.12	0.15	823.06		
Acquisition through business Combination	250.21	2.50	61.74	72.25	1.39	2.90	-	-	1.94	-	-	-	-	392.93		
Disposals / Adjustments	0.52	-	(13.47)	4.94	7.41	2.43	-	0.65	6.66	-	0.62	0.10	0.11	9.97		
Balance as at March 31, 2016	299.51	56.30	885.96	945.85	45.16	47.26	-	19.04	40.24	0.80	27.38	0.46	0.42	2,368.38		
Additions	16.44	-	102.59	298.69	15.34	18.79	-	2.33	19.11	-	3.33	0.06	0.31	476.99		
Acquisition through business Combination	16.39	-	24.80	18.42	0.09	4.73	-	-	0.22	-	-	-	-	64.65		
Disposals / Adjustments	6.45	-	3.33	47.26	6.79	3.38	-	0.45	3.89	-	7.32	0.06	0.13	79.06		
Balance as at March 31, 2017	325.89	56.30	1,010.02	1,215.70	53.80	67.40	-	20.92	55.68	0.80	23.39	0.46	0.60	2,830.96		
Accumulated Depreciation																
Balance as at April 01, 2015	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Additions	-	0.50	22.73	52.57	6.47	7.14	-	6.13	8.73	0.40	5.24	0.04	0.01	109.96		
Disposals / Adjustments	-	-	0.03	0.13	0.10	0.22	-	0.04	0.12	-	0.01	0.01	-	0.66		
Balance as at March 31, 2016	-	0.50	22.70	52.44	6.37	6.92	-	6.09	8.61	0.40	5.23	0.03	0.01	109.30		
Additions	-	0.66	28.18	72.75	7.09	8.72	-	7.48	9.86	0.40	5.57	0.05	0.10	140.86		
Disposals / Adjustments	-	-	0.35	2.70	1.75	1.26	-	0.31	1.50	-	2.84	0.01	0.05	10.76		
Balance as at March 31, 2017	-	1.16	50.53	122.49	11.72	14.38	-	13.26	16.98	0.80	7.96	0.07	0.06	239.40		
Net Carrying Amount																
Balance as at April 01, 2015	47.03	33.16	274.94	709.37	19.54	37.06	-	4.98	20.15	0.80	14.51	0.44	0.38	1,162.36		
Balance as at March 31, 2016	299.51	55.80	863.26	893.41	38.79	40.34	-	12.95	31.63	0.40	22.15	0.43	0.41	2,259.08		
Balance as at March 31, 2017	325.89	55.14	959.49	1,093.21	42.09	53.02	-	7.67	38.70	-	15.43	0.39	0.54	2,591.56		

Notes

1. The Group has availed the deemed cost exemption in relation to the property, plant and equipment on the date of transition and hence the net book carrying amount has been considered as the gross block carrying amount on that date. Refer note below for the gross block value and the accumulated depreciation on April 01, 2015 under the previous GAAP.

Particulars	Freehold Land		Leasehold Land		Buildings	Plant & Machinery	Furniture & Fixtures	Vehicles - Own	Vehicles - Under Finance Lease	Computer Hardware	Office Equipments	Development Cost	Leasehold Improvements	Livestock used for R&D	Research Centre	Total
	Land		Land													
Gross Block as on April 01, 2015	47.03	35.00	327.62	1,083.73	38.27	59.20	0.03	20.47	42.94	4.15	30.38	0.46	0.83	1,690.11		
Accumulated Depreciation till March 31, 2015	-	1.84	52.68	374.36	18.73	22.14	0.03	15.49	22.79	3.55	15.87	0.02	0.45	527.75		
Net Block treated as Deemed cost upon transition	47.03	33.16	274.94	709.37	19.54	37.06	-	4.98	20.15	0.80	14.51	0.44	0.38	1,162.36		

2. Refer Note No. 31 for disclosure of contractual commitments for the acquisition of Property, Plant and Equipments.

3. Addition to Fixed Assets includes ₹ (-) 7.85 crore for the year ended March 31, 2017 (previous year ₹ 43.01 crore) on account of Exchange Difference arising on conversion of Long Term Foreign Currency Monetary Items relating to acquisition of depreciable assets.

4. Plant & Equipments and Buildings amounting to ₹ 0.55 crore as on March 31, 2017 (₹ 3.58 crore as on March 31, 2016 and ₹ 3.93 crore as on April 01, 2015) are classified as Assets held for Sale.

5. Legal formalities relating to the transfer of title of immovable assets situated at Chennai (acquired as a part of the take over of Agrovet business from Godrej Industries Limited), Hyderabad (as part of the merger of Godrej Plant Biotech Limited), Dhule (as part of the merger of Goldmohur Foods & Feeds Ltd.), Hanuman Jn. (as part of the merger of Golden Feed Products Ltd.), Chintampalli (as part of the merger of Godrej Gokarna Oilpalm Limited), Aiyalur & Varanavasi (as part of the merger of Cauvery Oil Palm Limited) and at Kolkata are being complied with. Stamp duty payable thereon is not presently determinable.

6. To give effect to the Order of the Honorable High Court of Judicature at Bombay passed during 2011-12 regarding the scheme of Amalgamation of Godrej Gokarna Oil Palm Limited & Godrej Oil Palm Limited, the amortisation of Grant of Licenses are charged against the balance in the General Reserve Account.

7. Depreciation is provided based on useful lives specified in Schedule II to the Companies Act, 2013 except for Plant and Equipment (7.5 years to 30 years) and Computers (3 years to 4 years)

Notes to the Consolidated Financial Statements

Note 3a : Capital Work-in-Progress

Capital work-in-progress includes ₹ Nil (March 31, 2016 - ₹ 35.29 crore and April 01, 2015 - ₹ 16.31 crore) on account of Exchange Difference arising on conversion of Long Term Foreign Currency Monetary Items relating to acquisition of depreciable assets. Capital work-in-progress also includes net borrowing cost capitalised amounting to ₹ Nil (March 31, 2016 - ₹ Nil crore and April 01, 2015 - ₹ 76.06 crore).

Note 3b : Investment Property

Amount ₹ in Crore

Particulars	Freehold Land	Buildings	Total
Gross Carrying Amount			
Deemed Cost as at April 01, 2015	0.38	48.50	48.88
Additions	-	81.59	81.59
Disposals / Adjustments	-	-	-
Balance as at March 31, 2016	0.38	130.09	130.47
Additions	-	0.02	0.02
Disposals / Adjustments	-	0.15	0.15
Balance as at March 31, 2017	0.38	129.96	130.34
Accumulated Depreciation			
Balance as at April 01, 2015	-	-	-
Additions	-	2.01	2.01
Disposals / Adjustments	-	-	-
Balance as at March 31, 2016	-	2.01	2.01
Additions	-	2.16	2.16
Disposals / Adjustments	-	0.04	0.04
Balance as at March 31, 2017	-	4.13	4.13
Net Carrying Amount			
Balance as at April 01, 2015	0.38	48.50	48.88
Balance as at March 31, 2016	0.38	128.08	128.46
Balance as at March 31, 2017	0.38	125.83	126.21
Fair Value			
As at April 01, 2015	4.15	138.37	142.52
As at March 31, 2016	4.15	218.23	222.38
As at March 31, 2017	4.15	219.75	223.90

Notes :

- The Group has availed the deemed cost exemption in relation to the Investment Property on the date of transition and hence the net block carrying amount has been considered as the gross block carrying amount on that date. Refer note below for the gross block value and the accumulated depreciation on April 01, 2015 under the previous GAAP.

Amount ₹ in Crore

Particulars	Freehold Land	Buildings	Total
Gross Block as on April 01, 2015	0.38	53.97	54.35
Accumulated Depreciation till April 01, 2015	-	5.47	5.47
Net Block treated as Deemed cost upon transition	0.38	48.50	48.88

Notes to the Consolidated Financial Statements

Note 3b : Investment Property (Contd.)

2. Information regarding income and expenditure of Investment Property

Particulars	Amount ₹ in Crore	
	For the year ended March 31, 2017	For the year ended March 31, 2016
Rental income derived from investment properties	6.22	7.63
Direct operating expenses	3.64	2.02
Profits arising from investment properties before depreciation	2.58	5.61
Less: Depreciation	2.16	2.01
Profits arising from investment properties	0.42	3.60

3. The Group's investment properties consist of 10 properties in India. The Management has determined that the investment property consists of two class of assets - Land and building - based on the nature, characteristics and risks of each property.

4. The Group has no restriction on the realisability of its investment properties and no contractual obligations to purchase, construct or develop investment properties or for repairs, maintenance and enhancements.

5. The fair valuation is based on current prices in the active market for similar properties. The main input used are quantum, area, location, demand, age of building and trend of fair market rent in the location of the property.

The fair value is based on valuation performed by an accredited independent valuer. Fair valuation is based on replacement cost method. The fair value measurement is categorised in level 2 fair value hierarchy.

6. Reconciliation of Fair Value

Particulars	Amount ₹ in Crore		
	Freehold Land	Buildings	Total
Opening balance as at April 01, 2015	4.15	138.37	142.52
Fair value differences	-	(1.73)	(1.73)
Purchases	-	81.59	81.59
Opening balance as at April 01, 2016	4.15	218.23	222.38
Fair value differences	-	1.50	1.50
Purchases	-	0.02	0.02
Closing balance as at March 31, 2017	4.15	219.75	223.90

Notes to the Consolidated Financial Statements

Note 3c : Other Intangible Assets

Amount ₹ in Crore

Particulars	Trademark	Brand Building	Technical Know-how	Product Registration	Computer Software	Total
Gross Carrying Amount						
Deemed Cost as at April 01, 2015	18.70	-	-	-	13.47	32.17
Additions	-	-	-	0.26	3.74	4.00
Acquisition through business Combination	-	38.22	-	2.45	1.61	42.28
Disposals / Adjustments	-	-	-	-	0.32	0.32
Balance as at March 31, 2016	18.70	38.22	-	2.71	18.50	78.13
Additions	-	-	-	-	5.96	5.96
Disposals / Adjustments	-	-	-	-	0.11	0.11
Balance as at March 31, 2017	18.70	38.22	-	2.71	24.35	83.98
Accumulated Depreciation						
Balance as at April 01, 2015	-	-	-	-	-	-
Additions	4.23	-	-	1.15	4.06	9.44
Disposals / Adjustments	-	-	-	-	-	-
Balance as at March 31, 2016	4.23	-	-	1.15	4.06	9.44
Additions	6.44	-	-	0.57	4.58	11.59
Disposals / Adjustments	-	-	-	-	0.11	0.11
Balance as at March 31, 2017	10.67	-	-	1.72	8.53	20.92
Net Carrying Amount						
Balance as at April 01, 2015	18.70	-	-	-	13.47	32.17
Balance as at March 31, 2016	14.47	38.22	-	1.56	14.44	68.69
Balance as at March 31, 2017	8.03	38.22	-	0.99	15.82	63.06

Note

- The Group has availed the deemed cost exemption in relation to Other Intangible Assets on the date of transition and hence the net block carrying amount has been considered as the gross block carrying amount on that date. Refer note below for the gross block value and the accumulated depreciation on April 01, 2015 under the previous GAAP.

Amount ₹ in Crore

Particulars	Trademark	Brand Building	Technical Know-how	Product Registration	Computer Software	Total
Gross Block as on April 01, 2015	49.14	-	2.00	-	38.55	89.69
Accumulated Depreciation till April 01, 2015	30.44	-	2.00	-	25.08	57.52
Net Block treated as Deemed cost upon transition	18.70	-	-	-	13.47	32.17

Notes to the Consolidated Financial Statements

Note 3d: Biological Assets

1. Reconciliation of carrying amount

Amount ₹ in Crore

Particulars	Poultry		Oil palm saplings		Total
	Quantity (Nos.)	Amount	Quantity (Nos.)	Amount	
Balance as April 01, 2015	325,469.00	1.81	1,294,667.00	10.53	12.34
Add : Purchases	14,013.00	0.25	492,200.00	1.78	2.03
Add : Production / Cost of Development	488,736.00	0.77	-	1.20	1.97
Less :Sales / Disposals	(828,218.00)	(3.01)	(581,409.00)	(4.53)	(7.54)
Change in fair value less cost to sell:					
Realised	-	0.18	-	(0.11)	(0.07)
Unrealised	-	-	-	0.13	0.13
Balance as at March 31, 2016	-	0.00	1,205,458.00	8.87	8.87
Add : Purchases	-	-	60,000.00	0.12	0.12
Add : Production / Cost of Development	-	-	-	0.42	0.42
Less: Sales / Disposals	-	-	(653,286.00)	(4.66)	(4.66)
Change in fair value less cost to sell:					
Realised	-	-	-	(0.16)	(0.16)
Unrealised	-	-	-	0.08	0.08
Balance as at March 31, 2017	-	0.00	612,172.00	4.67	4.67

Subsidiary Company has trading operations in oil palm plantations whereby the subsidiary company purchases the saplings and sell the saplings once it has achieved the desired growth. During the year 2016-17, the subsidiary company purchased 60,000 (March 31, 2016: 4,92,200) number of saplings, out of which 60,000 (March 31, 2016: 4,92,200) were still under cultivation.

2. Measurement of Fair value

i. Fair Value hierarchy

The fair value measurements for poultry and oil palm saplings has been categorised as Level 3 fair values based on the inputs to valuation technique used.

ii. Level 3 Fair values

The following table shows a break down of the total gains (losses) recognised in respect of Level 3 fair values-

Amount ₹ in Crore

Particulars	March 31, 2017	March 31, 2016
Gain/(loss) included in 'other operating revenue'	(0.08)	0.07
Change in fair value (realised)	(0.16)	(0.06)
Change in fair value (unrealised)	0.08	0.13

Notes to the Consolidated Financial Statements

Note 3d: Biological Assets (Contd.)

iii. Valuation techniques and significant unobservable inputs

Type	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Poultry stock-it comprises of parent chicken, eggs and livebirds	Discounted cashflows	Discounting is not done considering the plan to sell the inventory is less than one year.	The estimated fair valuation would increase/(decrease) if, - estimated price of each component of poultry stock was higher (lower) - discounting is done for the expected cashflows
Oil Palm Saplings - it comprises the stock under cultivation	Cost approach and percentage completion method	Estimated cost of completing the stock under cultivation ₹ 18.63 to ₹ 41.33 per sapling	The estimated fair valuation would increase/(decrease) if - estimated cost to complete was lower (higher) - estimated selling price per sapling is higher (lower)

3. Risk Management strategies related to agricultural activities

The subsidiary company is exposed to the following risks relating to its plantations

i. Regulatory and environmental risks

The subsidiary company is subject to laws and regulations in the country in which it operates. It has established various environmental policies and procedures aimed at compliance with the local environmental and other laws.

ii. Supply and demand risks

The subsidiary company is exposed to risks arising from fluctuations in the price and sales volume of plants. When possible, the Group manages this risk by aligning its harvest volume to market supply and demand. Management performs regular industry trend analyses for projected harvest volumes and pricing.

iii. Climate and other risks

The subsidiary company's plantations are exposed to the risk of damage from climatic changes, diseases, forest fires and other natural forces. The subsidiary company has extensive processes in place aimed at monitoring and mitigating those risks, including regular plantation health surveys and industry pest and disease surveys.

A reasonably possible change of 10% in Estimated cost of completing the stock under cultivation at the reporting date would have increased (decreased) profit or loss by the amounts shown below:

Particulars	Amount ₹ in Crore			
	Profit or (Loss) March 31, 2017		Profit or (Loss) March 31, 2016	
	10% Increase	10% Decrease	10% Increase	10% Decrease
Variable-rate instruments	(0.70)	0.76	(5.57)	5.93
Cash flow sensitivity (net)	(0.70)	0.76	(5.57)	5.93

Notes to the Consolidated Financial Statements

Note 4 : Equity accounted investees

(Refer Note No. 2 sub note 7 for Accounting Policy on Equity accounted investees)

Particulars	Note	Face Value	Amount ₹ in Crore						
			As at March 31, 2017		As at March 31, 2016		As at April 01, 2015		
			Number	Value	Number	Value	Number	Value	
1. Investment in Equity Instruments (Fully Paid up unless stated otherwise)									
(a) Quoted Investment									
(i) Associates									
Godrej Consumer Products Ltd.	1		80,937,620	2,251.30	80,937,620	2,031.94	80,277,620	1,821.49	
(b) Unquoted Investment									
(i) Associates									
Polchem Hygiene Laboratories Private Limited	10		-	-	-	-	455,000	5.85	
Al Rahaba International Trading Limited Liability Company	AED 1500		24.00	0.20	24	3.16	24	4.07	
Personalitree Academy Ltd.	a 10		389,269.00	1.10	389,269	1.10	389,269	1.10	
Less: Provision for Impairment in value of Investments				(1.10)		(1.10)		(1.10)	
(ii) Joint Ventures									
Godrej Tyson Foods Limited	10		97,461.00	84.65	97,461	74.64	97,461	65.51	
ACI Godrej Agrovet Private Limited	100		1,850,000	62.73	1,850,000	51.45	1,850,000	34.78	
Joint Ventures of Property Business				81.40		58.25		39.39	
				<u>2,480.28</u>		<u>2,219.44</u>		<u>1,971.09</u>	
Aggregate Amount of Quoted Investments				2,251.30		2,031.94		1,821.49	
Aggregate Amount of Unquoted Investments				230.08		188.60		150.70	
Aggregate Amount of Impairment in Value of Investments				(1.10)		(1.10)		(1.10)	
Market Value of Quoted Investments				13,516.58		11,164.13		8,355.29	

Note

1. Includes ₹ 300,000 paid towards share application money to Personalitree Academy Limited which is considered Doubtful.

Notes to the Consolidated Financial Statements

Note 5 : Non Current Financial Assets - Investments

Amount ₹ in Crore

Particulars	Note	Face Value	As at March 31, 2017		As at March 31, 2016		As at April 01, 2015	
			Number	Value	Number	Value	Number	Value
1. Investment in Equity Instruments (Fully Paid up unless stated otherwise) At Fair Value Through Profit and Loss								
(a) Quoted Investment				6.20		7.05		8.23
(b) Unquoted Investment								
Bharuch Eco-Aqua Infrastructure Ltd.	10		440,000	0.44	440,000	0.44	440,000	0.44
Less : Provision for Impairment in the Value of Investment				(0.44)		(0.44)		(0.44)
				-		-		-
Avesthagen Ltd.	7		469,399	12.43	469,399	12.43	469,399	12.43
Less : Provision for Impairment in the Value of Investment				(12.43)		(12.43)		(12.43)
				-		-		-
CBay Infotech Ventures Pvt. Ltd.	10		112,579	2.33	112,579	2.33	112,579	2.33
Less : Provision for Impairment in the Value of Investment				(2.33)		(2.33)		(2.33)
				-		-		-
Gharda Chemicals Ltd.	a	100	114	0.12	114	0.12	114	0.12
Less : Provision for Impairment in the Value of Investment				(0.12)		(0.12)		(0.12)
				-		-		-
HyCa Technologies Pvt. Ltd.	10		12,436	1.24	12,436	1.24	12,436	1.24
Less : Provision for Impairment in the Value of Investment				(1.24)		(1.24)		(1.24)
				-		-		-
Tahir Properties Ltd. (Partly paid) *	b	100	25	-	25	-	25	-
				-		-		-
Boston Analytics Inc.		\$1	1,354,129	6.91	1,354,129	6.91	1,354,129	6.91
Less : Provision for Impairment in the Value of Investment				(6.91)		(6.91)		(6.91)
				-		-		-
Others				2.67		1.58		13.41
2. Investment in Preference Shares At Fair Value Through Profit and Loss								
(a) Unquoted Investment								
Tahir Properties Ltd. (Class - A) (partly paid)*	100			-	25	-	25	-
Less: Forfeited				-		-		-
				-		-		-
Verseon Corporation - Class A & Class B Preferred Shares	c	\$0.001		-		-	3,347,246	134.77
3. Investment in Debentures At Fair Value Through Profit and Loss								
(a) Unquoted Investment								
Joint Ventures								
Godrej Realty Private Limited	10		2,989,095	2.99	2,989,095	2.99	2,989,095	2.99
Wonder City Buildcon Private Limited	1000		307,833	31.94	307,833	30.59	307,833	30.48
Wonder Space Properties Private Limited	1000		365,541	37.52	353,618	35.40	353,618	34.84
Godrej Home Constructions Private Limited	1000		413,949	41.34	413,949	41.23	-	-
Godrej Redevelopers (Mumbai) Private Limited	1000		843,736	85.71	843,736	85.33	611,182	60.49
Godrej Landmark Redevelopers Private Limited	1000		2,988,471	15.16	4,364,039	43.64	7,936,120	79.36
Wonder Projects Development Private Limited	1000		133,019	13.30	-	-	-	-
Pearlite Real Properties Private Limited	1000		674,975	67.49	-	-	-	-
Godrej Real View Developers Private Limited	1000		33,440	3.34	-	-	-	-
Godrej Greenview Housing Private Limited	1000		136,880	13.55	-	-	-	-

Notes to the Consolidated Financial Statements

Note 5 : Non Current Financial Assets - Investments (Contd.)

Particulars	Note	Face Value	Amount ₹ in Crore						
			As at March 31, 2017		As at March 31, 2016		As at April 01, 2015		
			Number	Value	Number	Value	Number	Value	
4. Investment in Partnership Firms									
At Fair Value Through Profit and Loss									
View Group LP *	d		0.00		0.00				0.00
Less : Provision for Impairment in the Value of Investment			(0.00)		(0.00)				(0.00)
			-		-				-
5. Other Investment									
At Fair Value Through Profit and Loss									
(a) Investment in Units of Venture Capital Fund									
Indian Fund for Sustainable Energy (Infuse Capital)	100		461,732	4.58	294,570	2.91	101,952	0.96	
Omnivore India Capital Trust	100000		2,125	27.88	1,875	25.93	1,250	12.10	
				353.67		276.65		377.63	
Aggregate Amount of Quoted Investments				6.20		7.05		8.23	
Aggregate Amount of Unquoted Investments				370.94		293.07		392.87	
Aggregate Provision for Impairment in the Value of Investments				(23.47)		(23.47)		(23.47)	
Market Value of Quoted Investments				6.20		7.05		8.23	

* Amount less than ₹ 0.01 crore.

Notes:

- The said shares have been refused for registration by the investee company.
- Uncalled Liability on partly paid shares
- Tahir Properties Ltd. - Equity - ₹ 80 per share (Previous year - ₹ 80 per share).
- As on April 01, 2015, the outstanding principal amount of Optionally Convertible Notes (OCN) amounting to ₹ 3.98 crore along with accrued interest thereon amounting to ₹ 6.64 crore have been converted into Class B Preferred Shares. The entire investment in Verseon Corporation is measured at fair value.
In the year ended March 31, 2016, the Company's holding of 2,631,578 Class A Preferred Shares and 715,668 Class B Preferred Shares were converted into 6,694,492 New Common Shares in Verseon Corporation. The Company invested in warrants in respect of 85,587 Class B Preferred shares which were been converted into 171,174 New Common Shares in Verseon Corporation.
Verseon Corporation was listed on Alternate Investment Market on London Stock Exchange. The entire Investment in Common Shares have been sold during the year ended March 31, 2016.
- View Group LP has been dissolved on December 14, 2012, however, the Company has still not received an approval from RBI for writing-off the investment.

Notes to the Consolidated Financial Statements

Note 6 : Non Current Financial Assets - Loans

Amount ₹ in Crore

Particulars	As at	As at	As at
	March 31, 2017	March 31, 2016	April 01, 2015
1. Security Deposit			
(a) Secured and Considered Good (Refer Note 1 below)	74.72	97.08	99.35
(b) Unsecured and Considered Good	24.50	23.33	23.68
(c) Unsecured and Considered Doubtful Deposits	1.22	0.68	-
Less : Allowance for Bad and Doubtful Deposits	(1.22)	(0.68)	-
	-	-	-
2. Other Loans			
(a) Secured and Considered Doubtful (Refer note 2 below)	10.33	10.33	10.33
Less : Allowance for Bad and Doubtful Loans	(10.33)	(10.33)	(10.33)
	-	-	-
(b) Unsecured and Considered Good			
Loans to employees	1.03	0.99	0.95
Other Loans	-	13.61	3.35
(c) Unsecured and Considered Doubtful	0.32	0.24	0.22
Less : Allowance for Bad and Doubtful Loans	(0.32)	(0.24)	(0.22)
	-	-	-
	100.25	135.01	127.33

Notes

- Secured Deposits - Projects, are Secured against Terms of Development Agreement.
- The Company had advanced an amount of ₹ 10.33 crore to certain individuals who also pledged certain equity shares as security against the said advance. The Company has enforced its security and lodged the shares for transfer in its name. The said transfer application was rejected and Company has preferred an appeal to the Company Law Board (CLB). The CLB rejected the application and advised the parties to approach the High Court. The Company had filed an appeal before the Honorable High Court against the order of the Company Law Board under Section 10F of the Companies Act, which was disposed of with the direction to keep the transfer of shares in abeyance till the arbitration proceedings between the parties are on. The Honorable Bombay High Court passed an interim order dated September 18, 2012, restraining the Company from inter alia, dealing, selling or creating third party rights, etc. in the pledged shares and referred the matter to arbitration. The Company had filed a Special Leave Petition (SLP) before the Supreme Court against this interim order of the Honorable Bombay High Court which the Supreme Court has dismissed and the matter is presently before the Arbitrator. The Management is confident of recovery of this amount as underlying value of the said shares is substantially greater than the amount of loan and interest thereon. However, on a conservative basis, the Company has provided for the entire amount of ₹ 10.33 crore in the books of account.
- Details of Loans under section 186 (4) of Companies Act, 2013.

Particulars	As at March 31, 2017		As at March 31, 2016		As at April 01, 2015	
	Maximum Balance During the Year	Amount outstanding	Maximum Balance During the Year	Amount outstanding	Maximum Balance During the Year	Amount outstanding
1. Loans where there is no repayment schedule						
(i) Federal & Rashmikant	5.83	5.83	5.83	5.83	5.83	5.83
(ii) M/s Dhruv & Co. (Regd.)	4.18	4.18	4.18	4.18	4.18	4.18
(iii) D. R. Kavasmaneck & Dr. P. R. Kavasmaneck	0.32	0.32	0.32	0.32	0.32	0.32

Notes to the Consolidated Financial Statements

Note 7 : Non Current Financial Assets - Others

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Bank Deposit with more than 12 months maturity (Refer Note 1 below)	1.47	1.71	1.37
2. Secured			
(a) Interest Accrued on Loans (Refer Note 2 below)	3.15	3.15	3.16
Provision for Doubtful Interest Receivable	(3.15)	(3.15)	(3.15)
	-	-	0.01
3. Unsecured			
(a) Interest Accrued on Loans	1.08	1.16	1.11
Provision for Doubtful Interest Receivable	(1.03)	(1.03)	(1.11)
	0.05	0.13	-
4. Others			
(a) Lease Receivable	3.16	3.80	-
(b) Claim Receivable	1.46	1.46	1.46
(c) Deposits	1.48	3.05	6.25
(d) Others	0.21	0.17	0.08
	<u>7.83</u>	<u>10.32</u>	<u>9.17</u>

Notes

- Bank Deposit with more than 12 months maturity includes.
 - Fixed Deposits of ₹ 0.04 crore, (As at March 31, 2016 ₹ 0.15 crore and As at April 01, 2015 ₹ 0.13 crore) are pledged with a Bank for guarantees issued.
 - ₹ 0.76 crore (As at March 31, 2016 ₹ 0.70 Crore and As at April 01, 2015 ₹ Nil) received from flat buyers by a subsidiary and held in trust on their behalf in a corpus fund
 - ₹ 0.01 crore (As at March 31, 2016 ₹ 0.33 Crore and As at April 01, 2015 ₹ 0.34 crore) held as margin money and lien marked for issuing bank guarantee.
- Interest on loan referred to in sub note (2) under Note 6, amounting to ₹ 3.15 crore was accrued upto March 31, 2000 and has been fully provided for, no interest is being accrued thereafter.

Notes to the Consolidated Financial Statements

Note 8 : Deferred Tax Assets (Net)

Particulars	As at March 31, 2017	Amount ₹ in Crore	
		As at March 31, 2016	As at April 01, 2015
1. Liabilities			
(a) WDV of Assets	130.18	110.52	2.13
(b) Others	0.23	0.23	-
2. Assets			
(a) Provision for Retirement Benefits	2.31	2.38	-
(b) Provision for Doubtful Debts / Advances	6.27	6.66	-
(c) Other Provisions	276.26	155.69	153.33
(d) Unabsorbed Depreciation	111.37	96.17	7.15
(e) Indexation benefit	2.65	2.53	0.26
	268.45	152.68	158.61

Note 9 : Other Non Current Assets

Particulars	As at March 31, 2017	Amount ₹ in Crore	
		As at March 31, 2016	As at April 01, 2015
1. Capital Advances			
Considered Good	45.42	31.89	41.83
Considered Doubtful	0.35	0.35	0.03
Provision for Doubtful Advance	(0.35)	(0.35)	(0.03)
	45.42	31.89	41.83
2. Other Advances			
(a) Statutory Deposits	35.75	21.74	25.32
(b) Prepaid Expenses	1.88	2.75	2.20
(c) Others	4.71	4.03	3.96
	87.76	60.41	73.31

Note 10 : Inventories

Particulars	As at March 31, 2017	Amount ₹ in Crore	
		As at March 31, 2016	As at April 01, 2015
1. Raw Materials	534.35	551.26	310.86
2. Packing Materials	3.41	2.83	2.19
3. Work-in-Progress	126.18	96.29	94.53
4. Construction Work-in-Progress	3,909.37	3,866.34	3,740.94
5. Project in Progress	60.72	-	-
6. Finished Goods	206.83	191.03	114.31
7. Finished Product - Property Development (Refer Note 2 below)	56.73	56.74	46.16
8. Stock in Trade	91.23	86.82	68.54
9. Stores and Spares	31.52	28.17	18.00
	5,020.34	4,879.48	4,395.53

Notes

- Inventories are valued at lower of cost and net realisable value. Cost is computed on weighted average basis and is net of cenvat.
- Finished goods includes shares of Tahir Properties Limited - at cost or net realisable value (whichever is lower)
 - 70 Equity shares of INR 100/- each, INR 20/- paid up.
 - 75 Redeemable Preference Class A shares of INR 100/- each, INR 70/- paid up.

Notes to the Consolidated Financial Statements

Note 11 : Current Financial Assets - Investments

Particulars	Note	Face Value	Amount ₹ in Crore		
			As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Investment in Equity Instruments					
At Fair Value Through Profit and Loss					
(a) Quoted Investment					
Future Consumer Enterprises Limited (As at April 01, 2015 - 3,02,56,870 Equity Shares)	6		-	-	38.60
Less : Provision for Impairment in the Value of Investments			-	-	(1.99)
			-	-	36.61
(b) Unquoted Investment					
(i) Associates					
Creamline Dairy Products Limited (upto December 20, 2015) (As at April 01, 2015 - 26,71,993 Equity Shares)	10		-	-	30.81
Polchem Hygiene Laboratories Private Limited (As at March 31, 2016 - 4,55,000 Equity Shares)	10		-	7.62	-
2. Investment in Mutual Funds			369.33	419.77	547.51
At Fair Value Through Profit and Loss					
3. Other Investment					
At Fair Value Through Profit and Loss					
(a) Unquoted Investment					
Optionally Convertible Loan Notes/Promissory Notes					
Boston Analytics Inc. (15%)	a	\$ 750,000	3.00	3.00	3.00
Less : Provision for Impairment in the Value of Investment			(3.00)	(3.00)	(3.00)
			-	-	-
Boston Analytics Inc. (20%)	a	\$ 15,50,000	6.73	6.73	6.73
Less : Provision for Impairment in the Value of Investment			(6.73)	(6.73)	(6.73)
			-	-	-
Boston Analytics Inc. (12%)	b	\$ 950,000	4.69	4.69	4.69
Less : Provision for Impairment in the Value of Investment			(4.69)	(4.69)	(4.69)
			-	-	-
			<u>369.33</u>	<u>427.39</u>	<u>614.93</u>
Aggregate Amount of Quoted Investments			-	-	38.60
Aggregate Amount of Unquoted Investments			383.75	441.81	592.74
Aggregate Amount of Impairment in Value of Investments			(14.42)	(14.42)	(16.41)
Market Value of Quoted Investments			-	-	36.64

Notes

- The Optionally Convertible Promissory Notes (15%) of Boston Analytics Inc. in respect of which the Group did not exercise the conversion option and Boston Analytics Inc. promissory notes (20%) where there was a partial conversion option which the Group did not exercise, were due for redemption on June 30, 2009 and August 21, 2009, respectively. The said promissory notes have not been redeemed as of the Balance Sheet date and have been fully provided for.
- 12% promissory notes were repayable on or before December 31, 2011, along with interest on maturity. The said promissory notes have not been redeemed as of the Balance Sheet date and have been fully provided for.

Notes to the Consolidated Financial Statements

Note 12 : Current Financial Assets - Trade Receivables

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Secured and Considered Good (Refer Note 1 below)	87.93	90.34	89.22
2. Unsecured and Considered Good	808.91	765.26	511.16
3. Unsecured and Considered Doubtful	2.89	1.14	1.41
Less : Allowance for Bad and Doubtful Debt	(2.89) -	(1.14) -	(1.41) -
	896.84	855.60	600.38

Note

- Secured by Security Deposits collected from Customers, Letter of Credit or Bank Guarantees held against them.

Note 13 : Current Financial Assets - Cash and Cash Equivalents

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Balances with Banks			
(a) Current Accounts	148.98	106.01	87.37
(b) Deposit having maturity less than 3 months	26.66	12.05	85.27
2. Cheques, Drafts on Hand	5.88	4.83	1.16
3. Cash on Hand	5.27	5.24	2.19
	186.79	128.13	175.99

Note 14 : Current Financial Assets - Other Bank Balances

1. Deposit with more than 3 months but less than 12 months maturity (Refer Note 3 below)	46.13	62.14	71.73
2. Other Bank Balance (Refer Notes 1 & 2)	1.99	10.65	0.40
	48.12	72.79	72.13

Notes

- Fixed Deposit of ₹ 0.96 crore as on March 31, 2017 (₹ 0.27 crore as on March 31, 2016 and ₹ 0.27 crore as on April 01, 2015) is held by bank as security against guarantees issued.
- Balance of ₹ 0.39 crore as on March 31, 2017 (₹ 0.57 crore as on March 31, 2016 and ₹ 0.39 crore as on April 01, 2015) held against unclaimed dividend.
- Include ₹ 3.15 crore (₹ 3.14 crore as on March 31, 2016 and ₹ 3.80 crore as on April 01, 2015) received from flat buyers and held in trust on their behalf in a corpus fund.
 - Deposits held as Deposit Repayment Reserve amounting to ₹ 1.15 crores (₹ 31 crores as on March 31, 2016, ₹ 22 crores as on April 01, 2015).
 - Include fixed deposits held as margin money and lien marked for issuing bank guarantee of ₹ 9.53 crore (₹ 4.99 crore as on March 31, 2016 and ₹ 2.56 crore as on April 01, 2015).

Notes to the Consolidated Financial Statements

Note 15 : Current Financial Assets - Loans

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Security Deposit			
(a) Secured and Considered Good (Refer Note 1 below)	169.54	183.53	207.00
(b) Unsecured and Considered Good	4.20	3.09	1.90
2. Loans to Related Parties			
(a) Unsecured and Considered Good	537.60	305.77	281.47
3. Other Loans			
(a) Unsecured and Considered Good			
Loans to employees	0.83	0.77	0.55
Other Loans & Advances	48.04	45.42	49.08
(b) Unsecured and Considered Doubtful			
Inter Corporate Deposit	5.77	73.26	40.62
Less : Allowance for Bad and Doubtful Deposit	(5.77)	(5.77)	(5.77)
	-	67.49	34.85
	<u>760.21</u>	<u>606.07</u>	<u>574.85</u>

Note

- Secured Deposits are Secured against Terms of Development Agreement.

Note 16 : Current Financial Assets - Others

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Other Receivables	140.43	180.61	50.73
2. Unbilled Revenue	518.23	452.31	485.65
3. Fair Value of Derivative Contracts	0.12	1.35	2.23
4. Forward Cover Contracts Receivable	2.26	0.30	-
5. Interest Accrued on Loans and Deposits	146.98	120.38	58.87
6. Income Accrued	3.01	7.51	5.08
7. Advances to vendors and service providers	0.56	1.70	3.11
	<u>811.59</u>	<u>764.16</u>	<u>605.67</u>

Notes to the Consolidated Financial Statements

Note 17 : Other Current Assets

Amount ₹ in Crore

Particulars	As at March 31, 2017	As at	
		March 31, 2016	April 01, 2015
1. Deposits			
(a) Statutory Deposits	113.78	94.26	70.00
(b) Other Deposits	2.25	1.83	1.83
	116.03	96.09	71.83
2. Other Advances			
(a) Advance to Suppliers			
Considered Good (Refer Note 1 below)	81.97	93.37	111.52
Considered Doubtful	0.65	0.65	0.37
Provision for Doubtful Advance	(0.65)	(0.65)	(0.37)
	81.97	93.37	111.52
(b) Employee Advance	0.08	0.02	0.03
(c) Prepaid and other advances	17.30	19.81	21.76
3. Other Receivables - Considered Good	68.00	107.67	60.06
4. Export Benefit Receivables	15.44	14.99	10.54
5. Assets held for Sale	0.55	3.58	3.94
	299.37	335.53	279.68

Note

- Advances to Suppliers and Contractors include advances amounting to ₹ 30.09 crore (As at March 31, 2016 ₹ 17.7 crore and As at April 01, 2015 ₹ 49.02 crore) secured against Bank Guarantee.

Notes to the Consolidated Financial Statements

Note 18 : Equity

Particulars	Amount ₹ in Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 01, 2015	
	Nos.	Amount	Nos.	Amount	Nos.	Amount
1. Authorised Share Capital						
(a) Equity shares of ₹ 1 each	800,000,000	80.00	800,000,000	80.00	800,000,000	80.00
(b) Unclassified Shares of ₹ 10 each	100,000,000	100.00	100,000,000	100.00	100,000,000	100.00
		<u>180.00</u>		<u>180.00</u>		<u>180.00</u>
2. Issued, Subscribed and Paid up Share Capital						
Equity Shares of ₹ 1 each fully paid up	336,139,786	33.61	335,988,807	33.60	335,881,974	33.59
Par Value of Equity Share is ₹ 1 each						
Par Value of Unclassified Share is ₹ 10 each						
3. Reconciliation of number of Shares						
Equity Shares						
Number of Shares outstanding at the beginning of the year	335,988,807	33.60	335,881,974	33.59	335,455,260	33.55
Issued during the year	150,979	0.01	106,833	0.01	426,714	0.04
Number of Shares outstanding at the end of the year	<u>336,139,786</u>	<u>33.61</u>	<u>335,988,807</u>	<u>33.60</u>	<u>335,881,974</u>	<u>33.59</u>
4. Rights, Preferences And Restrictions attached to Shares						
Equity Shares : The Company has one class of equity shares. Each equity share entitles the holder to one vote. The final dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts in proportion to their shareholding.						
5. Shareholding Information						
(a) Equity Shares held by Holding Company:						
Vora Soaps Limited	193,904,681	19.39	-	-	-	-
Godrej & Boyce Manufacturing Company Limited	-	-	193,904,681	19.39	193,904,681	19.39
(b) Shareholders holding more than 5% of Equity Shares in the Company						
Vora Soaps Limited - 57.69%	193,904,681	19.39	-	-	-	-
Godrej & Boyce Manufacturing Company Limited - As at March 31, 2016 - 57.71% (As at April 01, 2015 - 57.73%)	-	-	193,904,681	19.39	193,904,681	19.39
6. Equity Shares Reserved for Issue Under Employee Stock Grant (₹ 1 each)						
(a) Employee Stock Grant vesting on 31/03/15 (*)	-	-	-	-	5,487	0.00
(b) Employee Stock Grant vesting on 31/05/15	-	-	-	-	98,987	0.01
(c) Employee Stock Grant vesting on 31/07/15 (*)	-	-	-	-	2,274	0.00
(d) Employee Stock Grant vesting on 31/03/16 (*)	-	-	1,297	0.00	1,297	0.00
(e) Employee Stock Grant vesting on 31/05/16	-	-	164,102	0.02	108,074	0.01
(f) Employee Stock Grant vesting on 31/05/17	148,998	0.01	111,669	0.01	55,641	0.01
(g) Employee Stock Grant vesting on 30/11/17	1,513	-	-	-	-	-
(h) Employee Stock Grant vesting on 31/03/18	2,075	-	-	-	-	-
(i) Employee Stock Grant vesting on 31/05/18	97,223	0.01	56,028	0.01	-	-
(j) Employee Stock Grant vesting on 30/09/18	807	-	-	-	-	-
(k) Employee Stock Grant vesting on 31/05/19	47,985	-	-	-	-	-
The exercise period in respect of the stock grants mentioned above is one month.						
7. During the period of five years immediately preceding the date as at which the Balance Sheet is prepared :						
Pursuant to the Scheme of Amalgamation of Wadala Commodities Limited (WCL) with the Company :						
(i) 2,00,243 equity shares allotted as fully paid up to the Equity Shareholders of WCL and 10 equity shares allotted as fully paid up to the Preference Shareholders of WCL, without payment being received in cash.						
(ii) 67,627 equity shares have been allotted as fully paid up bonus shares to the non-promoter shareholders of the Company.						
8. There are no calls unpaid.						
9. There are no forfeited shares.						

(*) Amount less than ₹ 0.01 crore.

Notes to the Consolidated Financial Statements

Note 19 : Other Equity (Contd.)

Refer Statement of Changes in Equity for detailed movement in Equity balance

1. Summary of Other Equity Balance

Amount ₹ in Crore

Particulars	As at	As at	As at
	March 31, 2017	March 31, 2016	April 01, 2015
1. Capital Reserve on Account of Amalgamation	2.38	1.81	-
2. Capital Redemption Reserve	31.46	31.46	31.46
3. Securities Premium Account	1,553.18	1,482.14	1,469.21
4. Capital Reserve	14.01	9.88	9.88
5. Special Reserve	3.98	3.98	3.84
6. Foreign Currency Monetary Items Translation Reserve	(12.20)	(16.05)	-
7. Items of Other Comprehensive Income	(43.37)	(20.29)	-
8. Employee Stock Grants Outstanding	7.20	77.98	66.58
9. Treasury Stock	(4.81)	(81.27)	(103.79)
10. Reserve for Employee Compensation Expenses	-	14.52	22.86
11. General Reserve	55.94	56.80	57.89
12. Debenture Redemption Reserve	-	11.93	-
13. Cash flow Hedge Reserve	1.26	-	-
14. Retained Earnings	1,552.98	1,395.22	1,427.22
	3,162.01	2,968.11	2,985.15

2. Nature and purpose of reserve

- Capital Reserve on Account of Amalgamation : Capital reserves is created on Amalgamation.
- Capital Redemption Reserve : The Company has recognised Capital Redemption Reserve on buyback of equity shares from its retained earnings.
- Securities Premium Account : The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve. In case of equity-settled share based payment transactions, the difference between fair value on grant date and nominal value of share is accounted as securities premium reserve.
- Capital Reserve : During amalgamation, the excess of net assets taken, over the cost of consideration paid is treated as capital reserve and also created on Sale of treasury Shares.
- Special Reserve : Reserve created under Section 451C of RBI Act, 1934.
- Foreign Currency Translation Reserve : The translation reserve comprises all foreign currency differences arising from the translation of the financial statements of foreign operations.
- Employee Stock Grants Outstanding : The fair value of the equity-settled share based payment transactions with employees is recognised in Statement of Profit and Loss with corresponding credit to Employee Stock Options Outstanding Account.
- Treasury Reserve : The reserve for treasury shares of the respective companies held by the respective ESOP trusts.
- Reserve for Employee Compensation Expense : The expenses in respect of the Subsidiary Company's ESOP scheme will be charged against the Reserve for employee compensation expense as per court Scheme.
- General Reserve : The Company has transferred a portion of the net profit of the Group before declaring dividend to general reserve pursuant to the earlier provisions of Companies Act 1956. Mandatory transfer to general reserve is not required under the Companies Act 2013.
- Debenture Redemption Reserve : The Group is required to create a debenture redemption reserve out of the profits which is available for payment of dividend for the purpose of redemption of debentures.
- Cash Flow Hedge Reserve : One of the subsidiary companies uses hedging instruments as part of its management of foreign currency risk associated with foreign currency borrowings. For hedging foreign currency risk, the said subsidiary used foreign currency forward contracts which are designated as cash flow hedges. To the extent these hedges are effective, the change in fair value of the hedging instrument is recognised in the cash flow hedge reserve. Amounts recognised in the cash flow hedge reserve is reclassified to statement of profit & loss when the hedged item affects the profit & loss.
- Retained Earnings : Retained earnings are the profits that the Group has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.

Notes to the Consolidated Financial Statements

Note 19 : Other Equity (Contd.)

3. Other Comprehensive Income accumulated in Other Equity, net of tax Particulars	Amount INR		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Remeasurement of Defined Benefit Plans			
Opening Balance	(21.34)	-	-
Remeasurement Gain or Loss on Defined Benefit Plans	(10.44)	(6.05)	-
Income Tax effect on Remeasurement Gain or Loss on Defined Benefit Plans	3.17	1.63	-
Exchange Difference in translating financial statements of foreign operations	(21.84)	(16.92)	-
Deferred gains / (losses) on cash flow hedges	6.38	-	-
Income Tax effect on Exchange Difference in translating financial statements of foreign operations & Deferred gains / (losses) on cash flow hedges	(1.09)	-	-
	(45.16)	(21.34)	-

4. Notes

- i. In Financial Year 2014-15, the Hon'ble Bombay High Court and High Court of Madhya Pradesh, Indore Bench approved a Scheme of Amalgamation ("Scheme") of Wadala Commodities Limited (WCL), whose business was trading in Vegetable Oils, with the Company effective from April 01, 2014 being the appointed date. The Effective Date is November 21, 2014, being the date of filing the approval of the Respective High Courts with the ROC. In accordance with the Scheme :
- The Company had followed Purchase Method of accounting and as per the Scheme of Arrangement approved by the Bombay High Court.
 - All the assets and liabilities of the erstwhile WCL have been transferred to and vest in the Company and have been recorded at their book value which are also their fair value. The excess of net assets of WCL acquired over the amount credited as share capital is ₹ 1.30 crore and is credited to Capital Reserves.
 - Income of ₹ 0.09 crore and Expense of ₹ 0.25 crore of WCL from April to November 2014 has been considered in Statement of Profit and Loss of the Company.
- ii. A Scheme of Arrangement ("the Scheme") for the demerger of Seeds business of Godrej Seeds and Genetics Limited ("the Demerged Company") into Godrej Agrovet Limited ("the Resulting Company") effect from April 01, 2015, ("the Appointed date") was sanctioned by the Hon'ble High Court of Judicature at Bombay ("the Court"), vide its Order dated January 08, 2016 and certified copies of the Order of the Court sanctioning the Scheme were filed with the Registrar of Companies, Maharashtra on February 09, 2016 (the "Effective Date"). To give effect to the Hon'ble Bombay High Court's Order dated January 08, 2016 regarding Scheme of the Arrangement, the following actions have been performed.
- The excess of face value of the preference shares held by the Transferee Company over book value of the net assets of the Transferor Company taken over, along with face value of preference shares issued on account of the amalgamation, amounting to ₹16.94 crore has been debited to the Surplus in Statement of Profit and Loss as per the Scheme.
 - The cost and expenses arising out of or incurred in carrying out and implementing the scheme amounting to ₹ 0.19 crore had been directly charged against the Surplus in Statement of Profit and Loss of the Resulting Company. Had the Scheme not prescribed the above treatment, the Surplus in Statement of Profit and Loss would have been higher by ₹ 16.94 crore.
- iii. A Scheme of Amalgamation ("the Scheme") for the amalgamation of Goldmuhor Agrochem & Feeds Limited (called "the Transferor Company"), with Godrej Agrovet Limited (the "Transferee Company"), with effect from October 01, 2013, ("the Appointed date") was sanctioned by the Hon'ble High Court of Judicature at Bombay ("the Court"), vide its Order dated September 20, 2013 and certified copies of the Order of the Court sanctioning the Scheme were filed with the Registrar of Companies, Maharashtra on December 13, 2013 (the "Effective Date").

Notes to the Consolidated Financial Statements

Note 19 : Other Equity (Contd.)

To give effect to the Hon'ble Bombay High Court's Order dated September 20, 2013 regarding Scheme of the Arrangement, the following actions have been performed:

- (a) The excess of face value of the shares held by the Transferee Company over book value of the net assets of the Transferor Company taken over, amounting to ₹ 0.71 crore has been debited to the General Reserve Account of the Transferee Company as per the Scheme.
- (b) The cost and expenses arising out of or incurred in carrying out and implementing the scheme amounting ₹ 0.41 crore have been directly charged against the balance in General Reserve Account of the Transferee Company.
- (c) An amount of ₹ 20 crore standing to the credit of the General Reserve Account of the Transferee Company has been utilised to increase the Reserve for Employee Compensation Account of the Transferee Company. The expenses in respect of the Company's ESOP scheme will be charged against the Reserve for Employee Compensation Account.

Had the Scheme not prescribed the above treatment, the balance in General Reserve would have been higher by ₹ 21.12 crore.

- iv. A Scheme of Amalgamation ("the Scheme") for the amalgamation of Golden Feed Products Limited (called "the Transferor Company"), with Godrej Agrovet Limited (the "Transferee Company"), with effect from March 31, 2014, ("the Appointed date") was sanctioned by the Hon'ble High Court of Judicature at Bombay ("the Court"), vide its Order dated April 29, 2014 and certified copies of the Order of the Court sanctioning the Scheme were filed with the Registrar of Companies, Maharashtra on May 19, 2014 (the "Effective Date").

To give effect to the Honourable Bombay High Court's Order dated April 29, 2014 regarding Scheme of the Arrangement, the following actions have been performed.

The excess of face value of the shares held by the Transferee Company over book value of the net assets of the Transferor Company taken over, amounting to ₹ 0.97 crore has been debited to the Surplus in Statement of Profit and Loss as per the Scheme.

Had the Scheme not prescribed the above treatment, the Surplus in Statement of Profit and Loss would have been higher by ₹ 0.97 crore.

- v. As per the Scheme of Amalgamation ("the Scheme") of Godrej Gokarna Oil Palm Ltd. (GGOPL), Godrej Oil Palm Ltd. (GOPL) and Cauvery Palm Oil Ltd (CPOL), ("the Transferor Companies"), with Godrej Agrovet Limited (the "Transferee Company"), with effect from April 01, 2011, ("the Appointed date") as sanctioned by the Hon'ble High Court of Judicature at Bombay ("the Court"), vide its Order dated March 16, 2012, the following entries have been passed.

- (a) Amortisation on Intangible Assets of the Transferor Companies amounting to ₹ 4.25 crore in the current year and ₹ 4.25 crore in the previous year recorded in the books of the Transferee Company are charged against the balance in the General Reserve Account of the Transferee Company. The Gross Book value of these Assets now held by the Transferee Company is ₹ 42.51 crore.

- (b) The excess of book value of the net assets of the Transferor Company taken over, amounting to ₹ 60.55 crore over the face value of the shares held by the Transferee Company has been credited to the Securities Premium Account as per the Scheme.

Had the Scheme not prescribed the above treatment, the balance in the Securities Premium Account would have been higher by ₹ 60.55 crore, the balance in General Reserve would have been higher by ₹ 8.50 crore.

- vi. As per the Scheme of Amalgamation ("the Scheme") of Godrej Gold Coin Aquafeed Ltd. (the "Transferor Company"), with Godrej Agrovet Limited with effect from April 01, 2010, ("the Appointed date") as sanctioned by the Hon'ble High Court of Judicature at Bombay ("the Court"), vide its Order dated January 05, 2011, the following entries have been passed.

- (a) The Intangible assets held by GGCAL amounting to ₹ 16.69 crore were adjusted against the balance in the Securities Premium Account of the Holding Company.

- (b) The excess of book value of the net assets of the Transferor Company taken over, amounting to ₹ 25.06 crore over the face value of the shares held by the Transferee Company was credited to the Securities Premium Account as per the Scheme.

Had the Scheme not prescribed the treatment of adjusting Intangibles against the balance in the Securities Premium Account, the balance in Securities Premium Account would have been higher by ₹ 41.75 crore, the Surplus in Statement of Profit & Loss would have been lower by 41.75 crore.

Notes to the Consolidated Financial Statements

Note 20 : Non Current Financial Liabilities - Borrowings

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Secured Borrowings			
(a) Term Loans			
(i) From Banks (Refer Notes 1, 2 & 3)	489.20	525.97	509.47
(ii) From Other Parties (Refer Note 4)	11.88	19.62	24.90
2. Unsecured Borrowings			
(a) Term Loans			
(i) From Banks (Refer Note 5 below)	931.89	921.87	980.19
(ii) From Other Parties (Refer Note 6 below)	66.67	100.00	75.00
(b) Deferred Payment Liabilities (Refer Notes 7 & 8 below)	6.70	6.89	3.93
(c) Deposits			
(i) Public Deposit (Refer Note 9 below)	-	-	26.98
(ii) Other Deposit	1.33	-	-
(d) Other Loans			
(i) Preference Share Capital (Refer Note 10)	0.01	0.01	-
(ii) Vehicle Loan	0.58	-	-
	1,508.26	1,574.35	1,620.47

Notes:

- Secured term loan of ₹ 474.75 crore bearing interest @ CPLR minus 7.30% p.a. and secured by way of exclusive mortgage and charge of movable and immovable property, right, title interest in the designated account / escrow account and receivables of the project situated at Bandra-Kurla Complex at Mumbai and pledge of 51% of equity shares of Godrej Buildcon Pvt. Ltd. held by a Subsidiary Company. Godrej Buildcon Private Limited will repay a certain percentage of all sales receipts from the project, which percentage receivables is subject to review on a quarterly basis. However maximum principle outstanding shall not exceed as below from the date of first disbursement :
 - At the end of 56th Month - ₹ 400 crore
 - At the end of 57th Month - ₹ 300 crore
 - At the end of 58th Month - ₹ 200 crore
 - At the end of 59th Month - ₹ 100 crore
 - At the end of 60th Month - Nil
- Term loan availed by a subsidiary company from AXIS Bank of ₹ 4.94 crore carries interest rate of 9.65% p.a. to 11.50% p.a. repayable by August 2020 is secured by hypothecation of the said subsidiary company's moveable plant and machinery, furniture, fixtures consisting of refrigeration and interior work, both present and future of funded stores.
- Term loan availed by a subsidiary company from Yes Bank of ₹ 9.50 crore carries interest rate of 10.30% p.a. repayable from December 2017 to December 2022 is secured by hypothecation of the said subsidiary company's moveable plant and machinery, furniture, fixtures consisting of refrigeration and interior work, both present and future of funded stores.
- Term loan availed by a subsidiary company from Tata Capital Financial Services Ltd. of ₹ 11.88 crore carries interest rate from 9.70% p.a. to 10.35% p.a. repayable from October 2018 to March 2020 is secured by hypothecation of the Fixed Assets and Current Assets of the funded stores & head office of the said subsidiary company.

Notes to the Consolidated Financial Statements

Note 20 : Non Current Financial Liabilities - Borrowings (Contd.)

5. Unsecured Loans from Bank

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Loan carries interest rate at Base Rate for an original term upto 36 months and repayable starting September 2018 to March 2019.	100.00	100.00	-
Loan carries interest rate at Base Rate + 0.7% p.a. for an original term upto 60 months and repayable by April 2017.	-	18.75	93.73
Loan carries interest rate at Base Rate + 0.5% p.a. for an original term upto 36 months and repayable by February 2018.	-	100.00	100.00
Loan carries interest at 10.40% p.a. for an original term upto 36 months and repayable starting June 2016 to December 2016.	-	-	50.00
Loan carries interest at Base Rate for an original term upto 36 months and repayable starting December 2018 to June 2019.	50.00	-	-
Loan carries interest at 3 month MCLR for an original term upto 36 months and repayable starting March 2019 to September 2019.	100.00	-	-
Loan carries interest at Fixed rate of 8.50% p.a for an original term upto 60 months and repayable starting June 2018 to March 2022.	125.00	-	-
Loan carries interest at 1 year MCLR for an original term upto 60 months and repayable starting June 2018 to March 2022.	90.00	-	-
Loan carries interest at 6 month MCLR + 1.50% p.a. for an original term upto 36 months and repayable starting June 2018 to March 2019.	100.00	100.00	-
Loan carries interest at 3 year MCLR + 0.05% p.a. for an original term upto 36 months and repayable starting November 2018 to August 2019.	50.00	-	-
Loan carries interest at SBI Base Rate + 0.35% p.a. for an original term upto 36 months and repayable starting July 2017 to April 2018.	25.00	100.00	75.00
Loan carries interest at LIBOR + 2.17% p.a. for an original term upto 60 months and repayable by September 2016.	-	-	31.25
Loan carries interest at LIBOR + 2.50% p.a. for an original term upto 60 months and repayable by December 2017.	-	66.25	125.00
Loan carries interest at LIBOR + 2.05% p.a. for an original term upto 60 months and repayable by August 2018.	32.43	99.38	125.00
Loan carries interest at LIBOR + 2.40% p.a., fixed under IRS at 4.28% p.a. for an original term upto 60 months and repayable by July 2019.	122.92	167.42	157.96
Loan carries interest at LIBOR + 2.35% p.a., fixed under IRS at 4.25% p.a. for an original term upto 60 months and repayable by July 2019.	82.42	109.40	101.81
Loan carries interest at LIBOR + 2.45% p.a., fixed under IRS at 4.39% p.a. for an original term upto 60 months and repayable by July 2019.	40.82	55.59	52.44

Notes to the Consolidated Financial Statements

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Loan carries interest rate of 5.98% p.a. for an original term upto 36 months and repayable 50% at the end of 18 months and 50% at the end of 36 months.	5.20	5.20	-
Loan carries interest rate of 9.50% p.a. repayable in 18 equal quarterly instalments commencing from six months from the date of first disbursement	5.96	5.70	-
Loan carries interest rate of 9.10% p.a. repayable in 16 structured quarterly instalments commencing from January 01, 2018 .	3.75	3.75	-
Loan carries interest rate of BBR plus 3% p.a. to BBR plus 3.50% p.a. repayable by December 2018.	7.36	-	-

6. Unsecured Loans from Others

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Loan carries interest at SBI Base Rate + 0.35% p.a. for an original term upto 60 months and repayable by March 2020.	33.33	50.00	37.50
Loan carries interest at SBI Base Rate + 0.35% p.a. for an original term upto 60 months and repayable by March 2020.	33.33	50.00	37.50

7. Deferred Loan against acquisition of Leasehold Land by a Subsidiary Company is availed at interest rate 14% under the scheme floated by the Directorate of Industries, Government of Uttar Pradesh. Loan repayment shall be performed on an Six monthly (period) basis 6 years from July 01, 2016 up to January 01, 2022. Total loan availed was ₹ 6.18 crore and outstanding as at March 31, 2017 was ₹ 5.15 crore with current maturity at ₹ 1.03 crore.
8. Deferred Sales Tax Loan, an interest free loan, availed by a subsidiary under the scheme floated by the Directorate of Industries, Government of Andhra Pradesh. Loan repayment shall be performed on an annual basis 14 years from the year of collection, commencing from March 2014 upto March 2021. Total loan availed was ₹ 4.67 crore and outstanding as at March 31, 2017 was ₹ 3.77 crore with current maturity at ₹ 0.35 crore .
9. Fixed deposits from public had a maturity period of 13, 24 or 36 months.
10. Non-Convertible Redeemable Preference Shares having a par value of ₹ 10 per share. Each eligible Shareholder is entitled to 8% dividend on par value of the shares.
11. The Group does not have any default as on the Balance Sheet date in repayment of loan or interest.

Notes to the Consolidated Financial Statements

Note 21 : Non-Current Financial Liabilities - Others

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Liability towards beneficiary of ESOP Trust	-	6.54	4.46
	-	6.54	4.46

Note 22 : Non-Current Provisions

1. Provision for Employee Benefits	17.28	14.66	14.58
	17.28	14.66	14.58

Note 23 : Deferred Tax Liabilities (Net)

1. Liabilities			
(a) WDV of Assets	169.54	145.46	139.23
(b) VRS Expenses	-	-	0.22
(c) Others	64.57	21.25	49.36
2. Assets			
(a) Provision for Retirement Benefits	1.63	0.13	2.91
(b) Provision for Doubtful Debts / Advances	3.23	2.16	7.64
(c) Other Provisions	-	3.44	23.21
(d) Unabsorbed Depreciation	-	6.75	36.19
(e) Indexation Benefit	-	-	4.61
	229.25	154.23	114.25

Note 24 : Other Non-Current Liabilities

Deferred Grant	15.24	14.44	7.08
Put Option Liability	35.33	32.66	-
	50.57	47.10	7.08

Notes to the Consolidated Financial Statements

Note 25 : Current Financial Liabilities - Borrowings

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Secured Borrowings			
(a) Term Loan from Bank (Refer Note 1 below)	815.54	715.18	950.00
(b) Loans Repayable on Demand From Banks (Refer Note 1 & 2 below)	482.11	615.36	604.70
2. Unsecured Borrowings			
(a) Term Loans From Banks (Refer Note 3 below)	1,474.22	1,532.15	733.34
(b) Loans Repayable on Demand From Banks (Refer Note 4, 5 & 7 below)	381.52	441.28	649.39
(c) Other Loans			
(i) Commercial Papers (Refer Note 6 below)	2,435.00	1,885.00	1,085.50
	5,588.39	5,188.97	4,022.93

1. Term Loans from Bank includes :

- (i) Secured Working Capital Demand Loan of ₹ 400 crore availed by a subsidiary from Bank is secured by Hypothecation of Current Assets of the said subsidiary company. Mortgage of Immovable property of the said subsidiary company at Unit No 5C, on the 5th Floor in Godrej One (along with car parking spaces) at Pirojshanagar, Vikhroli East, Mumbai and Hypothecation of Current Assets of Godrej Real Estate Private Limited and Godrej Projects Development Private Limited (both wholly owned subsidiaries) is provided as collateral security and carries interest rate at 8.00% p.a.(Fixed) repayable on April 26, 2017.
- (ii) Secured Working Capital Demand Loan of ₹ 100 crore availed by a subsidiary from Bank is secured by Mortgage of Immovable property of the said subsidiary company at Unit No 5C, on the 5th Floor in Godrej One (alongwith car parking spaces) at Pirojshanagar, Vikhroli East, Mumbai and Hypothecation of Current Assets of Godrej Real Estate Private Limited and Godrej Projects Development Private Limited (both wholly owned subsidiaries) is provided as collateral security and carries interest rate at 8.00% p.a.(Fixed) repayable on April 15, 2017.
- (iii) Secured Working Capital Demand Loan of ₹ 100 crore availed by a subsidiary from Bank is secured by Mortgage of Immovable property of the said subsidiary company at Unit No 5C, on the 5th Floor in Godrej One (alongwith car parking spaces) at Pirojshanagar, Vikhroli East, Mumbai and Hypothecation of Current Assets of Godrej Real Estate Private Limited and Godrej Projects Development Private Limited (both wholly owned subsidiaries) is provided as collateral security and carries interest rate at 8.00% p.a.(Fixed) repayable on April 19, 2017.
- (iv) Secured Working Capital Demand Loan of ₹ 100 crore availed by a subsidiary from Bank is secured by Mortgage of Immovable property of the Company at Unit No 5C, on the 5th Floor in Godrej One (along with car parking spaces) at Pirojshanagar, Vikhroli East, Mumbai and Hypothecation of Current Assets of Godrej Real Estate Private Limited and Godrej Projects Development Private Limited (both wholly owned subsidiaries) is provided as collateral security and carries interest rate at 8.00% p.a. (Fixed) repayable on April 09, 2017.
- (v) Secured Working Capital Demand Loan of ₹ 100 crore availed by a subsidiary from Bank is secured by Mortgage of Immovable property of the said subsidiary company at Unit No 5C, on the 5th Floor in Godrej One (alongwith car parking spaces) at Pirojshanagar, Vikhroli East, Mumbai and Hypothecation of Current Assets of Godrej Real Estate Private Limited and Godrej Projects Development Private Limited (both wholly owned subsidiaries) is provided as collateral security and carries interest rate at 8.00% p.a.(Fixed) repayable on April 13, 2017.
- (vi) Loan Repayable on demand availed by a subsidiary from Bank is secured by Hypothecation of the Current Assets of the Company. Mortgage of Immovable property of the said subsidiary company at Unit No 5C, on the 5th Floor in Godrej One (alongwith car parking spaces) at Pirojshanagar, Vikhroli East, Mumbai and Hypothecation of Current Assets of Godrej Real Estate Private Limited and Godrej Projects Development Private Limited (both wholly owned subsidiaries) is provided as collateral security and carries interest at 1 Year Marginal Cost of Fund Based Lending Rate (MCLR)+ 0.35% p.a. Present effective rate 9.55% p.a.

2. Working capital facilities sanctioned by banks under consortium arrangement are secured by hypothecation of stocks and book debts.

Notes to the Consolidated Financial Statements

Note 25 : Current Financial Liabilities - Borrowings (Contd.)

3. Unsecured Loans from Bank

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Loan carries interest rate at 1 month MCLR repayable by May 2017	90.00	-	-
Loan carries interest rate at 3 month MCLR repayable by May 2017	50.00	-	-
Loan carries interest rate at 1 month MCLR + 0.05% p.a. repayable by April 2017	30.00	-	-
Loan carries interest rate at 3 month MCLR + 0.10 % p.a. repayable by April 2017	75.00	-	-
Loan carries interest rate at 3 month MCLR repayable by June 2017.	130.00	-	-
Loan carries interest rate of 1 month MCLR repayable by April 2017.	90.00	-	-
Loan carries interest at Base Rate repayable within 6 months	62.15	53.26	90.44
Loan carries interest at Base Rate repayable by April 2016	-	50.00	-
Loan carries interest at Base Rate repayable by May 2016	-	185.00	-
Loan carries interest at Base Rate repayable by August 2016	-	75.00	-
Loan carries interest at Base Rate repayable by September 2016	-	50.00	-
Loan carries interest at Base Rate repayable by April 2015	-	-	25.00
Loan carries interest at Base Rate + 0.10% p.a. repayable by June 2015	-	-	25.00
Loan carries interest at 10.20% p.a. repayable by September 2015	-	-	50.00
Loan carries interest rate of 5.96% p.a. to 13.60% p.a.	200.33	393.95	45.00
Loan carries interest at 1 Month MCLR + 10 basis point p.a. repayable by September 2017	150.00	-	-
Loan carries interest at 3 Month MCLR repayable by January 2018	100.00	-	-
Loan carries interest at 6 Month MCLR + 02 basis point p.a. repayable by August 2017	50.00	-	-
Loan carries interest at 3 Month MCLR repayable by August 2017	200.00	-	-
Loan carries interest at 8.30% repayable by September 2017	125.00	-	-
Loan carries interest at 8.30% repayable by August 2017	125.00	-	-
Overdraft facility at Base Rate + 0.25% p.a.	-	10.82	116.60
Invoice Financing at 9.30% pa (FY 2014-15 9.95% p.a.)	-	11.20	36.61
Loan carries interest at base rate + 0.10% p.a. repayable by October 2016	-	200.00	-
Loan carries interest at 9.20% repayable by August 2016	-	120.00	-
Loan carries interest at base rate + 0.50% p.a. repayable by August 2016	-	100.00	-
Loan carries interest at base rate + 0.10% p.a. repayable by September 2015	-	-	200.00
Loan carries interest at 9.65% p.a. repayable by September 2015	-	-	120.00
Loan carries interest at 9.25% p.a.	10.00	-	-

Notes to the Consolidated Financial Statements

Note 26 : Current Financial Liabilities - Borrowings (Contd.)

4. Working Capital Loans availed by a subsidiary from Banks for ₹ 8.28 crore are payable on demand and at an Interest Rate of HDFC Bank Base rate + 0.25% p.a. Secured Working Capital Loans by Astec Lifescience Limited are payable on 90 to 365 days and at an Interest Rate of LIBOR + 1.16% p.a. which are secured by way of First Pari passu Charge on the Current Assets of Astec Lifescience Limited, including inventory and receivables both present & future and second charge on Fixed Assets of the Astec Lifescience Limited present & future (including Equitable Mortgage/Hypothecation of Factory Land & Bldg/Plant & Machinery). Unsecured Working Capital Loans by Astec Lifescience Limited are payable on 60 to 365 days at an Interest Rate of LIBOR + 1.08% p.a. for ₹ 19.04 crore and 15 to 180 days at an Interest Rate of 7.85% to 14% for ₹ 70 crore.
5. Loan Repayable by a subsidiary on Demand includes:
- Over Draft facility amounting to ₹ 248.12 crore carries interest at 1 Month MCLR + 0.2% p.a. Present effective rate is 8.10% p.a.
 - ₹ 6.17 crore of Overdraft carries interest at Base Rate. Present effective rate is 9.50% p.a.
 - ₹ 0.26 crore of Overdraft facility carries interest at 1 Month MCLR + 1.0% p.a. Present effective rate is 9.15% p.a.
6. Commercial Papers

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Commercial Papers carries interest at 6.30% p.a. to 6.70% p.a. repayable during the period April to June 2017.	910.00	-	-
Commercial Papers carries interest at 7.69% p.a. to 8.65% p.a. repayable during the period April to August 2016.	-	875.00	-
Commercial Papers carries interest at 8.48% p.a. to 9.00% p.a. repayable during the period April to August 2015.	-	-	590.00
Commercial Papers carries interest at 5.95% p.a. to 8.85% p.a.	275.00	400.00	125.00
Commercial Papers carries interest at 6.50% p.a. to 6.87% p.a. repayable during the period May to June 2017.	1,250.00		
Commercial Papers carries interest at 7.94% p.a. to 9% p.a. repayable during the period April to June 2016.		610.00	
Commercial Papers carries interest at 9.04% p.a. to 9.64% p.a. repayable during the period April to June 2015.			360.00

7. Cash Credit of availed by a subsidiary company from banks are repayable on demand and carries interest at 9.55% p.a. to 11.85% p.a.. This cash credit from Bank is secured against inventories and receivables of the said subsidiary company. Cash Credit Loan by Astec Lifescience Limited are repayable on demand and carries interest at BBR + 3.75% p.a. to 4% p.a. This cash credit from Bank is secured by way of First Pari passu Charge on the Current Assets of Astec Lifescience Limited, including inventory and receivables both present & future and second charge on Fixed Assets of the Astec Lifescience Limited present & future (including Equitable Mortgage/Hypothecation of Factory Land & Building / Plant & Machinery).
8. The Group does not have any default as on the Balance Sheet date in repayment of loan or Interest.

Note 26 : Current Financial Liabilities - Trade Payables

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Trade Payables			
(a) Outstanding dues of Micro and Small Enterprise (Refer Note 1 below)	20.80	21.86	13.24
(b) Others	1,092.96	1,098.33	898.41
2. Acceptances	528.10	28.77	257.51
	1,641.86	1,148.96	1,169.16

Note

1. Disclosure of outstanding dues of Micro and Small Enterprise under Trade Payables is based on the information available with the Company regarding the status of the suppliers as defined under the Micro, Small and Medium Enterprises Development Act, 2006. There is no undisputed amount overdue as on March 31, 2017, to Micro, Small and Medium Enterprises on account of principal or interest.

Notes to the Consolidated Financial Statements

Note 27 : Current Financial Liabilities - Others

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Current Maturities of Long Term Debts			
(a) Secured			
Term Loan from Bank	11.06	24.33	9.43
(b) Unsecured			
Term Loan from Bank	407.13	309.85	193.74
Term Loan from Others	33.33	-	-
Public Deposit	-	26.79	230.17
	451.52	360.97	433.34
2. Current Maturities of Deferred Sales Tax Liability	1.38	1.20	0.31
3. Debentures	-	74.89	-
4. Interest Accrued but not Due	11.36	13.72	11.35
5. Unclaimed Dividends	0.45	0.61	0.39
6. Unclaimed Matured Deposits			
(a) Principal Amount	2.81	5.10	5.11
(b) Interest accrued	0.09	0.17	0.17
	2.90	5.27	5.28
7. Others			
(a) Sundry Creditors	105.08	115.79	68.12
(b) Deposits	70.50	68.61	59.00
(c) Forward Cover Contracts Payable	2.92	4.82	-
(d) Derivative Liabilities	2.23	0.39	1.96
(e) Put Option Liabilities	-	243.85	211.64
(f) Others	253.67	215.94	171.13
	434.40	649.40	511.85
	902.01	1,106.06	962.52

Note 28 : Other Current Liabilities

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Other Advances			
(a) Amount received against Sale of Flats / Units and Advances from Customers	447.93	627.14	604.45
2. Others			
(a) Other Liabilities	60.48	44.41	36.91
(b) Statutory Liabilities	61.71	59.15	53.68
(c) Deferred Grants	1.13	0.99	0.53
	571.25	731.69	695.57

Notes to the Consolidated Financial Statements

Note 29 : Current Provisions

Particulars	As at March 31, 2017	Amount ₹ in Crore	
		As at March 31, 2016	As at April 01, 2015
1. Provision for Employee Benefits	5.82	5.96	8.86
2. Others			
Provision for Sales Return	20.74	16.60	11.53
Other provision	-	0.04	0.02
	26.56	22.60	20.41

Note 30 : Contingent Liabilities

1. Claims against the Group not acknowledged as debts			
(a) Excise duty / Service Tax demands relating to disputed classification, post manufacturing expenses, assessable values, etc. which the Group has contested and is in appeal at various levels.	139.25	129.48	71.07
(b) Customs Duty demands relating to lower charge, differential duty, classification, etc.	4.57	4.33	4.29
(c) Sales Tax demands relating to purchase tax on Branch Transfer / disallowance of high seas sales, etc. at various levels.	87.97	71.43	47.64
(d) Octroi demand relating to classification issue on import of Palm Stearine and interest thereon.	0.29	0.29	0.29
(e) Stamp duties claimed on certain properties which are under appeal by the Group.	13.31	17.44	2.67
(f) Income tax demands against which the Group has preferred appeals.	87.82	77.85	76.41
(g) Industrial relations matters under appeal.	2.60	2.36	2.44
(h) Claims not acknowledged as debts represent cases filed by parties in the Consumer forum, Civil Court and High Court and disputed by the Group as advised by our advocates. In the opinion of the management the claims are not sustainable.	112.71	10.32	5.53
(i) Others.	2.71	2.36	8.10

Notes to the Consolidated Financial Statements

Note 30 : Contingent Liabilities (Contd.)

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
2. Surety Bonds			
(a) Surety Bonds given by the Holding Company in respect of refund received from excise authority for exempted units of associate company (Refer Note 1 below)	26.88	24.88	19.86
(b) Bonds issued by Group on behalf of fellow subsidiary	0.77	0.73	12.33
3. Other money for which the Group is Contingently liable			
(a) Case/Claim filed by Processors for claiming various expense	47.64	43.98	4.08

Notes

- The Corporate surety bond of ₹ 26.88 crore (₹ 24.88 crore as on March 31, 2016 and ₹ 19.86 crore as on March 31, 2015) is in respect of refund received from excise authority for exempted units (North East) of Godrej Consumer Products Limited, an associate company.
- The Group has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in its financial statements. The Group does not expect the outcome of these proceedings to have a materially adverse effect on its financial results.
- It is not practicable to estimate the timings of cash outflows, if any, in respect of the above pending resolution of the respective proceedings as it is determinable only on receipt of judgements/decisions pending with various forums/authorities.

Note 31 : Commitments

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided for.	81.32	49.84	69.51
2. Uncalled liability on partly paid shares / debentures (*)	0.00	0.00	0.00
3. Outstanding Export Obligation under EPCG Scheme	24.80	23.47	21.12

* Amount less than ₹ 0.01 crore

Notes

- One of the Subsidiary Company enters into construction contracts for Civil, Elevator, External Development, MEP work etc. with its vendors. The total amount payable under such contracts will be based on actual measurements and negotiated rates, which are determinable as and when the work under the said contracts are completed.
- One of the Subsidiary Company has entered into development agreements with owners of land for development of projects. Under the agreements the company is required to pay certain payments/ deposits to the owners of the land and share in built up area/ revenue from such developments in exchange of undivided share in land as stipulated under the agreements.

Notes to the Consolidated Financial Statements

Note 32 : Revenue From Operations

Particulars	Amount ₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
1. Sales	8,243.73	7,383.97
2. Licence Fees and Service Charges	115.26	86.85
3. Other Operating Revenue		
(a) Export Incentives	19.62	14.29
(b) Process Charges	5.47	0.95
(c) Sale of Scrap	26.43	24.28
(d) Dividend Income	0.03	0.08
(e) Profit on sale of Investments	-	0.69
(f) Compensation received from Project	-	17.05
(g) Others	71.99	21.14
	8,482.53	7,549.30

Note 33 : Other Income

1. Interest Income	112.63	96.80
2. Gain on Foreign Exchange Translation	1.75	1.88
3. Profit on sale of Fixed Assets	0.98	4.95
4. Profit on Sale of Current Investments (Refer Note 1 below)	5.69	48.14
5. Income from Investment measured at FVTPL (Refer Note 2 below)	21.77	34.27
6. Claims Received	0.49	-
7. Liabilities no longer required written back	1.04	1.47
8. Recovery of Bad Debts written off	0.29	0.42
9. Royalty & Technical Know-how	2.48	2.85
10. Grant amortisation	1.16	1.21
11. Miscellaneous Income	27.56	15.59
	175.84	207.58

Notes

- Profit on sale of investment includes profit of ₹ 2.21 crore on sale of investment in subsidiary company Godrej Seeds and Genetics Limited.
- Income from investments measured at FVTPL includes fair valuation impact of ₹ 3.46 Crore (Previous Year ₹ (-) 12.60 Crore)

Notes to the Consolidated Financial Statements

Note 34 : Cost of Material Consumed

Particulars	Amount ₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
1. Raw Material Consumed		
Inventory at the Commencement of the Year	551.26	310.86
Add : Purchases (Net)	4,668.83	3,888.36
	5,220.09	4,199.22
Less : Inventory at the Close of the Year	(534.35)	(551.26)
	4,685.74	3,647.96
2. Packing Material Consumed		
Inventory at the Commencement of the Year	2.83	2.19
Add : Purchases (Net)	42.43	38.96
	45.26	41.15
Less : Inventory at the Close of the Year	(3.41)	(2.83)
	41.85	38.32
Total Material Consumed (1+2)	4,727.59	3,686.28

Note 35 : Cost of Property Development

Inventory at the Commencement of the Year		
Finished Goods	56.74	46.16
Construction Work in Progress	3,866.34	3,740.94
Add : Expenditure During the Year		
Land / Development Rights	165.42	490.03
Construction, Material & Labour	591.18	790.98
Architect Fees	8.47	13.37
Other Cost	162.07	217.72
Finance Cost	190.33	366.11
	5,040.55	5,665.31
Less :		
Transferred to Expenses	(0.65)	(7.47)
Transferred to Fixed Assets	-	(2.05)
Transferred to Capital WIP	-	(0.24)
Transferred to Joint Venture (On Loss of Control)	(0.49)	-
Less : Inventory at the Close of the Year		
Finished Goods	(56.73)	(56.74)
Construction Work in Progress	(3,909.37)	(3,866.34)
Total Cost of Sales - Property Development	1,073.31	1,732.47

Notes to the Consolidated Financial Statements

Note 36 : Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress		Amount ₹ in Crore
Particulars	Year ended March 31, 2017	Year ended March 31, 2016
1. Inventory at the Commencement of the Year		
Finished Goods	191.03	114.31
Stock in Trade	86.82	68.54
Work in Progress	96.29	94.53
	374.14	277.38
2. Stock adjustment for mergers	-	(4.68)
3. Consumption of Poultry Stock and Stock under Cultivation - Biological assets	4.20	3.46
4. Inventory at the end of the Year		
Finished Goods	(206.83)	(191.03)
Stock in Trade	(91.23)	(86.82)
Work in Progress	(126.18)	(96.29)
	(424.24)	(374.14)
Changes in Inventories	(45.90)	(97.98)
Note 37 : Employee Benefit Expense		
1. Salaries and Wages	368.87	307.91
2. Contribution to Provident and Other Funds	22.60	22.87
3. Employee Share based payments	9.71	9.60
4. Staff Welfare Expenses	28.03	24.48
	429.21	364.86
Note 38 : Finance Costs		Amount ₹ in Crore
Particulars	Year ended March 31, 2017	Year ended March 31, 2016
1. Interest Expenses	508.88	568.35
Less: Capitalized to Projects/transfer to Inventory	(193.27)	(367.71)
Less: Recovery of Finance Cost	(24.32)	-
Net Interest Expenses	291.29	200.64
2. Exchange Differences regarded as an adjustment to Borrowing Costs	3.31	3.61
3. Other Borrowing Costs	104.92	138.79
	399.52	343.04

Notes to the Consolidated Financial Statements

Note 39 : Other Expenses

Particulars	Amount ₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
1. Consumption of Stores and Spares	31.39	24.94
2. Power and Fuel	171.51	156.76
3. Processing Charges	93.07	71.07
4. Rent (Refer Note 1 below)	54.22	37.89
5. Rates & Taxes	30.52	17.07
6. Repairs and Maintenance		
(a) Machinery	20.93	24.21
(b) Buildings	13.81	11.27
(c) Other Assets	9.16	4.82
7. Insurance	6.41	4.63
8. Freight	60.37	59.07
9. Commission	4.43	4.33
10. Advertisement and Publicity	59.18	84.93
11. Selling and Distribution Expenses	84.80	71.44
12. Bad Debts Written Off	7.99	4.57
13. Provision / (Write back) for Doubtful Debts and Advances (Net)	6.98	4.44
14. Loss on Foreign Exchange Translation	0.95	4.02
15. Loss on Sale of Fixed Assets	14.50	1.75
16. Loss on Sale of Investments	1.20	-
17. Research Expense	3.00	2.49
18. Legal and Professional fees	50.95	34.39
19. Corporate Social Responsibility (Refer Note 2 below)	7.92	4.46
20. Miscellaneous Expenses	293.96	259.61
	1,027.25	888.16

Notes

- Rental expenses of the holding company amounting to ₹ 6.95 crore (previous year ₹ 5.84 crore) are netted off with rental income in respect of certain premises in the same building.
- Corporate Social Responsibility
The Group has spent ₹ 7.92 crore during the Financial Year (Previous Year: ₹ 4.46 crore) as per the provisions of Section 135 of the Companies Act, 2013 towards Corporate Social Responsibility (CSR) activities.
 - Gross amount required to be spent during the year - ₹ 7.92 Crore
 - Amount spent during the year on :

Particulars	Amount ₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
(i) Construction / Acquisition of any Asset	-	-
(ii) On purposes other than (i) above		
Amount Spent in Cash	7.69	4.33
Amount yet to be paid in Cash	0.23	0.13
	7.92	4.46

Note 40 : Exceptional Items

Profit on sale of Non Current Investments	22.76	48.74
	22.76	48.74

Notes to the Consolidated Financial Statements

Note 41 : Earnings Per Share

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
1. Calculation of weighted average number of equity shares - Basic		
(i) Number of equity shares at the beginning of the year	335,988,807	335,881,974
(ii) Number of equity shares issued during the year	150,979	106,833
(iii) Number of equity shares outstanding at the end of the year	336,139,786	335,988,807
(iv) Weighted average number of equity shares outstanding during the year	336,032,962	335,914,188
2. Calculation of weighted average number of equity shares - Diluted		
(i) Number of potential equity shares at the beginning of the year	336,321,903	336,153,734
(ii) Number of potential equity shares at the end of the year	336,482,336	336,321,903
(iii) Weighted average number of potential equity shares outstanding during the year	336,404,105	336,235,519
3. Net Profit Attributable to Owners of the Company	256.45	160.77
Less : Impact of Court approved Scheme regarding various amounts directly debited to Reserves	(16.90)	(9.18)
Adjusted Net Profit Attributable to Owners of the Company	239.55	151.59
(i) Basic Earnings Per Share of ₹ 1 each	7.13	4.51
(ii) Diluted Earnings Per Share of ₹ 1 each	7.12	4.51

Notes to the Consolidated Financial Statements

Note 42 : Information on Subsidiaries, Joint Ventures and Associates :

a. The subsidiary Companies considered in the Consolidated Financial Statements are :

Sr. No.	Name of the Company	Country of Incorporation	Percentage of Holding		
			As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Companies					
1.	Godrej Agrovet Ltd.	India	63.67%	60.81%	60.81%
2.	Godrej Seeds and Genetics Ltd. (90% subsidiary of Godrej Agrovet Ltd.) (upto March 30, 2017)	India	N.A.	54.73%	54.73%
3.	Godvet Agrochem Ltd.	India	63.67%	60.81%	60.81%
4.	Astec LifeSciences Ltd. (w.e.f. October 31, 2015)	India	35.36%	32.62%	N.A.
5.	Creamline Dairy Products Ltd. (w.e.f. December 21, 2015)	India	33.05%	31.57%	N.A.
6.	Natures Basket Ltd.	India	100.00%	100.00%	100.00%
7.	Godrej Properties Ltd.	India	57.37%	57.37%	57.10%
8.	Godrej Real Estate Private Ltd.	India	57.37%	57.37%	57.10%
9.	Happy Highrises Ltd.	India	N.A.	29.26%	29.12%
10.	Godrej Buildcon Pvt. Ltd.	India	57.37%	57.37%	57.10%
11.	Godrej Project Development Pvt. Ltd.	India	57.37%	57.37%	57.10%
12.	Godrej Premium Builders Pvt. Ltd.	India	-	-	57.10%
13.	Godrej Garden City Properties Pvt. Ltd.	India	57.37%	57.37%	57.10%
14.	Godrej Hillside Properties Pvt. Ltd.	India	57.37%	57.37%	57.10%
15.	Godrej Home Developers Pvt. Ltd.	India	57.37%	57.37%	57.10%
16.	Godrej Green Homes Ltd.	India	57.37%	57.37%	57.10%
17.	Godrej Greenview Housing Pvt. Ltd. (ceased to be Subsidiary from June 30, 2016)	India	N.A.	57.37%	N.A.
18.	Godrej Investment Advisers Pvt. Ltd. (100% subsidiary from June 17, 2015)	India	57.37%	57.37%	N.A.
19.	Godrej Prakriti Facilities Private Limited (51% subsidiary from June 09, 2015)	India	57.37%	57.37%	N.A.
20.	Wonder Projects Development Private Limited (ceased to be Subsidiary from September 19, 2016)	India	N.A.	57.37%	N.A.
21.	Godrej Highrises Properties Private Limited (100% subsidiary from June 26, 2015)	India	57.37%	57.37%	N.A.
22.	Godrej Genesis Facilities Management Private Limited (100% subsidiary from February 19, 2016)	India	57.37%	57.37%	N.A.
23.	Godrej Fund Management Pte. Ltd. (100% subsidiary from January 25, 2016) (100% Subsidiary of Godrej Investment Advisers Private Limited)	Singapore	57.37%	57.37%	N.A.

Notes to the Consolidated Financial Statements

Note 42 : Information on Subsidiaries, Joint Ventures and Associates : (Contd.)

Sr. No.	Name of the Company	Country of Incorporation	Percentage of Holding		
			As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
24.	Prakritiplaza Facilities Management Private Ltd. (Incorporated on July 28, 2016)	India	57.37%	N.A.	N.A.
25.	Godrej Vikhroli Properties India Limited (Converted to Company on January 25, 2017)	India	57.37%	N.A.	N.A.
26.	Citystar Infra Projects Limited (w.e.f. January 12, 2017)	India	57.37%	N.A.	N.A.
27.	Godrej Skyline Developers Private Limited (Incorporated on November 22, 2016)	India	57.37%	N.A.	N.A.
28.	Godrej Residency Private Limited (Incorporated on March 16, 2017)	India	57.37%	N.A.	N.A.
29.	Ensemble Holdings & Finance Ltd.	India	100%	100%	100%
30.	Godrej International Ltd.	Isle of Man	100%	100%	100%
31.	Godrej International Ltd. (w.e.f. March 11, 2015)	Labuan	100%	100%	100%
32.	Godrej International Trading & Investments Pte. Ltd.	Singapore	100%	100%	100%
33.	Godrej One Premises Management Pvt. Ltd.	India	39.72%	39.72%	N.A.
Limited Liability Partnership (LLP)					
1.	Godrej Vikhroli Properties LLP (w.e.f. August 01, 2015)	India	N.A.	57.37%	74.26%
2.	Godrej Land Developers LLP (Incorporated on April 22, 2015)	India	57.37%	57.37%	N.A.
3.	Godrej Developers & Properties LLP (Incorporated on April 22, 2015)	India	57.37%	57.37%	N.A.
4.	Godrej Highrises Realty LLP (Incorporated on April 22, 2015)	India	57.37%	57.37%	N.A.
5.	Godrej Project Developers & Properties LLP (Incorporated on June 16, 2015)	India	57.37%	57.37%	N.A.
6.	Godrej Highview LLP (Incorporated on September 29, 2016)	India	57.37%	N.A.	N.A.
7.	Godrej Skyview LLP (Incorporated on October 19, 2016)	India	57.37%	N.A.	N.A.
8.	Godrej Green Properties LLP (Incorporated on October 27, 2016)	India	57.37%	N.A.	N.A.
9.	Godrej Projects (Pune) LLP (Incorporated on February 05, 2017)	India	57.37%	N.A.	N.A.
10.	Godrej Projects (Soma) LLP (Incorporated on March 06, 2017)	India	57.37%	N.A.	N.A.
11.	Godrej Projects (Bluejay) LLP (Incorporated on March 02, 2017)	India	57.37%	N.A.	N.A.
12.	Godrej Century LLP (Incorporated on March 14, 2017)	India	57.37%	N.A.	N.A.

Notes to the Consolidated Financial Statements

Note 42 : Information on Subsidiaries, Joint Ventures and Associates : (Contd.)

b. Interests in Joint Ventures :

Sr. No.	Name of the Company	Country of Incorporation	Percentage of Holding		
			As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Companies					
1.	ACI Godrej Agrovet Pvt. Ltd. (joint venture partner of Godrej Agrovet Ltd.)	Bangladesh	31.84%	30.41%	30.41%
2.	Godrej Tyson Foods Ltd. (joint venture partner of Godrej Agrovet Ltd.)	India	31.20%	29.80%	29.80%
3.	Wonder Space Properties Pvt. Ltd. (joint venture partner of Godrej Properties Ltd.)	India	14.40%	14.40%	14.33%
4.	Wonder City Buildcon Pvt. Ltd. (w.e.f. June, 2014) (joint venture partner of Godrej Properties Ltd.)	India	14.40%	14.40%	14.33%
5.	Godrej Home Constructions Pvt. Ltd. (joint venture partner of Godrej Properties Ltd.) (incorporated on April 15, 2015, 100% upto July 10, 2015)	India	14.40%	14.40%	N.A.
6.	Godrej Realty Pvt. Ltd. (joint venture partner of Godrej Properties Ltd.)	India	29.26%	29.26%	29.12%
7.	Godrej Landmark Redevelopers Pvt. Ltd. (joint venture partner of Godrej Properties Ltd.)	India	29.26%	29.26%	29.12%
8.	Godrej Redevelopers (Mumbai) Pvt. Ltd. (joint venture partner of Godrej Properties Ltd.)	India	29.26%	29.26%	29.12%
9.	Godrej Greenview Housing Pvt. Ltd. (w.e.f. July 01, 2016) (joint venture partner of Godrej Properties Ltd.)	India	11.47%	N.A.	N.A.
10.	Wonder Projects Development Private Limited (w.e.f. September 20, 2016) (joint venture partner of Godrej Properties Ltd.)	India	11.47%	N.A.	N.A.
11.	Godrej Real View Developers Private Limited (Incorporated on September 01, 2016) (joint venture partner of Godrej Properties Ltd.)	India	11.47%	N.A.	N.A.
12.	Pearlite Real Properties Private Limited (Incorporated on September 02, 2016) (joint venture partner of Godrej Properties Ltd.)	India	28.11%	N.A.	N.A.
Limited Liability Partnership (LLP)					
1.	Mosaic Landmarks LLP (w.e.f. April 01, 2015) (Control through Majority Voting Rights)	India	0.57%	0.57%	29.12%
2.	Dream World Landmarks LLP (Control through Majority Voting Rights)	India	22.95%	22.95%	22.84%

Notes to the Consolidated Financial Statements

Note 42 : Information on Subsidiaries, Joint Ventures and Associates : (Contd.)

Sr. No.	Name of the Company	Country of Incorporation	Percentage of Holding		
			As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
3.	Oxford Realty LLP (Control through Majority Voting Rights) (w.e.f. March 21, 2015)	India	20.08%	15.30%	15.23%
4.	Godrej SSPDL Green Acres LLP, Formerly known as SSPDL Green Acres LLP (Control through Majority Voting Rights)	India	21.23%	25.24%	25.12%
5.	Oasis Landmarks LLP (Control through Majority Voting Rights)	India	21.80%	21.80%	21.70%
6.	M S Ramaiah Ventures LLP (Control through Majority Voting Rights)	India	28.40%	28.40%	28.26%
7.	Caroa Properties LLP (Control through Majority Voting Rights)	India	20.08%	20.08%	19.99%
8.	Godrej Construction Projects LLP (w.e.f. June 01, 2015) (Control through Majority Voting Rights)	India	19.51%	22.95%	57.10%
9.	Godrej Housing Projects LLP (Control through Majority Voting Rights)	India	28.69%	22.95%	22.84%
10.	Amitis Developers LLP (w.e.f. March 10, 2015) (Control through Majority Voting Rights)	India	26.39%	26.39%	26.27%
11.	A R Landcraft LLP (w.e.f. June 07, 2016)	India	22.95%	N.A.	N.A.
12.	Prakhhyat Dwellings LLP (w.e.f. September 02, 2016)	India	24.67%	N.A.	N.A.
13.	Bavdhan Realty @ Pune 21 LLP (Incorporated on October 26, 2016)	India	25.82%	N.A.	N.A.
14.	Godrej Property Developers LLP (joint venture partner of Godrej Properties Ltd.)	India	18.36%	18.36%	18.27%
c. Investment in Associates :					
1.	Godrej Consumer Products Ltd.	India	23.76%	23.77%	23.58%
2.	Personalitree Academy Ltd. (Associate of Ensemble Holdings & Finance Ltd.)	India	25.49%	25.49%	25.49%
3.	Creamline Dairy Products Ltd. (Associate of Godrej Agrovet Ltd. upto December 21, 2015)	India	N.A.	N.A.	15.81%
4.	Al Rahaba International Trading LLC (Associate of Godrej Agrovet Ltd.)	U.A.E.	15.28%	14.59%	14.59%
5.	Polchem Hygiene Laboratories Pvt. Ltd. (Associate of Godrej Agrovet Ltd.)	India	N.A.	N.A.	15.81%

Notes to the Consolidated Financial Statements

Note 43 : Business Combination

1. Astec Lifesciences Limited

On October 12, 2015, Subsidiary Company acquired 45.29% equity stake in Astec LifeSciences Limited ('Astec'), a broad based producer of agrochemicals and pharmaceutical intermediates listed on BSE Limited and National Stock Exchange of India Limited.

The business acquisition was conducted by entering into a Share Purchase Agreement for (SPA), through which the Subsidiary Company acquired 45.29% stake in Astec. Consequent to this acquisition, mandatory open offer was made to the shareholders of Astec & the Subsidiary Company acquired a further 6.99% stake in Astec. Subsequently, 1.35% stake in Astec has been acquired through purchase from Open Market.

In accordance with certain covenants of the abovementioned SPA, the Subsidiary Company has deposited part of the consideration aggregating to ₹ 31.70 crore in escrow accounts pending completion of certain conditions precedent.

For period ended March 31, 2016, Astec contributed revenue of ₹113.37 crore and loss (before tax) of ₹ 7.05 crore to the Group's results.

If the acquisition had occurred on April 01, 2015, management estimates that consolidated revenue would have been ₹ 3,888.58 crore and consolidated profit before tax would have been ₹ 338.44 crore.

(a) Purchase consideration

	Amount ₹ in Crore
Cash Paid	167.42
Fair value of Astec ESOP (pre-combination charge)	0.91
Total purchase consideration	168.33

Acquisition related cost:

The Group incurred acquisition related cost of ₹ 0.78 crore on legal fees and due diligence costs. These costs have been included in "Other expenses" in Statement of Profit and Loss and in operating cash flows in the Statement of cash flows.

(b) Identifiable assets acquired and liabilities assumed

The following table summarises the recognised amounts of assets acquired and liabilities assumed at the date of acquisition

Particulars	Amount ₹ in Crore
Property, plant and equipment	73.83
Identifiable intangible assets	3.71
Investments	0.52
Inventories	63.94
Receivables	73.45
Other financial assets	5.75
Loans and advances	0.42
Cash and cash equivalents	11.78
Other current assets	4.86
Other non-current assets	28.15
Fair value of assets acquired	266.41
Loans and borrowings	(81.22)
Current and deferred tax liabilities	(1.19)
Other current liability	(1.29)
Provisions	(6.48)
Other financial liability	(18.17)
Trade payables	(61.17)
Fair value of liabilities acquired	(169.52)
Deferred tax on business combination	13.88
Total identifiable net assets acquired	110.77

The gross contractual amounts and the fair value of trade and other receivables acquired is ₹ 73.45 crore. None of the trade and other receivables are credit impaired and it is expected that the full contractual amounts will be recoverable.

Notes to the Consolidated Financial Statements

Note 43 : Business Combination (Contd.)

(c) Goodwill

Particulars	Amount ₹ in Crore
Consideration transferred	168.33
Non-controlling interest in the acquired entity	60.61
Less: Net identifiable assets acquired	(110.77)
Goodwill	118.17

The goodwill on acquisition can be attributable to Astec's considerable experience in the development and production of intermediates and its enduring relationships with large and small companies all over the world. No amount of Goodwill is expected to be deductible for tax purpose.

The fair value of non-controlling interest has been estimated as proportion of net assets acquired.

(d) Purchase consideration - Cash Outflow

Particulars	Amount ₹ in Crore
Outflow of cash to acquire subsidiary, net of cash acquired	
Cash Consideration	167.42
Less : Balance acquired	
Cash and Cash equivalents	(7.01)
Net outflow of cash - Investing activities	160.41

2. Creamline Dairy Products Ltd.

On December 21, 2015, Subsidiary Company acquired 25.91% of the shares and voting rights in Creamline Dairy Products Ltd. ('Creamline'). As a result, the Group's equity interest in Creamline increased from 26% to 51.91%, obtaining control of the entity.

Taking control of Creamline will enable the Group to add value through its association with Indian dairy farmers and in-depth knowledge of agri-businesses & rural marketing. Creamline will also get leverage through the Godrej Agrovet brand, which has strong recall with dairy farmers through the cattle feed business.

For the year ended March 31, 2016, Creamline contributed revenue of ₹ 272.89 crore and profit before tax of ₹1.20 crore to the group's results. If the acquisition had occurred on April 01, 2015, management estimates that consolidated revenue would have been ₹ 4,409.53 crore and consolidated profit would have been ₹ 366 crore.

In determining these amounts, management has assumed that the fair value adjustments, determined provisionally, that arose on date of acquisition would have been same if the acquisition had occurred on April 01, 2015.

(a) Purchase consideration

	Amount ₹ in Crore
Cash Paid	148.19
Equity shares issued	-
Total consideration transferred	148.19

The Group incurred acquisition related cost of ₹ 1.47 crore on legal fees and due diligence costs. These costs have been included in "administrative expenses".

Notes to the Consolidated Financial Statements

Note 43 : Business Combination (Contd.)

(b) Identifiable assets acquired and liabilities assumed

The following table summarises the recognised amounts of assets acquired and liabilities assumed at the date of acquisition.

Particulars	Amount ₹ in Crore
Property, plant and equipment	342.17
Identifiable intangible assets	38.22
Inventories	72.24
Receivables	8.82
Recoverable Taxes	1.05
Investments	-
Other loans & advances	16.91
Advance to suppliers/capital advances/employees	4.91
Loans and advances to related parties	0.39
Cash and cash equivalents	58.35
Fair value of assets acquired	543.06
Loans and borrowings	(11.80)
Current & Deferred tax liabilities	(17.54)
Provisions for employee benefits	(0.85)
Advance from customers	(9.07)
Statutory dues and other payables	(8.47)
Security deposits	(7.29)
Trade payables	(25.30)
Deferred government grant	(2.74)
Fair value of liabilities acquired	(83.06)
Deferred tax on business combination	(75.78)
Total identifiable net assets acquired	384.22

The gross contractual amounts and the fair value of trade and other receivables acquired is ₹ 8.82 crore. None of the trade and other receivables are credit impaired and it is expected that the full contractual amounts will be recoverable.

(c) Goodwill

Particulars	Amount ₹ in Crore
Consideration transferred	148.19
Non-controlling interest in the acquired entity	186.85
Fair value of previously held equity interest	125.88
Less: Net identifiable assets acquired	(384.22)
Goodwill	76.70

Goodwill on acquisition comprises the value of expected synergies arising from the acquisition and long-standing relationships with farmers, which does not meet the criteria for recognition as an intangible asset under Ind AS 38 and hence, has not been separately recognised. No amount of Goodwill is expected to be deductible for tax purpose.

The fair value of non-controlling interest has been estimated as proportion of net assets acquired.

The remeasurement to fair value of the Group's existing 26% interest in Creamline Dairy resulted in a gain of ₹ 91.50 crore, which has been recognised in other income.

(d) Purchase consideration - Cash Outflow

Particulars	Amount ₹ in Crore
Outflow of cash to acquire subsidiary, net of cash acquired	
Cash Consideration	148.19
Less : Balance acquired	
Cash and Cash equivalents	(7.23)
Net outflow of cash - Investing activities	140.96

Notes to the Consolidated Financial Statements

Note 43 : Business Combination (Contd.)

3. Creamline Dairy Products Ltd.'s Business Combination

Name & Description of Acquiree	Nutramaax Food Specialities Private Limited, located in RR District, Telangana	RBS Dairy Farm, Nellai District, Tamilnadu
Nature of business	Processor of milk and milk products	Processor of milk and milk products
Date of Control	July 01, 2016	February 01, 2017
Type of Acquisition	Slump Sale of Assets	Slump Sale of Assets
Primary reasons for business combination	The processing facilities and chilling centers from RR district, Telangana is predominantly for setup of state of art facilities for manufacture of long shelf life of products including UHT and short shelf life products through cold chain infrastructure.	As regards the acquisition of facility in VK Pudur we had considered the catchment area of southern Tamilnadu & Kerala which is being presently operated upon. We have also considered this acquisition due to the available processing infrastructure at strategic locations, running operations, profitability and opportunities to expand the market in the present area of operations & contiguous areas.

(a) Purchase consideration

Particulars	Amount ₹ in Crore	
	Nutramaax Food Specialities Private Limited	RBS Dairy Farm
Purchase consideration	30.00	32.95

(b) Identifiable assets acquired and liabilities assumed

Particulars	Amount ₹ in Crore	
	Nutramaax Food Specialities Private Limited	RBS Dairy Farm
Land & Building	17.37	23.82
Plant and Machinery	10.99	5.09
Other Assets	1.57	0.91
Vehicles	0.42	4.48
Security deposits	0.03	
Total identifiable net assets acquired	30.38	34.30

(c) Goodwill / (Capital Reserve)

Particulars	Amount ₹ in Crore	
	Nutramaax Food Specialities Private Limited	RBS Dairy Farm
Consideration transferred	30.00	32.95
Less: Net identifiable assets acquired	(30.38)	(34.30)
Goodwill / (Capital Reserve)	(0.38)	(1.35)

Acquisition related cost of ₹ 0.82 crore that were not directly attributable to the issue of shares are included in other expenses in profit or loss and in operating cash flows in the statement of cash flows.

Notes to the Consolidated Financial Statements

Note 44 : Disclosures of Joint Ventures and Associates :

1. Equity accounted investees

Financial information of joint ventures and associates that are material to the Group is provided below :

Name of the entity	Place of business	% of ownership interest	Relationship	Accounting method	Carrying Amounts		
					March 31, 2017	March 31, 2016	April 01, 2015
Godrej Consumer Products Limited	India	23.76%	Associate	Equity method	2,251.30	2,031.94	1,821.49
Godrej Tyson Foods Limited*	India	49%	Joint Venture	Equity method	84.65	74.64	65.51
ACI Godrej Agrovvet Private Limited*	Bangladesh	50%	Joint Venture	Equity method	62.73	51.45	34.78
Al Rahaba International Trading Limited Liability Company	U.A.E	24%	Associate	Equity method	0.20	3.16	4.07
Polchem Hygiene Laboratories Private Limited	India	26%	Associate	Equity method	-	-	5.85
Personalitree Academy Ltd.	India	25.49%	Associate	Equity method	-	-	-
Joint Ventures of Property Business	India		Joint Venture	Equity method	81.40	58.25	39.39
Total equity accounted investments					2,480.28	2,219.44	1,971.09
Omnivore India Capital Trust			Investment entity	FVTPL	27.86	25.93	12.11

2. Summary financial information of material Joint Venture and Associates not adjusted for the percentage ownership held by the Company, is as follows:

Name of the entity	Godrej Consumer Products Limited			Godrej Tyson Foods Limited			ACI Godrej Agrovvet Private Limited		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Ownership	23.76%	23.77%	23.58%	49%	49%	49%	50%	50%	50%
Cash and cash equivalent	895.05	612.59	554.93	19.53	5.54	5.31	3.35	2.95	1.12
Other current assets	3,322.09	2,880.21	2,527.30	48.46	54.60	44.60	111.86	116.78	50.94
Total Current Assets	4,217.14	3,492.80	3,082.23	67.99	60.14	49.91	115.21	119.73	52.06
Total Non-Current Assets	8,814.18	6,260.93	6,064.61	159.36	148.81	138.51	200.05	193.13	153.60
Total Assets	13,031.32	9,753.73	9,146.84	227.35	208.95	188.42	315.26	312.86	205.66
Current Liabilities									
Financial liabilities (excluding trade payables and provisions)	1,255.19	810.98	1,396.54	21.68	18.45	15.85	80.80	119.69	32.29
Other liabilities	2,127.75	1,903.62	1,776.42	14.97	17.72	15.57	31.74	29.58	19.01
Total Current Liabilities	3,382.94	2,714.60	3,172.96	36.65	36.17	31.42	112.54	149.27	51.30
Non-Current Liabilities									
Financial liabilities (excluding trade payables and provisions)	4,019.49	2,516.22	2,029.39	-	-	-	58.61	57.91	84.02
Other liabilities	326.94	245.93	214.20	12.21	10.13	8.21	4.92	3.00	0.84
Total Non-Current Liabilities	4,346.43	2,762.15	2,243.59	12.21	10.13	8.21	63.53	60.91	84.86
Total Liabilities	7,729.37	5,476.75	5,416.55	48.86	46.30	39.63	176.07	210.18	136.16
Net Assets	5,301.95	4,276.98	3,730.29	178.49	162.65	148.79	139.19	102.68	69.50
Groups' share of net assets	1,259.91	1,016.55	879.60	87.46	79.70	72.91	69.60	51.34	34.75
Carrying amount of interest in Associate / Joint Venture	2,251.30	2,031.94	1,821.49	84.65	74.64	65.51	62.73	51.45	34.78

Notes to the Consolidated Financial Statements

Note 44 : Disclosures of Joint Ventures and Associates : (Contd.)

Amount ₹ in Crore

Name of the entity	Godrej Consumer Products Limited		Godrej Tyson Foods Limited		ACI Godrej Agrovet Private Limited	
	Year ended March 31, 2017	Year ended March 31, 2016	Year ended March 31, 2017	Year ended March 31, 2016	Year ended March 31, 2017	Year ended March 31, 2016
Revenues	9,608.80	8,753.06	447.54	451.01	604.04	535.26
Interest income	40.81	44.76	0.97	0.46	0.08	0.20
Depreciation and amortisation	141.57	100.63	(15.12)	(14.32)	-	-
Interest expense	145.22	119.01	(0.01)	(0.06)	(10.91)	(5.53)
Income tax expense	379.16	336.05	(9.92)	(6.31)	(5.49)	(7.36)
Profit from continuing operations	1,304.08	827.61	15.99	14.07	22.56	34.89
Profit from discontinued operations	-	-	-	-	-	-
Profit for the year	1,304.08	827.61	15.99	14.07	22.56	34.89
Other comprehensive income	(83.41)	(70.93)	(0.15)	(0.21)	-	-
Total comprehensive income	1,220.67	756.68	15.84	13.86	22.56	34.89
Group's share of profit as per Associate/JV	309.89	196.71	7.84	6.89	11.28	17.45
Add: Adjustments at GAVL	-	-	2.33	2.33	-	-
Group's share of profit	-	-	10.17	9.22	-	-
Group's share of Other comprehensive income	(19.82)	(16.86)	(0.07)	(0.10)	-	-
Group's share of Total comprehensive income	290.07	179.85	10.10	9.12	11.28	17.45

Note 45 : Financial Information of subsidiaries that have material non-controlling interests

1. Subsidiaries that have material non-controlling interests is provided below :

Name of the entity	Place of business / country of incorporation	Ownership interest held by the group			Ownership interest held by non-controlling interest			Principal activities
		As at March 31, 2017	As at March 31, 2016	As at April 01, 2015	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015	
Godrej Agrovet Limited	India	63.67%	60.81%	60.81%	36.33%	39.19%	39.19%	Animal Feeds, Agri Inputs, Vegetable Oil, Dairy, Integrated Poultry business, Cultivation of Seeds
Godrej Properties Limited	India	57.37%	57.37%	57.10%	42.63%	42.63%	42.90%	Estate and Property Development

2. The following table summarises Financial Information of subsidiaries that have material non-controlling interests, before any inter-company eliminations

(i) Summarised statement of profit or loss

Amount ₹ in Crore

	Godrej Agrovet Limited		Godrej Properties Limited	
	Year ended March 31, 2017	Year ended March 31, 2016	Year ended March 31, 2017	Year ended March 31, 2016
Total Income	5,005.40	3,907.42	1,708.35	2,252.07
Profit for the year	248.82	263.92	206.80	158.56
Other Comprehensive Income	(0.26)	(2.27)	(0.67)	(0.63)
Profit allocated to non-controlling interests	90.40	103.43	88.16	67.59
OCI allocated to non-controlling interests	(0.09)	(0.89)	(0.29)	28.82
Dividends paid to non-controlling interests	-	16.12	-	20.47

Notes to the Consolidated Financial Statements

Note 45 : Financial Information of subsidiaries that have material non-controlling interests (Contd.)

(ii) Summarised Balance Sheet

Amount ₹ in Crore

	Godrej Agrovet Limited			Godrej Properties Limited		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Non-current liabilities	242.47	222.47	142.47	482.18	505.49	511.49
Current liabilities	1,709.11	1,885.99	973.10	4,693.18	4,308.15	4,329.69
	1,951.58	2,108.46	1,115.57	5,175.36	4,813.64	4,841.18
Non-current assets	1,792.31	1,657.34	868.96	862.57	725.05	685.93
Current assets	1,422.12	1467.10	886.60	6,316.52	5,853.41	5,889.18
	3,214.43	3,124.44	1,755.56	7,179.09	6,578.46	6,575.11
Net assets	1,262.85	1,015.98	639.99	2,003.73	1,764.82	1,733.93
Net assets attributable to non-controlling interest	620.67	520.09	242.41	853.92	760.58	684.52

(iii) Summarised Cash Flow

Amount ₹ in Crore

	Godrej Agrovet Limited		Godrej Properties Limited	
	Year ended March 31, 2017	Year ended March 31, 2016	Year ended March 31, 2017	Year ended March 31, 2016
Cash flows from (used) in operating activities	897.30	168.33	(563.78)	486.15
Cash flows from (used) in investing activities	(86.82)	(427.81)	11.62	186.10
Cash flows from (used) in financing activities	(788.07)	278.38	334.73	(550.72)
Net increase /(decrease) in cash and cash equivalents	22.41	18.90	(217.43)	121.53

(iv) Acquisition of Non Controlling Interest

During the current year, the Group has acquired 2.86% of additional interest in Godrej Agrovet Limited. The carrying amount of such additional Non Controlling Interest stake acquired is ₹ 36.12 crore. The total consideration paid for the same was ₹ 200.72 crore.

Notes to the Consolidated Financial Statements

Note 46 : Impairment Charge

The Goodwill and Indefinite life intangible assets are tested for impairment and accordingly no impairment charges were identified for FY 2016-17 (Nil for FY 2015-16)

The Goodwill arises from the following Group's Cash Generating Units as follows:

Particulars	Amount ₹ in Crore	
	As at March 31, 2016	As at March 31, 2015
CGUs of Godrej Agrovvet Limited	308.76	308.76
CGUs of Godrej Properties Limited	177.28	177.28
Others	14.25	14.23
	500.29	500.27

1. Godrej Agrovvet Limited

The recoverable amount of a CGU is based on its value in use. The value in use is estimated using discounted cash flows over a period of 5 years. Cash flows beyond 5 years is estimated by capitalising the future maintainable cash flows by an appropriate capitalisation rate and then discounted using pre tax discount rate.

Operating margins and growth rates for the five year cash flow projections have been estimated based on past experience and after considering the financial budgets/ forecasts approved by management. Other key assumptions used in the estimation of the recoverable amount are set out below. The values assigned to the key assumptions represent management's assessment of future trends in the relevant industries and have been based on historical data from both external and internal sources.

Particulars	As at March 31, 2017	As at March 31, 2016
Pre Tax discount rate	12% - 18%	12% - 18%
Long term growth rate beyond 5 years	6% - 9%	6% - 9%

The management believes that any reasonably possible change in the key assumptions would not cause the carrying amount to exceed the recoverable amount of the cash generating unit.

2. Godrej Properties Limited

The recoverable amount of this CGU is the higher of its fair value less cost to sell and its value in use. The goodwill allocated to estate & property development pertains to a listed entity and accordingly, the fair value of the CGU is determined based on market capitalisation.

Notes to the Consolidated Financial Statements

Note 47 : Income Tax Expense

Particulars	Amount ₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
1. Tax Expense recognised in the statement of Profit and Loss		
Current Income Tax	185.90	123.73
Current Income Tax of Previous Year	0.02	0.16
Deferred Income Tax Liability / (Asset), net		
Origination and reversal of temporary differences	9.47	31.07
Reduction in tax rate	0.69	1.00
Recognition of previously unrecognised tax losses	(28.67)	(47.27)
Deferred Tax Expense	(18.51)	(15.20)
Tax Expense for the Year	167.41	108.69
2. Amounts recognised in other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit liability (asset)	(7.36)	(4.50)
Income Tax	1.60	1.22
Items that will be reclassified to profit or loss		
Foreign operations – foreign currency translation differences	(0.30)	(1.20)
Associate's share of other comprehensive income	(19.82)	(16.86)
The effective portion of gains and loss on hedging instruments in a cash flow hedge	3.15	-
Income Tax	(1.09)	-
	(23.82)	(21.34)
3. Amounts recognised in Equity		
Share based payments	(3.24)	(0.95)
Tax (expense) benefit	1.12	0.09
Share based payments (Net of tax)	(2.12)	(0.86)
Amortisation of Intangibles as per Oil Palm Companies Merger Scheme approved by Bombay High Court	4.25	4.25
Tax (expense) benefit on	(1.47)	(1.39)
Amortisation of Intangibles as per Oil Palm Companies Merger Scheme approved by Bombay High Court (Net of tax)	2.78	2.86
	0.66	2.00
4. Reconciliation of effective tax rate		
Profit Before Tax	626.23	431.68
Tax using the Company's domestic tax rate	210.53	146.07
Reduction in tax rate		
Tax effect of		
Tax impact of income not subject to tax	(29.28)	(120.03)
Tax effects of amounts which are not deductible for taxable income	37.53	110.46
Previously unrecognised tax losses and unabsorbed depreciation now recouped to reduce deferred tax expense	(46.81)	(57.49)
Deferred tax assets not recognized because realization is not probable	114.96	94.94
Change in recognised deductible temporary differences	(6.49)	(10.37)
Adjustment for current tax of prior years	3.27	(3.81)
Tax on share of (profit)/loss of equity accounted investees	(116.60)	(71.51)
Utilization of MAT credit during the year	(0.02)	(0.03)
Extra provision made	-	0.00
Effect of different tax rate	(3.43)	11.76
Additional tax paid on book profits	-	6.01
Others	3.75	6.15
Undistributed earnings of subsidiaries and equity accounted investees	-	(3.47)
	167.41	108.69

Notes to the Consolidated Financial Statements

Note 47 : Income Tax Expense (Contd.)

5. Movement in deferred tax balances

Amount ₹ in Crore

Particulars	Net balance As at April 01, 2016	Recognised in profit or loss	Recognised in OCI	Recognised directly in equity	Acquired in business combinations	Others	Net balance As at March 31, 2017	Deferred tax asset As at March 31, 2017	Deferred tax liability As at March 31, 2017
Deferred tax Asset / Liabilities									
Property, plant and equipment	(255.98)	(44.94)	-	1.20	-	-	(299.72)	-	(299.72)
Intangible Assets	(1.22)	1.22	-	-	-	-	(0.00)	-	-
Indexation benefit on land and shares	2.54	0.12	-	-	-	-	2.66	2.66	-
Investments	1.68	(0.95)	-	-	-	-	0.73	0.73	-
Inventories	102.99	(9.48)	-	-	-	-	93.51	93.51	-
Employee benefits	4.45	2.97	(0.96)	-	-	-	6.46	6.46	-
Equity-settled share-based payments	0.26	1.02	-	-	-	-	1.28	1.28	-
MAT Credit Entitlement	23.49	1.57	-	-	-	21.85	46.91	46.91	-
Biological Assets	(0.14)	(0.10)	-	-	-	-	(0.24)	-	(0.24)
Provision for Doubtful Debts / Advances	8.82	0.69	-	-	-	-	9.51	9.51	-
Broughtforward Losses	3.76	(3.76)	-	-	-	-	(0.00)	-	-
Unabsorbed Depreciation	102.92	8.45	-	-	-	-	111.37	111.37	-
Other provisions	9.59	1.15	-	-	-	-	10.74	10.74	-
Other items	(4.63)	60.47	0.15	-	-	-	55.99	120.54	(64.56)
Undistributed profits of Subsidiaries, Joint ventures , Associates	(0.08)	0.08	-	-	-	-	-	-	-
Net tax assets	(1.55)	18.51	(0.81)	1.20	-	21.85	39.20	403.71	(364.52)

Amount ₹ in Crore

Particulars	Net balance As at April 01, 2015	Recognised in profit or loss	Recognised in OCI	Recognised directly in equity	Acquired in business combinations	Others	Net balance As at March 31, 2016	Deferred tax asset As at March 31, 2016	Deferred tax liability As at March 31, 2016
Deferred tax Asset / Liabilities									
Property, plant and equipment	(141.36)	(41.79)	-	1.03	(73.86)	-	(255.98)	-	(255.98)
Intangible Assets	8.50	(9.72)	-	-	-	-	(1.22)	-	(1.22)
Indexation benefit on land and shares	4.61	(2.07)	-	-	-	-	2.54	2.54	-
Investments	(19.21)	9.82	-	-	11.07	-	1.68	(1.75)	3.43
Inventories	118.97	(15.98)	-	-	-	-	102.99	102.99	-
Loans and borrowings	(12.92)	12.92	-	-	-	-	0.00	-	-
Employee benefits	5.08	(1.19)	0.56	-	-	-	4.45	4.45	-
Equity-settled share-based payments	2.45	(2.28)	0.09	-	-	-	0.26	0.26	-
MAT Credit Entitlement	10.37	13.12	-	-	-	-	23.49	23.49	-
Biological Assets	(0.27)	0.13	-	-	-	-	(0.14)	-	(0.14)
Provision for Doubtful Debts / Advances	7.64	1.18	-	-	-	-	8.82	8.82	-
Broughtforward Losses	6.82	(3.06)	-	-	-	-	3.76	3.76	-
Unabsorbed Depreciation	36.19	66.73	-	-	-	-	102.92	102.92	-
Other provisions	15.76	(6.17)	-	-	-	-	9.59	9.59	-
Other items	1.73	(6.36)	-	-	-	-	(4.63)	18.84	(23.47)
Undistributed profits of Subsidiaries, Joint ventures , Associates	-	(0.08)	-	-	-	-	(0.08)	-	(0.08)
Net tax assets	44.36	15.20	0.65	1.03	(62.79)	-	(1.55)	275.91	(277.46)

The Group offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgment is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Details of unused tax losses and unused tax credit is given in note 5 & 6 below.

Notes to the Consolidated Financial Statements

Note 47 : Income Tax Expense (Contd.)

6. Tax losses carried forward		Amount ₹ in Crore		
		As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Particulars				
Expiry date				
	3/31/2018	33.25	33.25	33.25
	3/31/2020	42.22	42.22	-
	3/31/2021	47.45	47.45	47.45
	3/31/2022	4.63	4.63	4.63
	3/31/2023	153.69	153.69	153.69
	3/31/2024	110.09	110.09	-
	3/31/2025	138.09	-	-
		529.42	391.33	239.02
Unabsorbed Depreciation never expires		113.52	17.33	63.62
7. Tax credit carried forward				
Expiry date				
	3/31/2016	-	2.12	2.12
	3/31/2017	2.45	2.45	2.45
	3/31/2018	10.92	10.92	10.92
	3/31/2020	7.48	7.48	7.48
	3/31/2021	19.04	19.04	19.04
	3/31/2022	16.87	16.87	16.87
	3/31/2025	3.90	3.90	3.90
	3/31/2026	6.01	6.01	-
		66.67	68.79	62.78

Notes to the Consolidated Financial Statements

Note 48 : Leases

(1) Operating Leases Granted by the Company

The Group's significant leasing arrangements are in respect of operating leases for Commercial premises. Lease income from operating leases is recognized on a straight-line basis over the period of lease. The particulars of the premises given under operating leases are as under:

	As at March 31, 2017	Amount ₹ in Crore	
		As at March 31, 2016	As at April 01, 2015
Future Lease Income			
- Within one year	10.28	10.02	14.56
- Later than one year and not later than five years	20.11	23.67	43.98
- Later than five years	51.41	53.14	48.82

(2) Lease Taken by the Company

The Company's significant leasing arrangements are in respect of operating lease for land, office premises, residential premises, machinery and storage tanks. The aggregate lease rentals paid by the Company are charged to the Statement of Profit and Loss.

	As at March 31, 2017	Amount ₹ in Crore	
		As at March 31, 2016	As at April 01, 2015
Future Lease Commitments			
- Within one year	43.74	50.62	47.34
- Later than one year and not later than five years	104.19	148.10	147.62
- Later than five years	16.28	17.17	39.21

(3) Finance Lease

The Group assessed one of its arrangements as an embedded lease transaction and determined the same as finance lease. Accordingly, Property, plant and equipment have been derecognised and finance lease receivable have been accounted at present value of minimum lease payments and resultant difference have been charged to retained earnings. Revenue elements identified as fixed charges towards leasing as per the agreement which are covered under minimum lease receivable definition for finance lease accounting is adjusted partly against finance lease receivable to the extent of principal amount and partly recognised as finance income.

At March 31, the future minimum lease receivable under finance lease arrangement as follows.

	Future value of minimum lease receivables	Unearned finance income	Present value of minimum lease receivables
Less than one year	109.12	52.85	56.08
<i>Previous Year</i>	111.36	61.16	50.20
Between one and five years	435.74	119.64	316.08
<i>Previous Year</i>	445.44	162.49	282.94
More than five years	-	-	-
<i>Previous Year</i>	111.36	13.85	97.51

Notes to the Consolidated Financial Statements

Note 49 : Employee Benefits

a) Defined Contribution Plan

Provident Fund :

The contributions to the Provident Fund and Family Pension Fund of certain employees are made to a Government administered Provident Fund and there are no further obligations beyond making such contribution.

b) Defined Benefit Plan

Gratuity :

Gratuity is payable to all eligible employees on death or on separation / termination in terms of the provisions of the Payment of Gratuity Act or as per the Group's policy whichever is beneficial to the employees.

The liability for the Defined Benefit Plan is provided on the basis of a valuation, using the Projected Unit Credit Method, as at the Balance Sheet date, carried out by an independent actuary.

Provident Fund :

The Group manages the Provident Fund plan through a Provident Fund Trust for a majority of its employees which is permitted under the Employees' Provident Fund and Miscellaneous Provisions Act, 1952. The plan envisages contribution by the employer and employees and guarantees interest at the rate notified by the Provident Fund authority. The contribution by employer and employee, together with interest, are payable at the time of separation from service or retirement, whichever is earlier.

Pension :

The Group has Pension plan for eligible employees. The liability for the Defined Benefit Plan is provided on the basis of a valuation, using the Projected Unit Credit Method, as at the Balance Sheet date, carried out by an independent actuary.

Notes to the Consolidated Financial Statements

Note 49 : Employee Benefits (Contd.)

c) The amounts recognised in the Company's financial statements as at the year end are as under :

	Amount ₹ in Crore					
	Gratuity			Pension		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
1. Change in Present Value of Obligation						
Present value of the obligation at the beginning of the year	60.05	54.00	44.03	0.46	0.26	0.42
Current Service Cost	4.21	3.56	2.55	-	-	-
Interest Cost	4.76	4.43	3.95	-	-	-
Contribution by Plan Participants						
Actuarial (Gain) / Loss on Obligation	8.00	4.62	11.07	0.21	0.27	(0.10)
Effect of Liability Transfer in / out	0.03	0.07	(0.60)	-	-	-
Benefits Paid	(9.86)	(8.83)	(7.00)	(0.14)	(0.07)	(0.06)
Amalgamations	-	2.20	-	-	-	-
Present value of the obligation at the end of the year	67.19	60.05	54.00	0.53	0.46	0.26
2. Change in Plan Assets						
Fair value of Plan Assets at the beginning of the year	46.72	40.38	40.64	-	-	-
Expected return on Plan Assets	4.30	3.33	3.80	-	-	-
Actuarial (Gain) / Loss on Plan Assets	(0.43)	0.84	(1.48)	-	-	-
Contributions by the Employer	7.88	9.18	1.03	-	-	-
Benefits Paid	(8.67)	(7.39)	(6.57)	-	-	-
Amalgamations	-	2.06	-	-	-	-
Fair value of Plan Assets at the end of the year	50.66	46.72	40.38	-	-	-
3. Amounts Recognised in the Balance Sheet :						
Present value of Obligation at the end of the year	67.19	60.05	54.00	-	-	-
Fair value of Plan Assets at the end of the year	50.66	46.72	40.38	-	-	-
Net Obligation at the end of the year	16.53	13.33	13.62	-	-	-
4. Amounts Recognised in the Statement of Profit and Loss :						
Current Service Cost	4.21	3.56	2.55	-	-	-
Interest cost on Obligation	4.76	4.43	3.95	-	-	-
Expected return on Plan Assets	(4.30)	(3.33)	(3.80)	-	-	-
Net Cost Included in Personnel Expenses	4.67	4.66	2.70	-	-	-
5. Amounts Recognised in Other Comprehensive Income (OCI):						
Actuarial (Gain) / Loss on Obligation for the Year	6.63	4.63	-	-	-	-
Return on Plan Assets, Excluding Interest Income	0.95	0.41	-	-	-	-
Net (Income) / Expense for the Period Recognised in OCI	7.58	5.04	-	-	-	-
6. Actual Return on Plan Assets	4.73	2.49	5.28	-	-	-
7. Actuarial Assumptions						
i) Discount Rate	7.39%- 12.00% p.a.	7.86%- 12.00% p.a.	7.86%- 9.30% p.a.	7.39% p.a.	7.86% p.a.	7.92% p.a.
ii) Expected Rate of Return on Plan Assets	7.39%- 8.07% p.a.	7.86%- 8.07% p.a.	7.86%- 9.30% p.a.	-	-	-
iii) Salary Escalation Rate	4.00%- 7.50% p.a.	4.00%- 7.50% p.a.	4.00%- 5.00% p.a.	-	-	-
iv) Employee Turnover	1.00% p.a.	1.00% p.a.	1.00% p.a.	1.00% p.a.	1.00% p.a.	1.00% p.a.
v) Mortality	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Notes to the Consolidated Financial Statements

Note 49 : Employee Benefits (Contd.)

d) Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

Amount ₹ in Crore

	As at March 31, 2017		As at March 31, 2016	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(7.58)	9.12	(5.68)	6.83
Future salary growth (1% movement)	9.14	(7.69)	6.92	(5.79)
Rate of employee turnover (1% movement)	3.99	(5.11)	3.08	(3.83)

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

e) Expected future benefit payments of Gratuity

Amount ₹ in Crore

March 31, 2018	11.46
March 31, 2019	4.88
March 31, 2020	6.29
March 31, 2021	6.16
March 31, 2022	5.26
Thereafter	24.20

Note 50 : Employee Stock Benefit Plans

1. Employee Stock Option Plans

(i) Employee Stock Option Plans of Godrej Industries Limited

In December 2005, Godrej Industries Limited had instituted an Employee Stock Option Plan I (GIL ESOP I) as approved by the Board of Directors and the Shareholders, for the allotment of 15,00,000 options, increased to 90,00,000 options on split of shares convertible into 90,00,000 equity shares of ₹ 1 each to eligible employees of participating companies. The maximum number of options that may be granted per employee per year shall not exceed 600,000 options.

In July 2009, the Company had instituted an Employee Stock Option Plan II (GIL ESOP II) as approved by the Board of Directors and the Shareholders, for the allotment of 90,00,000 options convertible into 90,00,000 shares of the nominal value of ₹ 1 each to eligible employees of participating companies. The maximum number of options that may be granted per employee per year shall not exceed 10,00,000 options.

The Plans are administered by an independent ESOP Trust created with IL&FS Trust Co. Ltd which purchased from the market shares equivalent to the number of options granted by the Compensation Committee. Pursuant to SEBI notification dated January 17, 2013, no further securities of the Company will be purchased from the open market. The particulars of the plans and movements during the year are as under :

Notes to the Consolidated Financial Statements

Note 50 : Employee Stock Benefit Plans (Contd.)

ESOP I

	Year ended March 31, 2017		Year ended March 31, 2016	
	No. of Options	Wt. average exercise price ₹ (*)	No. of Options	Wt. average exercise price ₹ (*)
Options Outstanding at the Beginning of the Year	2,049,500	420.63	2,447,000	399.70
Options Exercised During the Year	1,645,000	420.84	249,000	249.74
Options Forfeited / Expired During the Year	200,250	423.73	148,500	239.09
Options Outstanding at the Year end	204,250	406.52	2,049,500	420.63

ESOP II

	Year ended March 31, 2017		Year ended March 31, 2016	
	No. of Options	Wt. average exercise price ₹ (*)	No. of Options	Wt. average exercise price ₹ (*)
Options Outstanding at the Beginning of the Year	230,500	377.99	398,750	376.84
Options Exercised During the Year	230,500	377.99	68,250	369.06
Options Forfeited / Expired During the Year	-	-	100,000	355.60
Options Outstanding at the Year end	-	-	230,500	377.99

(*) The Wt. average exercise price stated above is the price of the equity shares on the grant date increased by the interest cost to the ESOP Trust at the prevailing rates upto March 31, 2012.

The total excess shares at the year end are 66,250 (Previous Year 5,66,298).

The weighted average balance life of ESOP I options outstanding as on March 31, 2017 is 0.14 years.

The Options granted shall vest after three / five years from the date of grant of option, provided the employee continues to be in employment and the option is exercisable within two / four years after vesting.

(ii) Employee Stock Option Plans of Godrej Properties Limited

In F.Y. 2007-08, Godrej Properties Limited (GPL) instituted an Employee Stock Option Plan (GPL ESOP) approved by GPL's Board of Directors, Shareholders and the Remuneration Committee which provided for the allotment of 8,85,400 options convertible into 8,85,400 Equity Shares of GPL of ₹ 5/- each to eligible employees of GPL and its Subsidiary Companies (the participating companies) with effect from December 28, 2007.

The Scheme is administered by an Independent ESOP Trust which has purchased shares from Godrej Industries Limited (The Holding Company), equivalent to the number of options granted to the eligible employees of the Participating Companies.

	Year ended March 31, 2017 No. of Options	Year ended March 31, 2016 No. of Options	Wt. average exercise price
Options outstanding at the beginning of the year	245,400	357,400	₹ 310 (Plus Interest till March 31, 2012)
Options forfeited / expired during the year	245,400	112,000	-
Options outstanding at the year end	-	245,400	₹ 310 (Plus Interest till March 31, 2012)

The exercise period of the GPL ESOP has expired on December 27, 2016 and consequently all the unexercised options were rendered lapsed. The GPL ESOP now stands terminated and the shares held by the Trust have been sold during the year.

Notes to the Consolidated Financial Statements

Note 50 : Employee Stock Benefit Plans (Contd.)

(iii) Employee Stock Option Plans of Godrej Agrovet Limited

Employee Stock Options - Cash Settled

Godrej Agrovet Limited (GAVL) has participated in the Godrej Industries Limited Employee Stock Grant Scheme 2011 and on May 30, 2011 the Compensation Committee of GAVL has approved the grant of stocks to certain eligible employees in terms of the Employee Stock Grant Scheme 2011. The grants would vest in three equal parts every year over the next three years. The exercise price is ₹ 1 per equity share as provided in the scheme. GAVL has provided ₹ 1.90 crore (Previous Year ₹ 1.87 crore) for the aforesaid eligible employees for the current financial year.

Employee Stock Options - Equity Settled

In December 2012, Godrej Agrovet Limited (GAVL) instituted an Employee Stock Option Plan (GAVL ESOP) as approved by GAVL's Board of Directors and the Shareholders, for the allotment of 5,86,764 options convertible into 5,86,764 equity shares of GAVL of ₹ 10 each and Bonus Shares issued against the initial allotment for 35,20,584 shares of ₹ 10 each to eligible employees of the Company.

The scheme is administered by an independent ESOP Trust created. GAVL has issued 586,764 equity shares and Bonus Shares issued against the initial allotment for 76,27,932 shares to the said ESOP Trust at face value of ₹ 10 each amounting to ₹ 0.59 crore. During the current year, all the stock options were vested, exercised and transferred to the eligible employees by March 31, 2017.

Category A

	Year ended March 31, 2017		Year ended March 31, 2016	
	No. of options	Exercise price	No. of options	Exercise price
Options Outstanding at the Beginning of the Year	1,843,457	10	1,843,457	10
Bonus shares issued against the initial allotment	1,843,457	-	-	-
Options Granted During the Year	148,463	10	-	-
Options Forfeited / Expired during the Year	(148,463)	-	-	-
Options Exercised during the Year	(3,686,914)	10	-	-
Options Outstanding at the Year end	-	-	1,843,457	10

Category B

	Year ended March 31, 2017		Year ended March 31, 2016	
	No. of options	Exercise price	No. of options	Exercise price
Options Outstanding at the Beginning of the Year	2,263,891	10	2,263,891	10
Bonus shares issued against the initial allotment	2,263,891	10	-	-
Options Granted During the Year	-	-	-	-
Options Forfeited / Expired during the Year	-	-	-	-
Options Exercised during the Year	(4,527,782)	10	-	-
Options Outstanding at the Year end	-	-	2,263,891	10

The weighted average fair value of options granted during the year ended March 31, 2017 is ₹ 154.60 (Previous Year - ₹ 309.20) per option, respectively. The weighted average share price during the year ended March 31, 2017 is ₹ 297.17 per share.

During the year, the stock options granted under the Company's stock option scheme were fully vested, exercised and transferred to the eligible employees including the Managing Director of the Company. The perquisite value of the said stock options have been included in the managerial remuneration which resulted in the same exceeding the limits prescribed under Section 197 of the Companies Act, 2013 by an amount of ₹ 86.61 crore. The Company is in the process of obtaining approval from the Shareholders and Central Government of India for ratification of payment of excess remuneration.

Notes to the Consolidated Financial Statements

Note 50 : Employee Stock Benefit Plans (Contd.)

2. Employee Stock Grant Scheme

(i) Employee Stock Grant Scheme of Godrej Industries Limited

- a) The Company had set up the Employees Stock Grant Scheme 2011 (ESGS) pursuant to the approval by the Shareholders at their Meeting held on January 17, 2011.
- b) The ESGS Scheme is effective from April 01, 2011, (the "Effective Date") and shall continue to be in force until (i) its termination by the Board or (ii) the date on which all of the shares to be vested under Employee Stock Grant Scheme 2011 have been vested in the Eligible Employees and all restrictions on such Stock Grants awarded under the terms of ESGS Scheme, if any, have lapsed, whichever is earlier.
- c) The Scheme applies to the Eligible Employees, who are in whole-time employment of the Company or its Subsidiary Companies. The entitlement of each employee would be decided by the Compensation Committee of the respective Company based on the employee's performance, level, grade, etc.
- d) The total number of Stock Grants to be awarded under the ESGS Scheme are restricted to 25,00,000 (Twenty Five Lac) fully paid up equity shares of the Company. Not more than 5,00,000 (Five Lac) fully paid up equity shares or 1% of the issued equity share capital at the time of awarding the Stock Grant, whichever is lower, can be awarded to any one employee in any one year.
- e) The Stock Grants shall vest in the Eligible Employees pursuant to the ESGS Scheme in the proportion of 1/3rd at the end of each year from the date on which the Stock Grants are awarded for a period of three consecutive years or as may be determined by Compensation Committee, subject to the condition that the Eligible Employee continues to be in employment of the Company or the Subsidiary company as the case may be.
- f) The Eligible Employee shall exercise her / his right to acquire the shares vested in her / him all at one time within 1 month from the date on which the shares vested in her / him or such other period as may be determined by the Compensation Committee.
- g) The Exercise Price of the shares has been fixed at ₹ 1 per share. The intrinsic value, being the difference between market price and exercise price is treated as Employee Compensation Expenses and charged to the Statement of Profit and Loss. The value of the options is treated as a part of employee compensation in the financial statements and is amortised over the vesting period.

Following table lists the average inputs to the model used for the plan for the year ended March 31, 2017:

Particulars	For the year March 31, 2017	For the year March 31, 2016	Description of the Inputs used
Dividend yield %	0.50%	0.48%	Dividend yield of the options is based on recent dividend activity.
Expected volatility %	33%-34%	32%-34%	Expected volatility of the option is based on historical volatility, during a period equivalent to the option life, of the observed market prices of the Company's publicly traded equity shares.
Risk free Interest rate %	7.88% to 7.94%	7.94% to 8.02%	Risk-free interest rates are based on the government securities yield in effect at the time of the grant.
Expected life of share options	1 to 3 years	1 to 3 years	
Weighted Average Market price on date of granting the options	₹ 347.05	₹ 363.73	

Notes to the Consolidated Financial Statements

Note 50 : Employee Stock Benefit Plans (Contd.)

h) The Status of the above plan is as under:

Particulars	Year ended	Year ended	Weighted average Exercise Price (₹)	Weighted average Share Price (₹)
	March 31, 2017	March 31, 2016		
	Nos.	Nos.		
Options Outstanding at the Beginning of the Year	333,096	271,760		
Options Granted	160,395	168,084		
Options Vested	148,319	109,370	1.00	345.49
Options Exercised	150,941	106,748		
Options Lapsed / Forfeited	43,949	-		
Total Options Outstanding at the End of the Year	298,601	333,096		

i) The weighted average exercise price of the options outstanding as on March 31, 2017 is ₹ 1 (Previous year 2016: ₹ 5 per share) and the weighted average remaining contractual life of the options outstanding as on March 31, 2017 is 0.83 years (As on March 31, 2016: 0.84 years, As on April 01, 2015: 0.98 years)

(ii) Employee Stock Grant Scheme of Godrej Properties Limited

The Company instituted an Employee Stock Grant Scheme (GPL ESGS) approved by the Board of Directors, shareholders and the Remuneration Committee.

Details of Stock Grant Scheme are as under:

Particulars	No. of Options		Exercise Price (₹)
	As on March 31, 2017	As on March 31, 2016	
Options Outstanding at the Beginning of the Year	254,597	298,380	5.00
Options Granted	122,127	163,507	
Options Exercised	104,326	156,816	
Less : Options Lapsed	57,861	50,474	
Options Outstanding at the Year end	214,537	254,597	5.00

The weighted average remaining contractual life of the options outstanding as on March 31, 2017 is 0.89 years (Previous Year : 0.89 years).

The fair value of the employee share options has been measured using the Black-Scholes Option Pricing Model. The weighted average fair value of the options granted is ₹ 279.78 (Previous Year : ₹ 234.68).

Particulars	For the year March 31, 2017	For the year March 31, 2016	Description of the Inputs used
Dividend yield %	-	-	Dividend yield of the options is based on recent dividend activity.
Expected volatility %	29%-43%	28%-43%	Expected volatility of the option is based on historical volatility, during a period equivalent to the option life, of the observed market prices of the Company's publicly traded equity shares.
Risk free Interest rate %	6.31% to 8.57%	7.38% to 8.57%	Risk-free interest rates are based on the government securities yield in effect at the time of the grant.
Expected life of share options	1 to 3 years	1 to 3 years	
Weighted Average Market price on date of granting the options	₹ 286.40	₹ 243.39	

The expense arising from ESGS scheme during the year is ₹ 2.49 crore (Previous Year : ₹ 2.98 crore).

Notes to the Consolidated Financial Statements

Note 51 : Segment Information

Amount ₹ in Crore

Information about primary business segments	Chemicals		Animal Feed		Veg Oils		Estate & Property Development		Finance & Investments		Dairy		Agri		Others		Total	
	Year ended		Year ended		Year ended		Year ended		Year ended		Year ended		Year ended		Year ended		Year ended	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
(A) Revenue																		
External Sales	1,435.78	1,226.52	2,620.82	2,544.20	728.26	586.30	1,725.49	2,251.61	33.98	89.61	1,009.92	272.89	764.73	495.93	362.16	338.56	8,681.14	7,805.62
Intersegment Sales	1.32	-	-	-	0.03	-	22.07	15.29	166.08	121.04	-	-	-	-	11.85	1.10	201.35	137.43
Total Sales	1,437.10	1,226.52	2,620.82	2,544.20	728.29	586.30	1,747.56	2,266.90	200.06	210.65	1,009.92	272.89	764.73	495.93	374.01	339.66	8,882.49	7,943.05
Less: Intersegment Sales	(1.32)	-	-	-	(0.03)	-	(22.07)	(15.29)	(166.08)	(121.04)	-	-	-	-	(11.86)	(1.10)	(201.36)	(137.43)
Total Revenue	1,435.78	1,226.52	2,620.82	2,544.20	728.26	586.30	1,725.49	2,251.61	33.98	89.61	1,009.92	272.89	764.73	495.93	362.15	338.56	8,681.13	7,805.62
(B) Results																		
Segment result before interest and tax	77.12	91.29	167.69	184.69	120.95	71.40	340.77	221.34	32.86	89.23	36.67	1.47	170.79	96.33	(87.45)	(64.50)	859.40	691.25
Unallocated expenses																	(170.31)	(161.61)
Finance Costs																	(399.52)	(343.04)
Profit before tax																	289.57	186.60
Taxes																	(167.41)	(108.69)
Profit after taxes																	122.16	77.91
Share of profit in Associates and JVs																	336.66	245.08
Net Profit for the year	1,373.71	1,433.21	947.66	958.70	324.64	357.54	7,624.48	7,142.24	2,623.64	2,279.89	693.57	649.55	867.37	766.25	136.13	174.72	14,591.40	13,762.10
Segment Assets																	627.13	523.55
Unallocated Assets																	15,218.53	14,285.65
Total Assets																	15,845.66	14,809.20
Segment Liabilities	348.85	241.01	719.89	583.00	30.86	73.16	5,189.17	4,827.51	2.73	3.85	226.43	198.94	368.71	451.89	117.93	147.75	7,004.57	6,527.11
Unallocated Liabilities																	3,543.75	3,476.16
Total Liabilities	78.41	114.01	46.28	51.90	18.17	31.01	22.05	157.49	-	0.15	110.04	110.91	27.27	166.23	1.10	217.74	10,548.32	10,003.27
Cost incurred during the year to acquire segment assets																	508.32	849.44
Cost incurred on unallocated assets																	23.55	17.97
Total Cost incurred during the year to acquire segment assets																	326.87	867.41
Segment Depreciation	30.34	24.28	26.85	24.00	13.33	11.92	27.46	25.81	-	-	16.19	4.17	12.16	6.07	12.44	11.57	138.77	107.82
Unallocated Depreciation																	9.37	9.39
Total Depreciation																	148.14	117.21
Information about Secondary Business Segments Revenue by Geographical markets	Amount ₹ in Crore																	
India																	Year ended March 31, 2016	
Outside India																	Year ended March 31, 2017	
Total																	8,170.90	
Carrying Amount of Segment assets																	510.23	
India																	8,681.13	
Outside India																	15,004.96	
Total																	15,218.53	

- Notes :**
- The Group has disclosed Business Segments as the Primary Segment. Segments have been identified taking into account the nature of the products, the different risks and returns, the organisational structure and the internal reporting system.
 - Chemicals segment includes the business of production and sale of Oleochemicals and Surfactants such as Fatty Acids, Fatty Alcohols, Esters and Waxes; refined glycerin, Alpha Olefin Sulphonates, Sodium Lauryl Sulphate and Sodium Lauryl Ether Sulphate.
 - Animal Feed segment includes the business of production and sale of compound feeds for cattle, poultry, shrimp and fish.
 - Veg Oils segment includes the business of processing and bulk trading of refined vegetable oils & vanaspati, international vegetable oil trading and Oil Palm Plantation.
 - Estate & property development segment includes the business of development and sale of real estate and leasing and licensing of properties.
 - Finance & Investments includes investments in associates companies and other investments.
 - Dairy Business includes milk and milk products.
 - Others includes Integrated Poultry and tissue culture, Seeds business, energy generation through windmills and gourmet foods and fine beverages.
 - Unallocated expenditure includes expenses incurred on common services at the corporate level and relate to the Group as a whole.
 - The geographical segments consists of Sales in India represent sales to customers located in India and Sales outside India represent sales to customers located outside India.

Notes to the Consolidated Financial Statements

Note 52 : Related Party Information

a) Names of related parties and description of relationship

Parties where control exists

Godrej & Boyce Mfg. Co. Ltd., (Holding Co. up to March 29, 2017)

Vora Soaps Ltd. (Holding Co. w.e.f. March 30, 2017)

Fellow Subsidiaries (up to March 29, 2017) :

Godrej (Malaysia) Sdn Bhd (Incorporated in Malaysia)

Godrej (Singapore) Pte Ltd. (Incorporated in Singapore)

JT Dragon Pte. Ltd. (Incorporated in Singapore)

Godrej (Vietnam) Co. Ltd. (Incorporated in Vietnam)

Godrej Infotech Ltd.

Godrej Infotech Americas Inc. (a wholly-owned subsidiary incorporated in North Carolina, USA)

Godrej Infotech (Singapore) Pte. Ltd. (a wholly-owned subsidiary incorporated in Singapore)

LVD Godrej Infotech NV (incorporated in Belgium)

Veromatic International BV (Incorporated in Netherlands)

Mercury Mfg. Co. Ltd.

Busbar Systems (India) Ltd. (a Wholly-owned subsidiary)

Godrej Americas Inc. (a wholly-owned subsidiary incorporated in the USA)

MiracleTouch Developers P. Ltd. (a wholly-owned subsidiary)

India Circus Retail P. Ltd.

Godrej South Africa Pty Ltd.

Laboratoria Cuenca S.A.

Other related parties with whom the Reporting entity had transactions during the year

Associate / Joint Venture Companies

Godrej Consumer Products Ltd. (also a fellow subsidiary)

Godrej Global Mideast FZE, Sharjah

PT Megasari Makmur, Indonesia

Godrej Household Products Lanka P. Ltd., Sri Lanka

Bhabhani Blunt Hairdressing P. Ltd.

ACI Godrej Agrovat P. Ltd., Bangladesh

Polchem Hygiene Laboratories P. Ltd. (up to December 12, 2016)

Crop Science Advisors LLP

Al Rahba International Trading LLC

Godrej Realty P. Ltd.

Godrej Landmark Redevelopers P. Ltd.

Godrej Redevelopers (Mumbai) P. Ltd.

Mosiac Landmarks LLP

Dream World Landmarks LLP

Oxford Realty LLP

Godrej SSPDL Green Acres LLP

Caroa Properties LLP

Notes to the Consolidated Financial Statements

Note 52 : Related Party Information (Contd.)

M S Ramaiah Ventures LLP
 Oasis Landmarks LLP
 Amitis Developers LLP
 Godrej Construction Projects LLP
 Godrej Housing Projects LLP
 Godrej Greenview Housing P. Ltd. (w.e.f. June 30, 2016)
 Wonder Space Properties P. Ltd.
 Wonder City Buildcon P. Ltd.
 Godrej Home Construction P. Ltd.
 Wonder Projects Development P. Ltd. (w.e.f. September 19, 2016)
 Godrej Property Developers LLP
 Prakhhyat Dwellings LLP (w.e.f. September 02, 2016)
 Godrej Real View Developers P. Ltd. (w.e.f. March 29, 2017)
 Pearlite Real Properties P. Ltd. (w.e.f. March 29, 2017)
 Bavdhan Realty @ Pune 21 LLP (w.e.f. October 26, 2016)
 AR Landcraft LLP (w.e.f. June 07, 2016)

Companies under common control (w.e.f. March 30, 2017)

Godrej & Boyce Mfg. Co. Ltd.
 Godrej (Malaysia) Sdn Bhd (Incorporated in Malaysia)
 Godrej (Singapore) Pte Ltd. (Incorporated in Singapore)
 JT Dragon Pte. Ltd. (Incorporated in Singapore)
 Godrej (Vietnam) Co. Ltd. (Incorporated in Vietnam)
 Godrej Infotech Ltd.
 Godrej Infotech Americas Inc. (a wholly-owned subsidiary incorporated in North Carolina, USA)
 Godrej Infotech (Singapore) Pte. Ltd. (a wholly-owned subsidiary incorporated in Singapore)
 LVD Godrej Infotech NV (incorporated in Belgium)
 Veromatic International BV (Incorporated in Netherlands)
 Mercury Mfg. Co. Ltd.
 Busbar Systems (India) Ltd. (a Wholly-owned subsidiary)
 Godrej Americas Inc. (a wholly-owned subsidiary incorporated in the USA)
 MiracleTouch Developers P. Ltd. (a wholly-owned subsidiary)
 India Circus Retail P. Ltd.
 Godrej South Africa Pty Ltd.
 Laboratoria Cuenca S.A.

Key Management Personnel

Executive Directors

Mr. A. B. Godrej - Chairman
 Mr. N. B. Godrej - Managing Director
 Ms. T. A. Dubash - Executive Director & Chief Brand Officer
 Mr. N. S. Nabar - Executive Director & President (Chemicals)
 Mr. P. Ganesh - Chief Financial Officer & Company Secretary (up to April 30, 2016)
 Mr. C. G. Pinto - Chief Financial Officer (w.e.f. April 30, 2016)
 Ms. Nilufer Shekhawat - Company Secretary (w.e.f. May 25, 2016)

Notes to the Consolidated Financial Statements

Note 52 : Related Party Information (Contd.)

Independent Non-Executive Directors

Mr. J.N. Godrej
Mr. V.M. Crishna
Mr. K.K. Dastur
Mr. K.M. Elavia
Mr. K.N. Petigara
Mr. S.A. Ahmadullah
Mr. A.B. Choudhury
Mr. A.D. Cooper (w.e.f October 28, 2015)
Mr. N.D. Forbes (up to August 11, 2015)

Relatives of Key Management Personnel

Late Ms. P. A. Godrej - Wife of Mr. A. B. Godrej
Ms. N. A. Godrej - Daughter of Mr. A. B. Godrej
Mr. P. A. Godrej - Son of Mr. A. B. Godrej
Ms. R. N. Godrej - Wife of Mr. N. B. Godrej
Mr. B. N. Godrej - Son of Mr. N. B. Godrej
Mr. S. N. Godrej - Son of Mr. N. B. Godrej
Mr. H. N. Godrej - Son of Mr. N. B. Godrej
Mr. A. D. Dubash - Husband of Ms. Tanya Dubash
Ms. N. N. Nabar - Wife of Mr. N. S. Nabar

Enterprises over which key management personnel exercise significant influence

Anamudi Real Estates LLP
Godrej Investments P. Ltd.
Vora Soaps Ltd. (upto March 29, 2017)
Godrej Tyson Foods Ltd.
Mr. J.N. Godrej

Enterprises over which relative of key management personnel exercise significant influence

Shata Trading & Finance P. Ltd.
Shilawati Trading & Finance P. Ltd.

Post Employment Benefit Trust where the reporting entity exercises significant influence

Godrej Industries Employees Provident Fund
Godrej Industries Ltd. Group Gratuity Trust
Godrej Industries Ltd. Employee Stock Option Trust

Notes to the Consolidated Financial Statements

Note 52 : Related Party Information (Contd.)

b) Transactions with Related Parties	Amount ₹ in Crore									
	Holding Company	Fellow Subsidiaries	Associate/ Joint Venture Companies	Companies under common control	Key Management Personnel	Relative of Key Management Personnel	Enterprises over which Key Management Personnel exercise significant influence	Enterprises over which Relative of Key Management Personnel exercise significant influence	Post Employment Benefit Trust	Total
Sale of Goods	1.09	3.73	38.39	-	-	-	231.82	-	-	275.03
Previous Year	0.77	4.75	24.28	-	-	-	64.52	-	-	94.32
Advance received	-	-	20.78	-	-	-	-	-	-	20.78
Previous Year	-	-	1.91	-	-	-	-	-	-	1.91
Loans & Advances given	0.28	-	502.20	-	-	-	-	-	-	502.48
Previous Year	1.56	-	13.15	-	-	-	-	-	-	14.71
Sale of Fixed Assets	0.03	-	-	-	-	-	-	-	-	0.03
Previous Year	-	-	-	-	-	-	0.04	-	-	0.04
Purchase of goods*	0.53	-	15.17	0.00	-	-	2.93	-	-	18.63
Previous Year	0.53	-	10.55	-	-	-	1.00	-	-	12.08
Purchase of Fixed Assets	5.54	-	-	-	-	-	-	-	-	5.54
Previous Year	29.21	-	-	-	-	-	-	-	-	29.21
Net Guarantee given	-	-	67.57	-	-	-	-	-	-	67.57
Previous Year	-	-	3.83	-	-	-	-	-	-	3.83
Commission / Royalty received	-	-	0.14	-	-	-	-	-	-	0.14
Previous Year	-	-	0.33	-	-	-	-	-	-	0.33
Commission / Royalty paid	-	-	0.47	-	-	-	-	-	-	0.47
Previous Year	-	-	-	-	-	-	-	-	-	-
Licence fees / Service charges / Storage Income *	0.00	-	3.55	-	-	-	0.01	-	-	3.56
Previous Year	0.01	-	5.95	-	-	-	0.04	-	-	6.00
Other Income *	0.00	-	3.09	0.09	-	-	0.35	-	-	3.53
Previous Year	0.01	-	1.56	-	-	-	0.06	-	-	1.63
Recovery of establishment & Other Expenses	1.72	0.15	110.61	2.08	-	-	12.53	-	-	127.09
Previous Year	3.38	-	11.34	-	-	-	2.88	-	-	17.60
Rent, Establishment & other exps paid	27.30	0.06	9.46	0.02	-	0.84	6.43	0.13	-	44.24
Previous Year	56.74	0.04	8.13	-	-	2.71	0.12	-	-	67.74
Interest received	0.84	-	94.72	-	-	-	1.45	-	-	97.01
Previous Year	-	-	67.25	-	-	-	2.08	-	-	69.33
Interest paid *	-	-	-	-	0.00	0.01	-	-	-	0.01
Previous Year	-	-	-	-	-	0.11	-	-	-	0.11
Dividend paid	51.94	-	-	-	-	-	-	-	-	51.94
Previous Year	120.79	-	-	-	1.93	7.04	-	-	-	129.76
Remuneration to Key Management Personnel										
Short term employee benefit	-	-	-	-	11.74	-	-	-	-	11.74
Post employment benefit	-	-	-	-	0.59	-	-	-	-	0.59
Share based payment	-	-	-	-	0.77	-	-	-	-	0.77
Previous Year	-	-	-	-	-	-	-	-	-	-
Short term employee benefit	-	-	-	-	11.48	-	-	-	-	11.48
Post employment benefit	-	-	-	-	0.56	-	-	-	-	0.56
Share based payment	-	-	-	-	0.67	-	-	-	-	0.67
Remuneration	-	-	-	-	-	0.06	-	-	-	0.06
Previous Year	-	-	-	-	-	-	-	-	-	-
Redemption of Debenture	-	-	28.51	-	-	-	-	-	-	28.51
Previous Year	-	-	34.32	-	-	-	-	-	-	34.32
Purchase of Investments	200.73	-	-	-	-	-	-	-	-	200.73
Previous Year	79.34	-	-	-	-	-	-	-	-	79.34
Sale of Investments	-	-	-	-	-	-	-	-	-	-
Previous Year	175.28	-	0.01	-	-	-	-	-	-	175.29
Sale of Units	1.19	-	-	-	-	-	219.65	-	-	220.84
Previous Year	1.08	-	1.35	-	-	-	4.92	-	-	7.35
Inter Corporate Deposits advanced	-	-	-	-	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-	35.75	-	-	35.75
Inter Corporate Deposits -Refund Received	-	-	-	-	-	-	5.20	-	-	5.20
Previous Year	-	-	-	-	-	-	-	-	-	-
Provision for doubtful debts related to outstanding balances	-	-	-	-	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-	-	-	5.71	5.71

Notes to the Consolidated Financial Statements

Note 52 : Related Party Information (Contd.)

b) Transactions with Related Parties Nature of Transaction	Holding Company	Fellow Subsidiaries	Associate/ Joint Venture Companies	Companies under common control	Key Management Personnel	Relative of Key Management Personnel	Enterprises over which Key Management Personnel exercise significant influence	Enterprises over which Relative of Key Management Personnel exercise significant influence	Amount ₹ in Crore	
									Post Employment Benefit Trust	Total
Other Deposits - Advanced during the year	-	-	-	-	-	-	1.51	-	-	1.51
Previous Year	-	-	-	-	-	-	8.76	-	-	8.76
Issue of equity shares	-	-	-	-	-	-	-	-	-	-
Previous Year	-	-	1.14	-	-	-	-	-	-	1.14
Other Deposits accepted	0.01	-	-	-	-	-	-	-	-	0.01
Previous Year	-	-	-	-	-	-	-	-	-	-
Other Deposits refunded	0.01	-	0.05	-	0.08	0.43	-	-	-	0.57
Previous Year	-	-	-	-	-	2.03	1.65	-	-	3.68
Investment in equity / preference shares / LLP	-	-	4.48	-	-	-	-	-	-	4.48
Previous Year	-	-	-	-	-	-	-	-	-	-
Investment in Debenture	-	-	94.82	-	-	-	-	-	-	94.82
Previous Year	-	-	140.88	-	-	-	-	-	-	140.88
Share of profit (net) in Joint Venture & Associates	-	-	24.71	-	-	-	-	-	-	24.71
Previous Year	-	-	16.56	-	-	-	-	-	-	16.56
Loan repaid	-	-	360.58	-	-	-	-	-	-	360.58
Previous Year	-	-	5.64	-	-	-	-	-	-	5.64
Sale of Services	1.38	-	25.78	-	-	-	-	-	-	27.16
Previous Year	35.34	-	-	-	-	-	-	-	-	35.34
Sitting Fees	-	-	-	-	0.42	-	-	-	-	0.42
Previous Year	-	-	-	-	0.56	-	-	-	-	0.56
Income Received from Other Companies	-	-	0.75	-	-	-	-	-	-	0.75
Previous Year	-	-	-	-	-	-	-	-	-	-
Contribution to Post-employment Benefit Plans	-	-	-	-	-	-	-	-	5.45	5.45
Previous Year	-	-	-	-	-	-	-	-	8.70	8.70
Repayment of loan Received	-	-	-	-	-	-	-	-	24.62	24.62
Previous Year	-	-	-	-	-	-	-	-	38.84	38.84
Balance Outstanding as on March 31, 2017	-	-	631.56	2.02	-	-	0.76	-	-	634.34
Receivables	-	-	631.56	2.02	-	-	0.76	-	-	634.34
Previous Year	4.65	1.12	7.96	-	-	-	10.41	-	-	24.14
2014-15	0.20	0.70	21.48	-	-	-	5.67	-	-	28.05
Payables *	-	0.00	0.04	116.52	-	-	1.91	-	-	118.47
Previous Year	264.76	-	92.13	-	-	-	0.12	-	-	357.01
2014-15	381.92	-	80.49	-	11.85	-	-	-	-	474.26
Guarantees & Commitments Outstanding	-	-	308.21	-	-	-	-	-	-	308.21
Previous Year	-	-	25.80	-	-	-	-	-	-	25.80
2014-15	-	-	39.80	-	-	-	-	-	-	39.80
Debentures Outstanding	-	-	312.33	-	-	-	-	-	-	312.33
Previous Year	-	-	433.01	-	-	-	-	-	-	433.01
2014-15	-	-	326.45	-	0.03	-	-	-	-	326.48
Outstanding Inter Corporate Deposit Receivable	-	-	-	-	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-	56.30	-	-	56.30
2014-15	-	-	-	-	-	-	26.55	-	-	26.55
Public Deposits Outstanding	-	-	-	-	-	-	-	-	-	-
Previous Year	-	-	-	-	-	0.02	-	-	-	0.02
2014-15	-	-	-	-	0.58	2.50	-	-	-	3.08
Outstanding Loan Receivable	-	-	-	-	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-	-	-	24.62	24.62
2014-15	-	-	-	-	-	-	-	-	63.46	63.46
Deposits Receivable	-	-	-	-	-	-	3.17	-	-	3.17
Previous Year	-	-	-	-	-	-	1.66	-	-	1.66
2014-15	-	-	-	-	-	-	-	-	-	-
Debenture Interest Outstanding	-	-	87.49	-	-	-	-	-	-	87.49
Previous Year	-	-	56.14	-	-	-	-	-	-	56.14
2014-15	-	-	26.50	-	-	-	-	-	-	26.50

* Amount less than ₹ 0.01 crore

Note : All related party transactions entered during the year were in ordinary course of the business and are on arm's length basis.

Notes to the Consolidated Financial Statements

Note 53 : Fair Value Measurement

Refer Note 2 sub note 10 & 11 for accounting policy on Financial Instruments.

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

1. Accounting classification and fair values

Carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy, are as follows.

March 31, 2017	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Non Current								
Investments								
Debenture	-	-	312.34	312.34	-	312.34	-	312.34
Quoted Equity Shares	6.20	-	-	6.20	6.20	-	-	6.20
Unquoted Equity Shares	2.62	0.05	-	2.67	0.05	2.62	-	2.67
Others	4.58	-	-	4.58	-	4.58	-	4.58
Trade receivables	-	-	13.33	13.33	-	-	-	-
Loans	-	-	-	-	-	-	-	-
Security Deposits	7.36	-	91.86	99.22	-	90.39	-	90.39
Loans to Employees	-	-	1.03	1.03	-	-	-	-
Other financial assets	-	-	7.62	7.62	-	-	-	-
Current								
Current investments	369.33	-	-	369.33	369.33	-	-	369.33
Trade receivables	-	-	896.84	896.84	-	-	-	-
Cash and cash equivalents	-	-	186.79	186.79	-	-	-	-
Other bank balances	-	-	48.12	48.12	-	-	-	-
Loans	-	-	-	-	-	-	-	-
Security Deposits	-	-	173.74	173.74	-	171.57	-	171.57
Others	-	1.70	584.77	586.47	-	1.70	-	1.70
Derivative asset	2.38	-	-	2.38	-	2.38	-	2.38
Other Current Financial Assets	-	-	809.21	809.21	-	-	-	-
	392.47	1.75	3,125.65	3,519.87	375.58	585.58	-	961.16
Financial liabilities								
Long term borrowings	2.58	-	1,505.68	1,508.26	-	2.98	-	2.98
Non Current Trade payables	-	-	0.52	0.52	-	-	-	-
Short term borrowings	-	-	5,588.39	5,588.39	-	126.16	-	126.16
Trade and other payables	-	-	1,641.86	1,641.86	-	-	-	-
Derivative liability	5.15	-	-	5.15	-	5.15	-	5.15
Other Current financial liabilities	-	-	896.86	896.86	-	-	-	-
	7.73	-	9,633.31	9,641.04	-	134.29	-	134.29

Notes to the Consolidated Financial Statements

Note 53 : Fair Value Measurement (Contd.)

Amount ₹ in Crore

March 31, 2016	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Non Current Investments								
Debenture	-	-	239.18	239.18	-	239.18	-	239.18
Quoted Equity Shares	7.05	-	-	7.05	7.05	-	-	7.05
Unquoted Equity Shares	1.53	0.05	-	1.58	0.05	1.53	-	1.58
Others	2.91	-	-	2.91	-	2.91	-	2.91
Loans								
Security Deposits	8.41	-	112.00	120.41	-	111.45	-	111.45
Loans to Employees	-	-	0.99	0.99	-	-	-	-
Others	-	-	13.61	13.61	-	-	-	-
Other financial assets	-	-	10.15	10.15	-	-	-	-
Current								
Current investments	419.77	-	7.62	427.39	419.77	-	-	419.77
Trade receivables	-	-	855.60	855.60	-	-	-	-
Cash and cash equivalents	-	-	128.13	128.13	-	-	-	-
Other bank balances	-	-	72.79	72.79	-	-	-	-
Loans								
Security Deposits	-	-	186.62	186.62	-	187.73	-	187.73
Others	0.34	-	419.11	419.45	-	0.34	-	0.34
Derivative asset	1.65	-	-	1.65	-	1.65	-	1.65
Other Current Financial Assets	-	-	762.51	762.51	-	-	-	-
	441.66	0.05	2,808.31	3,250.02	426.87	544.79	-	971.66
Financial liabilities								
Long term borrowings	2.68	-	1,571.67	1,574.35	-	10.86	-	10.86
Short term borrowings	-	-	5,188.97	5,188.97	-	118.77	-	118.77
Trade and other payables	-	-	1,148.96	1,148.96	-	-	-	-
Other Non-Current financial liabilities	-	-	6.54	6.54	-	-	-	-
Derivative liability	5.21	-	-	5.21	-	5.21	-	5.21
Other Current financial liabilities	-	-	1,100.85	1,100.85	-	-	-	-
	7.89	-	9,016.99	9,024.88	-	134.84	-	134.84

Notes to the Consolidated Financial Statements

Note 53 : Fair Value Measurement (Contd.)

April 01, 2015	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortized Cost	Total	Level 1	Level 2	Level 3	Total
Amount ₹ in Crore								
Financial assets								
Non Current								
Investments								
Debenture	-	0.06	208.10	208.16	0.06	208.10	-	208.16
Quoted Equity Shares	8.23	-	-	8.23	8.23	-	-	8.23
Unquoted Equity Shares	13.36	0.05	-	13.41	-	13.41	-	13.41
Preference Shares	134.77	-	-	134.77	-	134.77	-	134.77
Others	0.96	-	-	0.96	-	0.96	-	0.96
Loans								
Security Deposits	7.89	-	115.14	123.03	-	107.24	-	107.24
Loans to Employees	-	-	0.95	0.95	-	-	-	-
Others	-	-	3.35	3.35	-	-	-	-
Other financial assets	-	-	9.09	9.09	-	-	-	-
Current								
Current investments	584.12	-	30.81	614.93	584.12	-	-	584.12
Trade receivables	-	-	600.38	600.38	-	-	-	-
Cash and cash equivalents	-	-	175.99	175.99	-	-	-	-
Other bank balances	-	-	72.13	72.13	-	-	-	-
Loans								
Security Deposits	-	-	208.90	208.90	-	207.00	-	207.00
Others	-	-	365.95	365.95	-	-	-	-
Derivative asset	2.23	-	-	2.23	-	2.23	-	2.23
Other Current Assets	-	-	603.44	603.44	-	-	-	-
	751.56	0.11	2,394.23	3,145.90	592.41	673.71	-	1,257.89
Financial liabilities								
Long term borrowings	-	-	1,620.47	1,620.47	-	3.02	-	3.02
Non Current Trade payables	-	-	1.42	1.42	-	-	-	-
Short term borrowings	-	-	4,022.93	4,022.93	-	-	-	-
Trade and other payables	-	-	1,169.16	1,169.16	-	-	-	-
Other Non-Current financial liabilities	-	-	4.46	4.46	-	-	-	-
Derivative liability	1.96	-	-	1.96	-	1.96	-	1.96
Other Current financial liabilities	-	-	960.56	960.56	-	-	-	-
	1.96	-	7,779.00	7,780.96	-	4.98	-	4.98

Notes to the Consolidated Financial Statements

Note 53 : Fair Value Measurement (Contd.)

The Fair value of cash and cash equivalents, other bank balances, trade receivables, trade payables approximated their carrying value largely due to short term maturities of these instruments..

Financial instruments with fixed and variable interest rates are evaluated by the Group based on parameters such as interest rates and individual creditworthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

2. Measurement of fair values

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The following tables show the valuation techniques used in measuring Level 2 and Level 3 fair values, as well as the significant unobservable inputs used.

Type	Valuation technique
Preference shares	The preference shares were converted into equity and listed in the near future and accordingly we have used the listing price as fair value on the date of reporting.
Fixed rates long term borrowings	The valuation model considers present value of expected payments discounted using an appropriate discounting rate.
Forward contracts	The fair value is determined using forward exchange rates at the reporting date.
Interest rate swaps	Present value of the estimated future cash flows based on observable yield curves.

Notes to the Consolidated Financial Statements

Note 54 : Hedge accounting

The group's risk management policy is to hedge its foreign currency exposure in accordance with the exposure limits advised from time to time. The group uses forward exchange contracts to hedge its currency risk. Such contracts are generally designated as cash flow hedges.

The forward exchange forward contracts are denominated in the same currency as the highly probable future sales, therefore the hedge ratio is 1:1. Most of these contracts have a maturity of 18 months from the reporting date. The group's policy is for the critical terms of the forward exchange contracts to align with the hedged item.

The group determines the existence of an economic relationship between the hedging instrument and hedged item based on the currency, amount and timing of their respective cash flows. The group assesses whether the derivative designated in each hedging relationship is expected to be and has been effective in offsetting changes in the cash flows of the hedged item using the hypothetical derivative method.

In these hedge relationships, changes in timing of the hedged transactions is the main source of hedge ineffectiveness.

1. Disclosure of effects of hedge accounting on financial position as on March 31, 2017

Amount ₹ in Crore

Type of hedge	Nominal Value	Carrying amount of hedging instrument		Line item in the statement of financial position where the hedging instrument is included	Maturity date	Hedge ratio	Average strike price/ rate (₹)	Changes in fair value of the hedging instrument	Change in the value of hedged item used as the basis for recognising hedge effectiveness
		Assets	Liabilities						
Forward exchange	26.75	1.71	1.78	Derivative asset and derivative liability	May 01, 2017 to September 25, 2017	1:1	71.02	2.37	(2.37)
forward contracts on outstanding borrowings	36.99	-	-		August 2017 to January 2018		70.26	(1.42)	1.42
	63.74	1.71	1.78					0.95	(0.95)

2. Disclosure of effects of hedge accounting on financial performance for the Year ended March 31, 2017

Amount ₹ in Crore

Type of hedge	Change in the value of the hedging instrument recognised in OCI	Hedge ineffectiveness recognised in profit or loss	Line item in the statement of profit or loss that includes the hedge ineffectiveness	Amount reclassified from cash flow hedging reserve to profit or loss	Line item affected in statement of profit or loss because of the reclassification
Cash flow hedge	3.15	0.00	0.00	0.00	0.00

3. The following table provides a reconciliation by risk category of components of equity and analysis of OCI items, net of tax, resulting from cash flow hedge accounting

Movements in cash flow hedging reserve

Amount ₹ in Crore

As at March 31, 2016	-
Add : Changes in fair value	3.15
Less: Deferred tax relating to the above	(1.09)
As at March 31, 2017	2.06

Notes to the Consolidated Financial Statements

Note 55 : Financial Risk Management

1. Financial Risk Management objectives and policies

The Group's business activities are exposed to a variety of financial risks, namely Credit risk, Liquidity risk, Currency risk, Interest risks and Commodity price risk. The respective Company's senior management has the overall responsibility for establishing and governing respective Company's risk management framework. Each Company in the group has constituted a Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities.

Respective Company's risk management policies are established to identify and analyse the risks faced by each Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The audit committee oversees how management monitors compliance with the respective Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the respective Company. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and adhoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

2. Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers and loans and advances.

The carrying amount of following financial assets represents the maximum credit exposure:

Trade receivables and loans and advances.

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer and the geography in which it operates. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the respective Company grants credit terms in the normal course of business.

The Group has a policy under which each new customer is analysed individually for creditworthiness before offering credit period and delivery terms and conditions. The Group's export sales are backed by letters of credit and insured through Export Credit Guarantee Corporation. The Group bifurcates the Domestic Customers into Large Corporates, Distributors and others for Credit monitoring. Customer credit risk in property business is managed by requiring customers to pay advances through progress billings before transfer of ownership, therefore, substantially eliminating the credit risk in this respect.

The Group maintains adequate security deposits for sales made to its distributors. For other trade receivables, the Group individually monitors the sanctioned credit limits as against the outstanding balances. Cash terms and advance payments are required for customers of lower credit standing. Accordingly, the Group makes specific provisions against such trade receivables wherever required and monitors the same at periodic intervals.

The Group monitors each loans and advances given and makes any specific provision wherever required.

Based on prior experience and an assessment of the current economic environment, management believes there is no credit risk provision required. Also Group does not have any significant concentration of credit risk.

The ageing of trade receivables that were not impaired was as follows:

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
More than 6 Months	173.90	153.22	108.08
Others	736.27	702.38	492.30
	910.17	855.60	600.38

The amounts reflected in the table above are not impaired as on the reporting date.

Notes to the Consolidated Financial Statements

Note 55 : Financial Risk Management (Contd.)

3. Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

Management monitors rolling forecasts of the Group's liquidity position on the basis of expected cash flows. This monitoring includes financial ratios and takes into account the accessibility of cash and cash equivalents.

The Group has access to funds from debt markets through loan from banks, commercial papers, fixed deposits from public and other Debt instrument. The Group invests its surplus funds in bank fixed deposits and debt based mutual funds.

Maturity profile of financial liabilities

The following are the remaining contractual maturities of financial liabilities at the reporting date.

Carrying amount	Contractual cash flows					
	Total	Within 12 months	1-2 years	2-5 years	More than 5 years	
Amount ₹ in Crore						
March 31, 2017						
Non-derivative financial liabilities						
Borrowings	7,548.17	7,872.94	6,227.81	905.81	737.81	1.51
Trade and other payables	1,642.38	1,644.54	1,612.42	20.49	11.63	-
Other financial liabilities	445.34	445.34	438.53	6.81	-	-
Derivative financial liabilities						
Interest rate swaps	-	3.08	1.94	1.03	0.11	-
Forward exchange contracts used for hedging	5.15	5.15	5.15	-	-	-
March 31, 2016						
Non-derivative financial liabilities						
Borrowings	7,124.29	7,491.54	5,715.94	572.94	1,198.12	4.54
Trade and other payables	1,148.96	1,166.40	1,137.02	14.29	15.09	-
Other financial liabilities	746.42	749.11	733.83	15.28	-	-
Derivative financial liabilities						
Interest rate swaps	4.64	9.55	3.86	3.58	2.11	-
Forward exchange contracts used for hedging	0.57	0.57	0.57	-	-	-

Notes to the Consolidated Financial Statements

Note 55 : Financial Risk Management (Contd.)

Amount ₹ in Crore

Carrying amount	Contractual cash flows					
	Total	Within 12 months	1-2 years	2-5 years	More than 5 years	
April 01, 2015						
Non-derivative financial liabilities						
Borrowings	6,076.74	6,579.00	3,901.49	1,222.03	1,454.93	0.55
Trade and other payables	1,170.58	1,228.42	1,207.64	15.53	5.25	-
Other financial liabilities	527.22	546.01	532.55	13.46	-	-
Derivative financial liabilities						
Forward exchange contracts used for hedging	1.96	1.96	1.96	-	-	-

4. Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. The Company's exposure to market risk primarily related to foreign exchange rate risk, interest rate risk and the market value of our investments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

i. Currency risk

The Group is exposed to currency risk on account of its borrowings, Receivable for Export and Payables for Import in foreign currency. The functional currency of the Group is Indian Rupee. The Group manages currency exposures within prescribed limits, through use of forward exchange contracts. Foreign exchange transactions are covered with strict limits placed on the amount of uncovered exposure, if any, at any point in time.

Notes to the Consolidated Financial Statements

Note 55 : Financial Risk Management (Contd.)

Exposure to currency risk (Exposure in different currencies converted to functional currency)

The currency profile of financial assets and financial liabilities as at March 31, 2017, March 31, 2016 and April 01, 2015 are as below:

	Amount ₹ in Crore			
	USD	EURO	SGD	GBP
March 31, 2017				
Financial assets				
Trade and other receivables	127.55	2.43	-	-
Less : Forward Contracts	(34.24)	-	-	-
	93.31	2.43	-	-
Financial liabilities				
Long term borrowings	548.28	-	-	-
Short term borrowings	1.00	-	-	-
Trade and other payables	161.50	45.04	-	0.07
Other Current financial liabilities	2.41	-	-	-
Less : Forward Contracts	(127.53)	(35.40)	-	-
	585.66	9.64	-	0.07
March 31, 2016				
Financial assets				
Trade and other receivables	112.85	4.32	-	101.18
Other Current financial assets	-	1.13	-	-
Less : Forward Contracts	(24.10)	(3.40)	-	-
	88.75	2.05	-	101.18
Financial liabilities				
Long term borrowings	710.98	-	-	-
Short term borrowings	5.96	-	-	-
Trade and other payables	121.10	0.15	0.04	-
Other Current financial liabilities	3.25	34.76	-	-
Less : Forward Contracts	(24.61)	(34.76)	-	-
	816.68	0.15	0.04	-
April 01, 2015				
Financial assets				
Trade and other receivables	84.85	3.21	-	-
Less : Forward Contracts	(60.00)	(1.81)	-	-
	24.85	1.40	-	-
Financial liabilities				
Long term borrowings	660.06	-	-	-
Short term borrowings	5.67	-	-	-
Trade and other payables	110.30	0.04	-	-
Other Non-current financial liabilities	2.39	-	-	-
Less : Forward Contracts	(14.94)	-	-	-
	763.48	0.04	-	-

Notes to the Consolidated Financial Statements

Note 55 : Financial Risk Management (Contd.)

The following significant exchange rates have been applied during the year.

INR	As at March 31, 2017	Year-end spot rate	
		As at March 31, 2016	As at April 01, 2015
USD 1	64.86	66.25	62.50
EUR 1	69.30	75.46	67.13
SGD 1	-	49.15	-
GBP 1	80.99	95.40	-

Sensitivity analysis

A reasonably possible strengthening (weakening) of the Indian Rupee against the foreign currencies at March 31 would have affected the measurement of financial instruments denominated in foreign currencies and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

	Profit or loss	
	Strengthening	Weakening
March 31, 2017		
USD - 1% Movement	(4.92)	4.92
EUR - 2% Movement	(0.14)	0.14
GBP - 2% Movement	(0.00)	0.00
	(5.06)	5.06
March 31, 2016		
USD - 3% Movement	(21.84)	21.84
EUR - 2% Movement	0.04	(0.04)
SGD - 2% Movement	(0.00)	0.00
GBP - 3% Movement	3.04	(3.04)
	(18.76)	18.76

ii. Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates.

The management is responsible for the monitoring of the Group's interest rate position. Various variables are considered by the management in structuring the Group's borrowings to achieve a reasonable, competitive, cost of funding.

Notes to the Consolidated Financial Statements

Note 55 : Financial Risk Management (Contd.)

Exposure to interest rate risk

Group's interest rate risk arises from borrowings. The interest rate profile of the Group's interest-bearing financial instruments as reported to the management of the Group is as follows.

	March 31, 2017	March 31, 2016	April 01, 2015
			Amount ₹ in Crore
Borrowings			
Fixed rate borrowings	3,935.16	4,215.64	2,918.52
Variable rate borrowings	3,618.60	3,264.27	3,375.77
	7,553.76	7,479.91	6,294.29

Fair value sensitivity analysis for fixed-rate instruments

The Group does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

Cash flow sensitivity analysis for variable-rate instruments

A reasonably possible change of 100 basis points in interest rate would have resulted in variation in the interest expense for the Group by the amounts indicated in the table below. Given that one of the subsidiary companies' capitalises interest to the cost of inventory to the extent permissible, the amounts indicated below may have an impact on reported profits over the lifecycle of projects to which such interest is capitalised. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The year end balances are not necessarily representative of the average debt outstanding during the period.

Particulars	Profit or (loss)	
	100 bp increase	100 bp decrease
March 31, 2017		
Variable-rate instruments	(36.19)	36.19
Interest rate swaps	3.28	(3.28)
Cash flow sensitivity (net)	(32.91)	32.91
March 31, 2016		
Variable-rate instruments	(32.64)	32.64
Interest rate swaps	3.35	(3.35)
Cash flow sensitivity (net)	(29.29)	29.29

Note 56 : Capital Management

For the purpose of the Group's capital management, capital includes issued capital and other equity reserves. The primary objective of the Group's Capital Management is to maximise shareholders value. The Group manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

The Company monitors capital using Adjusted net debt to equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances.

Notes to the Consolidated Financial Statements

Note 56 : Capital Management (Contd.)

Particulars	Amount ₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Non-Current Borrowings	1,508.26	1,574.35	1,620.47
Current Borrowings	5,588.39	5,188.97	4,022.93
Current maturity of long term debt	451.52	360.97	433.34
Gross Debt	7,548.17	7,124.29	6,076.74
Less - Cash and Cash Equivalents	(186.79)	(128.13)	(175.99)
Less - Other Bank Balances	(48.12)	(72.79)	(72.13)
Less - Current Investments	(369.33)	(427.39)	(614.93)
Adjusted Net debt	6,943.93	6,495.98	5,213.69
Total equity	3,195.62	3,001.71	3,018.74
Adjusted Net debt to Equity ratio	2.17	2.16	1.73

Note 57 : Master netting or similar agreements

The following table presents the recognised financial instruments that are offset, or subject to enforceable master netting arrangements and other similar agreements but not offset, as at March 31, 2017, March 31, 2016 and April 01, 2015.

Particulars	Effects of offsetting on the balance sheet			Related amounts not offset		
	Gross Amounts	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Financial instrument collateral	Net amount
Amount ₹ in Crore						
March 31, 2017						
Financial assets						
Derivative instruments	2.38	-	2.38	2.38	-	-
Financial liabilities						
Derivative instruments	2.92	-	2.92	(2.38)	-	0.54
March 31, 2016						
Financial assets						
Derivative instruments	1.65	-	1.65	1.65	-	-
Financial liabilities						
Derivative instruments	4.82	-	4.82	(1.65)	-	3.17
April 01, 2015						
Financial assets						
Derivative instruments	2.22	-	2.22	-	-	2.22

Notes to the Consolidated Financial Statements

Note 58 : First-time adoption of Ind AS

1. Transition to Ind AS

The Group has adopted Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs with effect from April 01, 2016, with a transition date of April 01, 2015. These financial statements for the year ended March 31, 2017 are the first financial statements the Group has prepared under Ind AS. For all periods upto and including the year ended March 31, 2016, the Company prepared its financial statements in accordance with the accounting standards notified under the Section 133 of the Companies Act, 2013, read together with the relevant Rules thereunder ('Previous GAAP').

The adoption of Ind AS has been carried out in accordance with Ind AS 101, First-time Adoption of Indian Accounting Standards. Ind AS 101 requires that all Ind AS standards and interpretations that are issued and effective for the first Ind AS financial statements be applied retrospectively and consistently for all financial years presented. Accordingly, the Group has prepared financial statements which comply with Ind AS for year ended March 31, 2017, together with the comparative information as at and for the year ended March 31, 2016 and the opening Ind AS Balance Sheet as at April 01, 2015, the date of transition to Ind AS.

In preparing these Ind AS financial statements, the Group has availed certain exemptions and exceptions in accordance with Ind AS 101, as explained below. The resulting difference between the carrying values of the assets and liabilities in the financial statements as at the transition date under Ind AS and Previous GAAP and have been recognised directly in equity (retained earnings or another appropriate category of equity). This note explains the principal adjustments made by the Group in restating its Indian GAAP financial statements to Ind AS, in the opening balance sheet as at April 01, 2015 and in the financial statements as at and for the year ended March 31, 2016.

2. Optional Exemptions Availed

(i) Deemed cost

The Group has elected to continue with the carrying value for all of its property, plant and equipment, intangible assets and investment property as recognised in the financial statements as the deemed cost at the date of transition to Ind AS, measured as per the previous GAAP.

(ii) Share based payments

The Group has elected not to apply Ind AS 102 Share-based payment to equity instruments that vested before the date of transition to Ind AS. Accordingly, the Group has measured only the unvested stock options on the date of transition as per Ind AS 102.

(iii) Deemed cost for investments in joint ventures and associates

The Group has elected to continue with the carrying value of its investments in joint ventures and associates as recognised in the financial statements as at the date of transition to Ind AS. Accordingly, the Group has measured all its investments in joint ventures and associates at their previous GAAP carrying value.

(iv) Long Term Foreign Currency Monetary Items

A first-time adopter may continue the policy adopted for accounting for exchange differences arising from translation of long-term foreign currency monetary items recognised in the financial statements for the period ending March 31, 2016.

(v) Business Combination

Ind AS 101 provided the option to apply Ind AS 103 prospectively from the transition date or specific date prior to the transition date. The Group has elected to apply Ind AS 103 prospectively to business combination occurring after its transition date. Business combination prior to the transition date have not been restated.

Notes to the Consolidated Financial Statements

Note 58 : First-time adoption of Ind AS (Contd.)

(vi) Cumulative translation differences

As per Ind AS 101, an entity may deem that the cumulative translation differences for all foreign operations to be zero as at the date of transition by transferring any such cumulative differences to retained earnings. The group has elected to avail of the above exemption.

3. Ind AS mandatory exceptions

(i) Estimates

The estimates at April 01, 2015 and March 31, 2016 are consistent with those made for the same dates in accordance with the Indian GAAP (after adjustments to reflect any differences if any, in accounting policies). The Group has made estimates for Investment in equity instruments carried at FVTPL in accordance with Ind AS at the date of transition as these were not required under Previous GAAP.

(ii) Classification and measurement of financial assets

The Group has classified and measured the financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

(iii) Non Controlling Interest (NCI)

Ind AS 110 requires that total comprehensive income should be attributed to the owners of the parent and the NCI even if this results in the NCI having a negative balance. Ind AS 101 requires this requirement to be applied prospectively from the date of transition to Ind AS. However, if an entity elects to apply Ind AS 103 retrospectively to past business combinations, it has to also apply Ind AS 110 from the same date. Since the Group has elected to apply Ind AS 103 prospectively to business combinations that occurred on or after April 01, 2015, it does not have any impact on the carrying value of NCI.

4. The following reconciliations provide a quantification of the effect of significant differences arising from the transition from Previous GAAP to Ind AS in accordance with Ind AS 101.

(i) Reconciliation of Equity

Particulars	Note	Amount ₹ in Crore	
		As at March 31, 2016	As at April 01, 2015
Equity as per IGAAP		3,482.14	3,227.25
Obligation to acquire minority interest in a subsidiary (Put option)	2	(228.13)	(195.92)
Realignment for Project Cost	5	(182.26)	(175.27)
Fair Valuation adjustment on Business Combination net of acquisition cost	9	108.74	-
Fair Valuation of Investment (Net of tax) & Effective Interest Cost	12	11.97	134.06
Consolidation of ESOP Trust	13	(116.93)	(150.86)
Non Controlling Interest	2,3	1,414.29	1,102.50
Share in Profits of Associates and Joint Venture	8	(215.65)	(138.59)
Adjustment of Goodwill on sale of stake in subsidiary	4	10.30	-
MTM of Derivative contracts	16	(4.33)	(0.71)
Deferral of Revenue	6	(4.01)	(2.33)
Provision for Sales Return	7	-	(1.55)
Reversal of Proposed Dividend and Dividend Distribution Tax	11	-	78.89
Deferred Tax on Ind AS adjustments	14	4.45	64.97
Other Ind AS adjustments	10	1.80	3.23
Total Ind AS adjustments		800.24	718.42
Equity as per Ind AS		4,282.38	3,945.67

Notes to the Consolidated Financial Statements

Note 58 : First-time adoption of Ind AS (Contd.)

(ii) Reconciliation of Net Profit

Particulars	Note	Amount ₹ in Crore
		Year ended March 31, 2016
Net Profit after tax for the year		484.43
Realignment for Project Cost	5	(62.43)
Realignment for Non Controlling Interest	3	7.79
Consolidation of ESOP Trust	13	(11.22)
Fair Valuation of Investment (Net of tax) & Effective Interest Cost	12	(141.07)
Fair Valuation of Assets on Business Combination	9	71.45
MTM of Derivative contract	16	(3.64)
Deferral of Revenue	6	(1.08)
Share of profits in Associates and JVs	8	(74.61)
Reversal of Profit on Sale of Subsidiaries Shares	4	(145.92)
Other Ind AS adjustments	10	18.16
Deferred tax on Ind AS adjustments	14	(1.38)
Total Ind AS adjustments		<u>(343.95)</u>
Total Comprehensive Income attributable to the owners of the Company as per Ind AS		<u>140.48</u>

(iii) Reconciliation of Cash Flow for the Year ended March 31, 2016

Particulars	Note	Amount ₹ in Crore		
		Previous GAAP	Ind AS Adjustments	Ind AS
Net Cash Flow from Operating activities	5, 6, 7, 10, 13	(44.42)	242.97	198.55
Net Cash Flow from Investing activities	8	(340.81)	153.15	(187.66)
Net Cash Flow from Financing activities	12,15,16	383.40	(381.06)	2.34
Net Increase / (Decrease) in Cash & Cash Equivalents		(1.83)	15.06	13.23
Cash & Cash Equivalents as on April 01, 2015		187.91	(130.62)	57.29
Acquisition on Amalgamation	9	18.27	(15.12)	3.15
Cash & Cash Equivalents as on March 31, 2016	15	204.35	(130.68)	73.67

(iv) Notes to the Reconciliations

- Consolidation :** Under Ind AS, classification of subsidiary for consolidation is based on control and not just shareholding which has resulted in certain subsidiaries being classified as joint ventures. Further under Indian GAAP, joint ventures were consolidated with reference to the proportionate consolidation method. Based on the principles of Ind AS, these joint ventures have been consolidated with reference to the equity method of accounting whereby only share of profit & loss in such entities will be directly credited to Statement of Profit & Loss account instead of line by line / proportionate consolidation. Further due to equity method of accounting, interest has been grossed up on the JV projects. Interest income has been classified under other income and corresponding interest expenses have been included as part of finance cost.
- Obligation to acquire minority interest in a subsidiary :** One of the Subsidiary companies has granted put option to non-controlling interest in its subsidiary, which gives the investor a right to sell their interests at guaranteed return to the Subsidiary company. On transition to Ind AS, such put option has been classified as a financial liability payable to the investor and is re-measured at each reporting date and difference is adjusted in equity.
- Non Controlling Interest (NCI) :** Under previous GAAP, non-controlling interests were presented in the consolidated balance sheet separately (as minority interests) from the equity and liabilities. Under Ind AS, non-controlling interests are presented in the consolidated balance sheet within total equity, separately from the equity attributable to the owners of the Company.

Notes to the Consolidated Financial Statements

Note 59 : First-time adoption of Ind AS (Contd.)

4. **Goodwill** : Under Indian GAAP, any change in the proportion of equity held by the non-controlling interest was adjusted through goodwill. Under Ind AS, the entity shall recognise directly in equity any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received, and attribute it to the owners of the parent.
5. **Realignment of Project Cost** : The Group has undertaken a detailed exercise to determine the manner of expense allocation to inventory in context of the requirements of Ind-AS and accordingly have realigned allocation of expenses to project inventory. Further, acquisition of stake in a subsidiary has been classified as an asset acquisition and consequently the Goodwill as per Indian GAAP (representing cost of land) has been reclassified to project inventory.
6. **Revenue Recognition**: Revenue from sale of goods has been recognised only when the risk and rewards in the goods passes to the buyer. Also cost corresponding to the revenue has been deferred.
7. **Sales Return** : Under Ind AS, provision for sales return is considered based on history of bad and doubtful debt
8. **Share of Profits in Associates and JVs** : This is the group's share in the Ind AS adjustments of the associates and joint ventures recorded on transition to Ind AS.
9. **Business Combination** : Under Ind AS, when additional stake is purchased in an equity accounted investee which results in gaining control over the entity, the previous stake is re-measured at fair value and the resulting gain or loss is recorded through profit and loss account. Further the business combination is accounted by using the acquisition method.

Also the Group has granted put option to minority interests, which gives the counter party a right to sell their interests to the Company on agreed terms. On transition to Ind AS, such put option has been classified as a financial liability payable to the investor and is re-measured at fair value at each reporting date. The minority interest under previous GAAP has been de-recognised for such subsidiaries and the difference between the fair value of the put option and the carrying value of the minority interest under previous GAAP has been adjusted through retained earnings on the date of transition. Subsequently the financial liability is measured at fair value at each reporting date.

10. **Others Ind AS adjustments** : Other Ind AS adjustments include fair valuation of employee stock options, discounting of long term trade payables etc.
11. **Proposed dividend** : Under Indian GAAP, proposed dividends are recognised as a liability in the period to which they relate, irrespective of when they are declared. Under Ind-AS, a proposed dividend is recognised as a liability in the period in which it is declared by the company (usually when approved by shareholders in a general meeting) or paid.
12. **Financial instruments**: Under Indian GAAP, investments in mutual funds were measured at lower of cost or market value while under Ind AS, such investments are required to be measured at fair value with the resultant gain or loss being recognised in profit or loss. Under Ind AS, investments in debentures and other debt instruments are required to be measured at amortised cost with interest income determined with reference to the effective interest rate.

Under Indian GAAP, the long term investments were measured at cost less provision for other than temporary diminution in the value of investments. Under Ind AS, the Group has designated such investments as FVTPL , which are measured at fair value. At the date of transition to Ind AS, difference between the instruments' fair value and Indian GAAP carrying amount has been recognised in the statement of profit and loss.

Notes to the Consolidated Financial Statements

Note 58 : First-time adoption of Ind AS (Contd.)

- 13. Employee Benefit :** Under Ind AS, the ESOP Trust is consolidated as the ESOP Trust was established by the Group for the administration of Employee Stock Option Plan of the Group. As Group has control over the trust, the same is treated as a subsidiary and all assets and liabilities have been consolidated on a line by line basis.
- 14. Deferred Taxes :** Under Ind AS, deferred tax on account of fair value adjustment in relation to past schemes of amalgamation and on other Ind AS differences has been appropriately recognized. Indian GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The application of the balance sheet approach has resulted in recognition of deferred tax on new temporary differences which was not required under Indian GAAP. Also all Ind AS adjustments may have corresponding Deferred Tax Impact.
- 15. Bank Overdrafts :** The Group has availed bank overdrafts repayable on demand. Under Ind AS, bank overdrafts repayable on demand and which form an integral part of the cash management process are included in cash and cash equivalents for the purpose of presentation of cash flows. Under Indian GAAP, bank overdrafts used to be considered as part of borrowings and movement in bank overdrafts were shown as part of financing activities.
- 16. Derivative contracts:** Under Indian GAAP, the premium and discount on forward contracts were amortised over the contract period. For other derivative contracts only mark to market losses were recognised based on prudence. However, under Ind AS all derivatives are measured at fair value at each reporting period and changes therein are recognised in profit and loss.

Note 59 : Disclosure in respect of Specified Bank Notes Held and Transacted

In accordance with the Notification No. - G.S.R 308(E) issued by the Ministry of Corporate Affairs dated March 30, 2017, the details of Specified Bank Notes (SBN) held and transacted during the period November 8, 2016 to December 30, 2016 is provided in the table below:

Amount ₹ in Crore

	Specified Bank Notes	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	3.40	1.26	4.66
(+) Permitted receipts	8.44	77.57	86.01
(-) Permitted payments	(0.11)	(10.20)	(10.31)
(-) Amount deposited in Banks	(11.72)	(64.87)	(76.59)
Closing cash in hand as on 30.12.2016	0.01	3.76	3.77

Notes

- The opening balance of a subsidiary company includes imprest/advance with employees and amounts collected by field staff on or before November 08, 2016, which has been deposited into the group's bank account subsequently.
- The closing cash on hand of one of the subsidiary companies in respect of SBNS amounting to ₹ 0.01 crore comprises of certain stolen SBNS which were recovered and seized by the local police and are the subject matter / evidence in a theft case in respect of which a complaint has been filed with the local police. The said subsidiary company had approached a Court of law for an order permitting the deposit of the said SBNS before the expiry of the deadline for deposit of the same with RBI / banks on December 30, 2016. However, the order granting permission to deposit the said SBNS in the bank, dated December 30, 2016, could not be obtained before close of business hours on December 30, 2016 and hence the SBNS could not be deposited in the bank.

Notes to the Consolidated Financial Statements

Note 60 :

Additional Information required under Schedule III to the Companies Act, 2013 of enterprises consolidated as Subsidiaries / Limited Liability Partnership / Associates / Joint Ventures.

Amount ₹ in Crore

Name of the entity	Net Assets i.e. total assets minus total liabilities		Share in profit or loss		Share in other comprehensive income (OCI)		Share in total comprehensive income (TCI)	
	As % of Consolidated net assets	Amount	As % of Consolidated profit or loss	Amount	As % of consolidated OCI	Amount	As % of TCI	Amount
1	2	3	4	5	6	7	8	9
Parent								
Godrej Industries Limited	34.59%	1,615.43	-31.66%	(145.24)	8.06%	(1.92)	-33.83%	(147.16)
Subsidiaries								
Indian								
Godrej Agrovet Limited	19.33%	902.62	45.33%	207.98	-1.18%	0.28	47.88%	208.26
Godrej Seeds and Genetics Limited	-	-	-0.25%	(1.15)	-	-	-0.26%	(1.15)
Godvet Agrochem Limited	0.23%	10.76	0.09%	0.40	-	-	0.09%	0.40
Astec Lifesciences Limited	2.81%	131.11	6.13%	28.12	0.21%	(0.05)	6.45%	28.07
Creamline Dairy Products Limited	8.71%	406.81	5.06%	23.23	2.89%	(0.69)	5.18%	22.54
Godrej Properties Limited	41.63%	1,944.43	27.08%	124.25	1.28%	(0.30)	28.49%	123.95
Godrej Real Estate Private Limited	-0.28%	(13.18)	-0.29%	(1.35)	-	-	-0.31%	(1.35)
Godrej Buildcon Private Limited	2.60%	121.44	5.50%	25.23	-	-	5.80%	25.23
Godrej Projects Development Private Limited	2.80%	130.89	-5.80%	(26.60)	0.03%	(0.01)	-6.12%	(26.60)
Godrej Garden City Properties Private Limited	0.09%	4.33	0.35%	1.61	-	-	0.37%	1.61
Godrej Green Homes Limited	0.01%	0.48	0.02%	0.08	-	-	0.02%	0.08
Godrej Hillside Properties Private Limited	0.01%	0.50	0.02%	0.11	-	-	0.02%	0.11
Godrej Home Developers Private Limited	0.01%	0.50	0.02%	0.11	-	-	0.02%	0.11
Godrej Investment Advisers Private Limited	0.03%	1.63	0.00%	0.01	-	-	0.00%	0.01
Godrej Prakriti Facilities Private Limited	0.00%	0.23	0.04%	0.17	-	-	0.04%	0.17
PrakritiPlaza Facilities Management Private Limited	0.00%	0.01	-	-	-	-	-	-
Godrej Highrises Properties Private Limited	0.00%	0.09	0.02%	0.09	-	-	0.02%	0.09
Godrej Genesis Facilities Management Private Limited	0.00%	0.13	0.03%	0.12	-	-	0.03%	0.12
Godrej Vikhroli Properties India Limited	8.73%	407.90	37.33%	171.27	-	-	39.37%	171.27
Citystar InfraProjects Limited	0.00%	0.01	0.00%	(0.01)	-	-	0.00%	(0.01)
Godrej Skyline Developers Private Limited *	0.00%	(0.00)	0.00%	(0.01)	-	-	0.00%	(0.01)
Godrej Developers & Properties LLP	0.00%	(0.01)	0.00%	(0.01)	-	-	0.00%	(0.01)
Godrej Land Developers LLP	0.00%	(0.01)	0.00%	(0.01)	-	-	0.00%	(0.01)
Godrej Project Developers & Properties LLP	0.00%	(0.01)	0.00%	(0.01)	-	-	0.00%	(0.01)
Godrej Highrises Realty LLP *	0.00%	(0.00)	0.00%	(0.00)	-	-	0.00%	(0.00)
Nature's Basket Limited	0.10%	4.85	-20.79%	(95.37)	3.28%	(0.78)	-22.10%	(96.15)
Ensemble Holdings and Finance Limited	1.51%	70.32	2.42%	11.12	-	-	2.56%	11.12
Godrej One Premises Management Private Limited	0.00%	0.01	-	-	-	-	-	-
Foreign								
Godrej International Ltd.	2.26%	105.74	3.45%	15.81	-	-	3.63%	15.81
Godrej International Trading & Investment Pte. Ltd.	0.24%	11.40	0.34%	1.55	-	-	0.36%	1.55
Godrej Fund Management Pte. Ltd.	0.16%	7.49	1.47%	6.76	1.51%	(0.36)	1.47%	6.41

Notes to the Consolidated Financial Statements

Amount ₹ in Crore

Name of the entity	Net Assets i.e. total assets minus total liabilities		Share in profit or loss		Share in other comprehensive income (OCI)		Share in total comprehensive income (TCI)	
	As % of Consolidated net assets	Amount	As % of Consolidated profit or loss	Amount	As % of consolidated OCI	Amount	As % of TCI	Amount
1	2	3	4	5	6	7	8	9
Associates (Investment as per equity method)								
Indian								
Godrej Consumer Products Limited	18.95%	885.09	65.49%	300.48	83.21%	(19.82)	64.52%	280.66
Polchem Hygiene Laboratories Private Limited	-	-	0.14%	0.62	-	-	0.14%	0.62
Foreign								
Al Rahaba International Trading LLC	0.00%	0.16	-0.64%	(2.95)	-	-	-0.68%	(2.95)
Joint Ventures (as per proportionate consolidation / Investment as per equity method)								
Indian								
Godrej Tyson Foods Limited	0.40%	18.63	2.22%	10.17	0.65%	(0.15)	2.30%	10.02
Omnivore India Capital Trust	0.14%	6.62	0.12%	0.57	-	-	0.13%	0.57
Godrej Realty Private Limited	-	-	-0.11%	(0.50)	-	-	-0.12%	(0.50)
Godrej Landmark Redevelopers Private Limited	-	-	2.85%	13.06	-	-	3.00%	13.06
Godrej Redevelopers (Mumbai) Private Limited	-	-	2.17%	9.94	-	-	2.29%	9.94
Wonder Space Properties Private Limited	-	-	-0.01%	(0.03)	-	-	-0.01%	(0.03)
Wonder City Buildcon Private Limited	-	-	0.21%	0.95	-	-	0.22%	0.95
Godrej Home Constructions Private Limited	-	-	-0.27%	(1.25)	-	-	-0.29%	(1.25)
Godrej Greenview Housing Private Limited	-	-	-0.27%	(1.24)	-	-	-0.29%	(1.24)
Wonder Projects Development Private Limited	-	-	0.00%	(0.01)	-	-	0.00%	(0.01)
Godrej Real View Developers Private Limited	-	-	-	-	-	-	-	-
Pearlite Real Properties Private Limited	-	-	0.00%	(0.01)	-	-	0.00%	(0.01)
Godrej Property Developers LLP	-	-	0.00%	(0.01)	-	-	0.00%	(0.01)
Mosaic Landmarks LLP *	-	-	0.00%	0.00	-	-	0.00%	0.00
Dream World Landmarks LLP	-	-	0.98%	4.51	-	-	1.04%	4.51
Oxford Realty LLP	-	-	0.06%	0.29	-	-	0.07%	0.29
Godrej SSPDL Green Acres LLP	-	-	-0.01%	(0.03)	-	-	-0.01%	(0.03)
Oasis Landmarks LLP	-	-	2.17%	9.95	-	-	2.29%	9.95
M S Ramaiah Ventures LLP	-	-	0.00%	(0.02)	-	-	0.00%	(0.02)
Caroa Properties LLP	-	-	-0.02%	(0.09)	-	-	-0.02%	(0.09)
Godrej Construction Projects LLP	-	-	-0.31%	(1.43)	-	-	-0.33%	(1.43)
Godrej Housing Projects LLP	-	-	-0.02%	(0.08)	-	-	-0.02%	(0.08)
Amitis Developers LLP	-	-	-0.01%	(0.03)	-	-	-0.01%	(0.03)
A R Landcraft LLP	-	-	-0.88%	(4.06)	-	-	-0.93%	(4.06)
Prakhhyat Dwellings LLP	-	-	-	-	-	-	-	-
Bavdan Realty @ Pune 21 LLP	-	-	0.00%	(0.01)	-	-	0.00%	(0.01)
Foreign								
ACI Godrej Agroviet Private Limited	1.07%	50.15	2.46%	11.28	-	-	2.59%	11.28
Inter-company Elimination & Consolidation Adjustments	-46.17%	(2,156.30)	-52.20%	(239.50)	0.08%	(0.02)	-55.06%	(239.52)
TOTAL	-	4,670.21	-	458.82	-	(23.82)	-	435.00

* Amount less than ₹ 0.01 crore

Notes to the Consolidated Financial Statements

Note 61 : Managerial Remuneration

1. Managerial Remuneration paid by the Parent Company for the year exceeded the permissible limit as prescribed under Schedule V of the Companies Act 2013 by ₹ 4.54 crore. The Parent Company is in the process of obtaining approval from Central Government of India for such excess remuneration paid. Pending such approvals, the amount is held in trust for the Company.
2. During the year, the stock options granted under the Subsidiary Company's stock option scheme were fully vested, exercised and transferred to the eligible employees including the Managing Director of a Subsidiary Company. The perquisite value of the said stock options have been included in the managerial remuneration which resulted in the same exceeding the limits prescribed under Section 197 of the Companies Act, 2013 by an amount of ₹ 86.61 crore. The Subsidiary Company is in the process of obtaining approval from the Shareholders and Central Government of India for ratification of payment of excess remuneration.

Note : 62

Details of Loans Given, Investments made and Guarantee given covered under section 186 (4) of the Companies Act, 2013 are given under the respective heads.

Note : 63

The Group has a process whereby periodically all long term contracts are assessed for material foreseeable losses. At the year end, the Group has reviewed and ensured that adequate provision as required under any law / accounting standards for material foreseeable losses, if any, on such long term contracts, including derivative contracts, has been made in the books of accounts.

Note : 64

There are no significant subsequent events that would require adjustments or disclosures in the financial statements as on the balance sheet date.

Note : 65

The figures of the current year are not strictly comparable with those of the corresponding figures of the previous years in view of amalgamation made.

Figures for the previous years have been regrouped / restated wherever necessary to conform to current year's presentation.