

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 1. Significant Accounting Policies.

#### 1. General information

Godrej Agrovet Ltd, ("the Company" or "Parent") is a public limited Company, which is domiciled and incorporated in the Republic of India with its registered office situated at 3<sup>rd</sup> Floor, Godrej One, Pirojshanagar, Vikhroli (East), Mumbai – 400 079. The Company and its subsidiaries, joint ventures and associates (the "Group") is a diversified agribusiness Group and its principal activities include manufacturing and marketing of high quality animal feed, innovative crop protection & agricultural inputs, palm oil & allied products & milk and milk products.

#### 2. Basis of preparation

##### (i) Compliance with Ind AS:

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act), Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standards) (Amendment) Rules, 2016 and other relevant provisions of the Act, as applicable.

The financial statements upto year ended 31<sup>st</sup> March 2016 were prepared 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 (Indian GAAP) and other relevant provisions of the Act as applicable.

These financial statements are the Group's first Ind AS financial statements and are covered by Ind AS 101, First-time adoption of Indian Accounting Standards. The transition to Ind AS has been carried out from the accounting principles generally accepted in India ("Indian GAAP") which is considered as the "Previous GAAP" for purposes of Ind AS 101. An explanation of how the transition to Ind AS has affected the Group's financial position, financial performance and cash flow is provided in Note No.71.

The financial statements of the Group for year ended 31<sup>st</sup> March 2017 were authorized for issue in accordance with a resolution of the Board of Directors on 12<sup>th</sup> May 2017.

##### (ii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

- certain financial assets and liabilities (including derivative instruments) that are measured at fair value;
- asset held for sale and biological Assets – measured at fair value less cost to sell;
- defined benefit plans – plan assets measured at fair value; and
- share-based payments – measured at fair value

##### (iii) Functional and presentation currency

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

#### 3. Basis of consolidation

##### (i) Subsidiaries :

Subsidiaries are all entities over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

The acquisition method of accounting is used to account for business combinations by the group. The group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Inter Group transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed wherever necessary to ensure consistency with the policies adopted by the group.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit and loss, consolidated statement of changes in equity and balance sheet respectively.

##### (ii) Equity method :

Under the equity method of accounting, the investments are initially recognised at cost and adjusted thereafter to recognise the group's share of the post-acquisition profits or losses of the investee in the Statement of Profit and Loss, and the group's share of other comprehensive income of the investee in other comprehensive income.

When the group's share of losses in an equity-accounted investment equals or exceeds its interest in the entity, including any other unsecured long-term receivables, the unless it has incurred obligations or made payments on

behalf of the other entity group does not recognise further losses, Unrealised gains on transactions between the group and its subsidiaries are eliminated to the extent of the group's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the group.

#### 4. Business combinations

The acquisition method of accounting is used to account for all business combinations, regardless of whether equity instruments or other assets are acquired. The consideration transferred for the acquisition of a subsidiary comprises the

- Fair value of the assets transferred;
- Liabilities incurred to the former owners of the acquired business;
- Equity interests issued by the group
- Fair value of any asset or liability resulting from contingent consideration arrangement Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are, with limited exceptions, measured initially at their fair values at the acquisition date. The group recognizes any non-controlling interest in the acquired entity on an acquisition-by-acquisition basis either at their fair value or at the non-controlling interest's proportionate share of the acquired entity's net identifiable assets.

Acquisition related costs are expenses as incurred.

The excess of the

- Consideration transferred;
  - Amount of any non-controlling interest in the acquired entity; and
  - Acquisition date fair value of any previous equity interest in the acquired entity
- over the fair value of the net identifiable assets acquired is recorded as goodwill. If those amounts are less than the fair value of the net identifiable assets acquired, the difference is recognized in other comprehensive income and accumulated in equity as capital reserve provided there is clear evidence of the underlying reasons for classifying the business combination as a bargain purchase. In other cases, the bargain purchase gain is recognized directly in equity as capital reserve.

If the business combination is achieved in stages, the acquisition date carrying value of the acquirer's previously held equity interest is remeasured to fair value at the acquisition date. Any gains arising from such remeasurement are recognized in the Statement of Profit and Loss or Other Comprehensive Income, as appropriate.

#### 5. Key estimates and assumptions

While preparing financial statements in conformity with Ind AS, the management has made certain estimates and assumptions that require subjective and complex judgments. These judgments affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses, disclosure of contingent liabilities at the statement of financial position date and the reported amount of income and expenses for the reporting period. Future events rarely develop exactly as forecasted and the best estimates require adjustments, as actual results may differ from these estimates under different assumptions or conditions.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

Judgement, estimates and assumptions are required in particular for:

##### • Determination of the estimated useful lives of tangible assets

Useful lives of tangible assets are based on the life prescribed in Schedule II of the Companies Act, 2013. In cases, where the useful lives are different from that prescribed in Schedule II, they are based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers' warranties and maintenance support.

##### • Recognition and measurement of defined benefit obligations

The obligation arising from defined benefit plan is determined on the basis of actuarial assumptions. Key actuarial assumptions include discount rate, trends in salary escalation, actuarial rates and life expectancy. The discount rate is determined by reference to market yields at the end of the reporting period on government bonds. The period to maturity of the underlying bonds correspond to the probable maturity of the post-employment benefit obligations. Due to complexities involved in the valuation and its long term nature, defined benefit obligation is sensitive to changes in these assumptions. All assumptions are reviewed at each reporting period.

##### • Recognition of deferred tax assets

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, and unutilized business loss and depreciation carry-forwards and tax credits. Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, depreciation carry-forwards and unused tax credits could be utilized.

- **Recognition and measurement of other provisions**

The recognition and measurement of other provisions are based on the assessment of the probability of an outflow of resources, and on past experience and circumstances known at the balance sheet date. The actual outflow of resources at a future date may therefore, vary from the amount included in other provisions.

- **Discounting of long-term financial assets / liabilities**

All financial assets / liabilities are required to be measured at fair value on initial recognition. In case of financial liabilities/assets which are required to subsequently be measured at amortised cost, interest is accrued using the effective interest method.

- **Fair valuation of employee share options**

The fair valuation of the employee share options is based on the Black-Scholes model used for valuation of options. Key assumptions made with respect to expected volatility includes share price, expected dividends and discount rate, under this option pricing model.

- **Determining whether an arrangement contains a lease**

At inception of an arrangement, the Group determines whether the arrangement is or contains a lease.

At inception or on reassessment of an arrangement that contains a lease, the Group separates payments and other consideration required by the arrangement into those for the lease and those for other elements on the basis of their relative fair values. If the Group concludes for a finance lease that it is impracticable to separate the payments reliably, then an asset and a liability are recognised at an amount equal to the fair value of the underlying asset; subsequently, the liability is reduced as payments are made and an imputed finance cost on the liability is recognised using the Group's incremental borrowing rate. And in case of operating lease, treat all payments under the arrangement as lease payments.

- **Rebates and sales incentives**

Rebates are generally provided to distributors or customers as an incentive to sell the Group's products. Rebates are based on purchases made during the period by distributor / customer. The Group determines the estimates of rebate accruals primarily based on the contracts entered into with their distributors / customers and the information received for sales made by them.

- **Fair value of financial instruments**

Derivatives are carried at fair value. Derivatives includes foreign currency forward contracts, commodity futures and interest rate swaps. Fair value of foreign currency forward contracts are determined using the fair value reports provided by respective bankers. Fair value of interest rate swaps are determined with respect to current market rate of interest.

## 6. Measurement of fair values

The Group's accounting policies and disclosures require the measurement of fair values for, both financial and non-financial assets and liabilities.

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.

## 7. Standards issued but not yet effective

### i) Ind AS 102 Share-based Payment:

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, 33 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 in the process of making an assessment of the impact of amendments to Ind AS 102. As at the date of this report, the Group's management does not expect that the impact on the Group's results of operations and financial position will be material upon adoption of amendments to Ind AS 102.

## 8. Significant accounting policies

### A. Revenue

#### i. Sale of goods

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates. Revenue is recognised when 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.

#### ii. Dividend income

Dividend income is recognised only 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.

#### iii. Interest income

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.

### B. Foreign currency

#### i. Functional and presentation currency

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 and balances

Transactions in foreign currencies are translated into the respective functional currencies of the Group at the exchange rates at the dates of the transactions or an average rate if the average rate approximates the actual rate at the date of the transaction.

Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rate at the date of the transaction. At each balance sheet date, foreign currency monetary items are reported using the closing exchange rate. Exchange differences that arise on settlement of monetary items or on reporting at each balance sheet date of the Group's monetary items at the closing rate are recognized as income and expenses in the period in which they arise.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of transactions. Non-monetary items that are measured at fair value in a foreign currency shall be translated using the exchange rates at the date when the fair value was measured.

Exchange differences are generally recognised in the Statement of Profit and Loss, except exchange differences arising from the translation of the following item which are recognized in OCI:

- Qualifying cash flow hedges to the extent that the hedges are effective.

### C. Employee benefits

#### i. Short term employee benefits

All employee benefits payable wholly within twelve months of rendering services are classified as short-term employee benefits. Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably. The Group has a scheme of Performance Linked Variable Remuneration (PLVR) which rewards its employees based on either Economic Value Added (EVA) or Profit before tax (PBT). The PLVR amount is related to actual improvement made in either EVA or PBT over the previous year when compared with expected improvements.

Short-term benefits such as salaries, wages, short-term compensation absences, etc., are determined on an undiscounted basis and recognized

in the period in which the employee renders the related service.

ii. **Defined contribution plans**

Obligations for contributions to defined contribution plans such as Provident Fund and Family pension maintained with Regional Provident Fund Office are expensed as the related service is provided.

iii. **Defined benefit plans**

The following post – employment benefit plans are covered under the defined benefit plans:

- Provident Fund Contributions other than those made to the Regional Provident Fund Office of the Government which are made to the Trust administered by the Group.

The Group's contribution to the Provident Fund Trust as established by the Group, is also considered as a Defined Benefit Plan because, as per the rules of Group's Provident Fund Scheme, 1952, if the return on investment is less or for any other reason, then the deficiency shall be made good by the Group. The Group's net obligations in respect of such plans is calculated by estimating the amount of future benefit that the employees have earned in return for their services and the current and prior periods that benefit is discounted to determine its present value and the fair value of the plan asset is deducted.

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, discounting that amount and deducting the fair value of any plan assets.

**Gratuity Fund**

The Group provides for gratuity, a defined benefit retirement plan covering eligible employees. The Gratuity Plan provides a lump-sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the Group. The calculation of defined benefit obligations is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Group, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

iv. **Other long-term employee benefits**

Liability toward long-term Compensated Absences are provided for on the basis of an actuarial valuation, using the Projected Unit Credit Method, as at the date of the Balance Sheet. Actuarial gains / losses comprising of experience adjustments and the effects of changes in actuarial assumptions are immediately recognised in the Statement of Profit and Loss.

v. **Terminal Benefits:**

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

**D. Income Tax**

Income tax expense comprises current and deferred tax. It is recognised in the Statement of Profit and Loss except to the extent that it relates to a business combination, or items recognised directly in equity or in other comprehensive income.

i. **Current tax**

Current tax is the amount of tax payable (recoverable) in respect of the taxable profit / (tax loss) for the year determined in accordance with the provisions of the Income-Tax Act, 1961. Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

Current tax assets and liabilities are offset only if, the Group:

- a) has a legally enforceable right to set off the recognised amounts; and
- b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

ii. **Deferred tax**

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for:

- temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither

accounting nor taxable profit or loss;

- temporary differences related to investments in subsidiaries and associates to the extent that the Group is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future; and
- taxable temporary differences arising on the initial recognition of goodwill.

Deferred tax assets are recognised 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 realised; such reductions are reversed when the probability of future taxable profits improves. Unrecognized deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been 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.

Deferred tax assets and liabilities are offset only if:

- a) the entity has a legally enforceable right to set off current tax assets against current tax liabilities; and
- b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

**E. Inventories**

Inventories are carried in the balance sheet as follows:

- (a) Raw materials, Stock in Trade and Stores & Spares: At lower of cost, on weighted average basis and net realisable value.
- (b) Work-in-progress-Manufacturing: At lower of cost of materials, plus appropriate production overheads and net realisable value.
- (c) Finished Goods-Manufacturing: At lower of cost of materials, plus appropriate production overheads and net realisable value.

The cost of inventories have been computed to include all cost of purchases, cost of conversion and other related costs incurred in bringing the inventories to the present location and condition. 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.

- (d) 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.

**F. Property, plant and equipment**

i. **Recognition and measurement**

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

The cost of an item of property, plant and equipment comprises:

- a) its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.
- b) any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.
- c) the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

Income and expenses related to the incidental operations, not necessary to bring the item to the location and condition necessary for it to be capable of operating in the manner intended by management, are recognised in the Statement of Profit and Loss.

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

Any gain or loss on disposal of an item of property, plant and equipment is recognised in the Statement of Profit and Loss.

On transition to Ind AS, the Group has elected to continue with the carrying value of all its property, plant and equipment as recognized as at April 01, 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

#### ii. Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Group.

#### iii. Depreciation/ Amortizations

Depreciation on tangible fixed assets is provided in accordance with the provisions of Schedule II of the Companies Act 2013, on Straight Line Method. Depreciation on additions / deductions is calculated on pro rata basis from/ up to the month of additions/deductions. 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. In case of the following category of property, plant and equipment, the depreciation has been provided based on the technical specifications, external & internal assessment, requirement of refurbishments and past experience of the remaining useful life which is different from the useful life as specified in Schedule II to the Act:

- (a) Plant and Machinery: - 20 Years
- (b) Computer Hardware/Crates, cans and milko testers:  
Depreciated over the estimated useful life of 4 years.
- (c) Leasehold Land:  
Amortized over the primary lease period.
- (d) Leasehold improvements and equipments:  
Amortised over the Primary lease period or 16 years whichever is less  
Assets costing less than ₹ 5,000 are fully depreciated in the year of purchase/acquisition.

#### G. Borrowing costs

Borrowing costs that are directly attributable to the acquisition or construction of a qualifying 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 ready for its intended use or sale. Other borrowing costs are recognised as an expense in the period in which they are incurred.

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

#### H. Segment reporting

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

#### I. Intangible assets

##### Recognition and measurement

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

Intangible assets viz. Technical Know-how fees, Grant of Licenses and Computer software, which are acquired by the Group and have finite useful lives are measured at cost less accumulated amortisation and any accumulated impairment losses.

The cost of intangible assets at 1<sup>st</sup> April 2015, the Group's date of transition to Ind AS, was determined with reference to its carrying value at that date.

##### Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values using the straight-line method over their estimated useful lives, and is generally recognised in the Statement of Profit and Loss.

The intangible assets are amortised over the estimated useful lives as given below:

- Grant of licenses	: 10 years
- Computer Software	: 6 years
- Tree Development Cost	: 15 years
- Technical Know-how of a capital nature & Product Registration expenses	: 6 years

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

##### Research and Development Expenditure

Research 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 period on research & development is accounted for as an addition to property, plant & equipment.

#### J. Share-based payments:

- a. Employees of the Group receive remuneration in the form of share-based payments, whereby employees render services as consideration for equity instruments (equity-settled transactions).
- b. The cost of equity-settled transactions is determined by the fair value at the date when the grant is made using an appropriate valuation model.
- c. That cost is recognised, together with a corresponding increase in share-based payment reserves in equity, over the period in which the performance and/or service conditions are fulfilled. The cumulative expense recognised for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Group's best estimate of the number of equity instruments that will ultimately vest.
- d. When the terms of an equity-settled award are modified, the minimum expense recognised is the expense had the terms had not been modified, if the original terms of the award are met. 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. Where an award is cancelled by the entity or by the counterparty, any remaining element of the fair value of the award is expensed immediately through the Statement of Profit and Loss.
- e. The dilutive effect of outstanding options is reflected as additional share dilution in the computation of diluted earnings per share.

#### K. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts such as foreign currency foreign exchange forward contracts, interest rate swaps and currency options; and embedded derivatives in the host contract.

Financial instruments also covers contracts to buy or sell a non-financial item that can be settled net in cash or another financial instrument, or by exchanging financial instruments, as if the contracts were financial instruments, with the exception of contracts that were entered into and continue to be held for the purpose of the receipt or delivery of a non-financial item in accordance with the entity's expected purchase, sale or usage requirements.

Derivatives are currently recognized at fair value on the date on which the derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period.

#### i. Financial assets

##### Classification

The Group classifies its financial assets in the following measurement categories:

- Where assets are measured at fair value, gains and losses are either recognized entirely in the Statement of Profit and Loss (i.e. fair value through profit or loss), or recognized in Other Comprehensive Income (i.e. fair value through other comprehensive income).
- A financial asset that meets the following two conditions is measured at amortized cost (net of any write down for impairment) unless the asset is designated at fair value through profit or loss under the fair value option. Business model test: The objective of the Group's business model is to hold the financial asset to collect the contractual cash flows (rather than to sell the instrument prior to its contractual maturity to realize its fair value changes).
- Cash flow characteristics test: The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

##### Initial recognition & measurement

At initial recognition, the Group measures a financial asset at fair value plus, in the case of a financial asset not recorded at fair value through the Statement of Profit and Loss, transaction costs that are attributable to the acquisition of the financial asset.

##### Equity investments (other than investments in associates and joint venture)

- All equity investments in scope of Ind-AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Group decides to classify the same either as at FVOCI or FVTPL. The Group makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.
- If the Group decides to classify an equity instrument as FVOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the

OCI. There is no recycling of the amounts from OCI to profit and loss, even on sale of investment. However, the Group may transfer the cumulative gain or loss within equity.

- Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

#### Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a Group of similar financial assets) is primarily derecognised (i.e. removed from the Group's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

When the Group has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Group continues to recognise the transferred asset to the extent of the Group's continuing involvement. In that case, the Group also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Group could be required to repay.

#### Impairment of financial assets

In accordance with Ind-AS 109, the Group applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, and bank balance.
- b) Trade receivables - The application of simplified approach does not require the Group to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. Trade receivables are tested for impairment on a specific basis after considering the sanctioned credit limits, security like letters of credit, security deposit collected etc. and expectations about future cash flows.

#### ii. Financial liabilities

##### Classification

Financial liabilities and equity instruments issued by the Group are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

The Group classifies all financial liabilities as subsequently measured at amortised cost, except for financial liabilities at fair value through the Statement of Profit and Loss. Such liabilities, including derivatives that are liabilities, shall be subsequently measured at fair value.

##### Initial recognition and measurement

Financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instrument. Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable and incremental transaction cost.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

The Group's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

##### 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.

#### Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit and loss.

#### 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.

#### 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. 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.

#### L. Provisions and contingent liabilities

Provisions are recognized when there is a present obligation (legal or constructive) 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 a reliable estimate can be made of the amount of the obligation.

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.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but will probably not, require an outflow of resources. When there is a possible obligation of a present obligation in respect of which the likelihood of outflow of resources is remote, no provision disclosure is 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.

#### M. 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 profit or loss.

Amounts accumulated in equity are reclassified to profit or loss in the periods when the hedged item affects profit or loss.

#### N. 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. **Lease payments**

Payments made under operating leases are recognised in the Statement of Profit and Loss on a straight line basis over the term of the lease unless such payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increase.

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. **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.

O. **Impairment of non-financial assets**

Goodwill and intangible assets that have infinite useful life are not subjected to amortization and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired.

The carrying values of other 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, an impairment is recognised for such excess amount.

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 that reflects current market assessments of the time value of money and the risk specific to the asset.

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 Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets, such reversal is not recognised.

P. **Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand 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 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.

Q. **Grants / subsidies**

Grants are recognized 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 recognized as income in the statement of profit and loss over the period and in proportion in which depreciation is charged.

Revenue grants are recognized in the statement of profit and loss in the same period as the related cost which they are intended to compensate are accounted for.

R. **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 recognized over the period of the contract by reference to the stage of completion.

Contract costs are recognized 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 recognized immediately.

When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognized 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.

S. **Biological assets**

Biological assets are measured at fair value less costs to sell, with any change therein recognized in profit or loss.

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## Note 2: Property, Plant &amp; Equipment

(₹ in lakh)

PARTICULARS	Freehold Land	Leasehold Land	Buildings	Plant and Machinery	Furniture and Fixtures	Vehicles	Office & Others Equipment	Tree Development Cost	Leasehold Improvements	Livestock used for R&D	Research Center	Total
<b>As at March 31, 2016</b>												
<b>Gross Block</b>												
At April 1, 2015	4,621.11	1,370.10	12,361.69	31,092.99	242.05	1,517.86	896.71	80.49	17.57	44.49	0.79	52,245.85
Taken over	25,020.74	250.00	6,174.19	7,225.43	139.43	289.67	194.31	-	-	-	-	39,293.77
Additions	279.44	1,702.49	11,534.47	8,411.90	451.33	549.26	576.01	-	11.48	11.55	-	23,527.93
Disposals	(52.44)	-	(64.52)	(108.67)	(5.31)	(70.75)	(7.31)	-	-	(10.22)	(0.12)	(319.34)
<b>As at March 31, 2016</b>	<b>29,868.85</b>	<b>3,322.59</b>	<b>30,005.83</b>	<b>46,621.65</b>	<b>827.50</b>	<b>2,286.04</b>	<b>1,659.72</b>	<b>80.49</b>	<b>29.05</b>	<b>45.82</b>	<b>0.67</b>	<b>114,748.21</b>
<b>Accumulated Depreciation</b>												
For the year	-	26.37	838.92	3,408.01	77.63	270.97	226.48	40.25	5.37	4.20	-	4,898.20
Taken over	-	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	(3.05)	(10.55)	(0.89)	(6.00)	(1.61)	-	-	(0.52)	-	(22.62)
<b>Closing Accumulated Depreciation</b>	<b>-</b>	<b>26.37</b>	<b>835.87</b>	<b>3,397.46</b>	<b>76.74</b>	<b>264.97</b>	<b>224.87</b>	<b>40.25</b>	<b>5.37</b>	<b>3.68</b>	<b>-</b>	<b>4,875.58</b>
<b>Net Block as at March 31, 2016</b>	<b>29,868.85</b>	<b>3,296.22</b>	<b>29,169.96</b>	<b>43,224.19</b>	<b>750.76</b>	<b>2,021.07</b>	<b>1,434.85</b>	<b>40.24</b>	<b>23.68</b>	<b>42.14</b>	<b>0.67</b>	<b>109,872.63</b>
<b>As at March 31, 2017</b>												
<b>Gross Block</b>												
Cost as at April 1, 2016	29,868.85	3,322.59	30,005.83	46,621.65	827.50	2,286.04	1,659.72	80.49	29.05	45.82	0.67	114,748.21
Taken over	1,638.78	-	2,480.31	1,841.89	9.43	472.53	22.09	-	-	-	-	6,465.03
Additions	1,644.04	-	2,990.08	7,913.59	141.60	827.63	692.83	-	80.03	5.57	-	14,295.37
Disposals	(621.56)	-	(0.20)	(591.72)	(27.00)	(202.55)	(27.86)	-	-	(5.70)	(0.57)	(1,477.16)
<b>As at March 31, 2017</b>	<b>32,530.11</b>	<b>3,322.59</b>	<b>35,476.02</b>	<b>55,785.41</b>	<b>951.53</b>	<b>3,383.65</b>	<b>2,346.78</b>	<b>80.49</b>	<b>109.08</b>	<b>45.69</b>	<b>0.10</b>	<b>134,031.45</b>
<b>Accumulated Depreciation</b>												
As at April 1, 2016	-	26.37	835.87	3,397.46	76.74	264.97	224.87	40.25	5.37	3.68	-	4,875.58
For the year	-	37.81	1,185.41	5,070.92	111.78	389.01	339.07	40.24	10.04	4.48	-	7,188.76
Taken over	-	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	(0.04)	(176.20)	(5.95)	(47.10)	(8.02)	-	-	(0.77)	-	(238.08)
<b>Closing Accumulated Depreciation</b>	<b>-</b>	<b>64.18</b>	<b>2,021.24</b>	<b>8,292.18</b>	<b>182.57</b>	<b>606.88</b>	<b>555.92</b>	<b>80.49</b>	<b>15.41</b>	<b>7.39</b>	<b>-</b>	<b>11,826.26</b>
<b>Net Block</b>	<b>32,530.11</b>	<b>3,258.41</b>	<b>33,454.78</b>	<b>47,493.23</b>	<b>768.96</b>	<b>2,776.77</b>	<b>1,790.86</b>	<b>-</b>	<b>93.67</b>	<b>38.30</b>	<b>0.10</b>	<b>122,205.19</b>

Note No. 2.1: 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), Ariyalur & 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.

Note No. 2.2 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. (Refer Note No. 61(i))

Note No. 2.3 Figures takenover during the previous year are pertaining to Creamline Dairy Products Limited and Astec Lifescience Limited, which were acquired during the previous year.

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 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 1, 2015 under the previous GAAP.

## Deemed cost as on 1 April 2015

(₹ in lakh)

PARTICULARS	Freehold Land	Leasehold Land	Buildings	Plant and Equipment	Furniture and Fixtures	Vehicles	Office Equipment	Tree Development Cost	Leasehold Improvements	Livestock used for R&D	Research Center	Total
Gross Block as on 1 April, 2015	4,621.11	1,434.31	14,526.45	41,491.24	547.93	1,902.16	1,333.49	414.81	29.10	46.58	15.83	66,363.01
Accumulated Depreciation till 1, April 2015	-	64.21	2,164.76	10,398.25	305.88	384.30	436.78	334.32	11.53	2.09	15.04	14,117.16
Net Block treated as Deemed cost upon transition	4,621.11	1,370.10	12,361.69	31,092.99	242.05	1,517.86	896.71	80.49	17.57	44.49	0.79	52,245.85

## Note 3: Intangible Assets

(₹ in lakh)

PARTICULARS	Computer Software	Brand	Tech Know How Fees	Grant of Licences	Product Registration	Total
<b>As at March 31, 2016</b>						
<b>Gross Block</b>						
As at April 1, 2015	479.42	-	-	1,700.46	-	2,179.88
Taken over	160.62	3,822.17	-	-	244.94	4,227.73
Additions	215.25	-	-	-	25.61	240.86
Disposals	-	-	-	-	-	-
<b>Closing Gross Block</b>	<b>855.29</b>	<b>3,822.17</b>	<b>-</b>	<b>1,700.46</b>	<b>270.55</b>	<b>6,648.47</b>
<b>Accumulated Depreciation</b>						
For the year	223.87	-	-	425.12	115.42	764.41
Taken over	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
<b>As at March 31, 2016</b>	<b>223.87</b>	<b>-</b>	<b>-</b>	<b>425.12</b>	<b>115.42</b>	<b>764.41</b>
<b>Net Block as at March 31, 2016</b>	<b>631.42</b>	<b>3,822.17</b>	<b>-</b>	<b>1,275.34</b>	<b>155.13</b>	<b>5,884.06</b>
<b>As at March 31, 2017</b>						
<b>Gross Block</b>						
As at April 1, 2016	855.29	3,822.17	-	1,700.46	270.55	6,648.47
Additions	406.56	-	-	-	-	406.56
Assets classified as held for sale	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
<b>As at March 31, 2017</b>	<b>1,261.85</b>	<b>3,822.17</b>	<b>-</b>	<b>1,700.46</b>	<b>270.55</b>	<b>7,055.03</b>
<b>Accumulated Depreciation</b>						
As at April 1, 2016	223.87	-	-	425.12	115.42	764.41
For the year	221.31	-	-	425.12	56.41	702.84
Disposals	-	-	-	-	-	-
<b>As at March 31, 2017</b>	<b>445.18</b>	<b>-</b>	<b>-</b>	<b>850.24</b>	<b>171.83</b>	<b>1,467.25</b>
<b>Net Block as at March 31, 2017</b>	<b>816.67</b>	<b>3,822.17</b>	<b>-</b>	<b>850.22</b>	<b>98.72</b>	<b>5,587.78</b>

Note No. 3.1 Figures takenover during the previous year are pertaining to Creamline Dairy Products Limited and Astec Lifescience Limited, which were acquired during the previous year.

The group has availed the deemed cost exemption in relation to the 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 amortisation on April 1, 2015 under the previous GAAP

## Deemed cost as on April 1, 2015

(₹ in lakhs)

PARTICULARS	Computer Software	Brand	Tech Know How Fees	Grant of Licences	Product Registration	Total
Gross Block as on 1 April, 2015	1,197.67	-	200.00	4,251.18	-	5,648.85
Accumulated Depreciation till 1 April, 2015	718.25	-	200.00	2,550.72	-	3,468.97
Net Block treated as Deemed cost upon transition	479.42	-	-	1,700.46	-	2,179.88

## Note 4: Biological Assets

## A. Reconciliation of carrying amount

March 31, 2017

(₹ in lakh)

Particulars	Poultry		Oil palm saplings		Total
	Qty.	Amt.	Qty.	Amt.	
Balance as April 1, 2016	-	-	1,205,458	886.81	886.81
Add:					
i Purchases	-	-	60,000	12.44	12.44
ii Production/ Cost of Development	-	-	-	42.19	42.19
Less:					
i Sales / Disposals	-	-	(653,286)	(465.83)	(465.83)
ii Change in fair value less cost to sell:					
Realised	-	-	-	(16.28)	(16.28)
Unrealised	-	-	-	7.65	7.65
<b>Balance as at March 31, 2017</b>			<b>612,172</b>	<b>466.98</b>	<b>466.98</b>
<b>March 31, 2016</b>					
Particulars	Poultry		Oil palm saplings		Total
	Qty.	Amt.	Qty.	Amt.	
Balance as April 1, 2015	325,469	181.22	1,294,667	1,052.44	1,233.66
Add:					
i Purchases	14,013	25.31	492,200	178.07	203.38
ii Production/ Cost of Development	488,736	76.99	-	120.12	197.11
Less:					
i Sales/ Disposals	(828,218)	(301.12)	(581,409)	(452.70)	(753.82)
ii Change in fair value less cost to sell:					
Realised	-	17.60	-	(24.13)	(6.53)
Unrealised	-	-	-	13.01	13.01
<b>Balance as at March 31, 2016</b>	<b>-</b>	<b>-</b>	<b>1,205,458</b>	<b>886.81</b>	<b>886.81</b>

The Group has trading operations in oil palm plantations whereby the group purchases the saplings and sell the saplings once it has achieved the desired growth. During the year 2016-17, the group purchased 60,000 (2015-16: 492,200) number of saplings, out of which 60,000 (2015-2016: 492,200) were still under cultivation.

## B. 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-

Particulars	March 31, 2017	March 31, 2016
<b>Gain/(loss) included in 'other operating revenue'</b>	<b>(8.63)</b>	<b>6.48</b>
Change in fair value (realised)	(16.28)	(6.53)
Change in fair value (unrealised)	7.65	13.01

iii. Valuation techniques and significant unobservable inputs				(₹ in lakh)			
Type	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015	
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	24 (Previous year 24 as of 1.04.2015 24) Equity Shares of AED. 1500/- each	20.36	315.76	406.52
Oil Palm Saplings - it comprises the stock under cultivation	Cost approach and percentage completion method	1. 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)	(b) Investment in equity of joint ventures (Unquoted)			
				i Godrej Tyson Foods Limited 97,461 (Previous year 97,461, as of 1.04.2015 97,461 ) Equity Shares of ₹10/- each	8,465.42	7,463.63	6,550.68
				ii ACI Godrej Agrovet Private Limited 1,850,000 (Previous year 1,850,000, as of 1.04.2015 185,000) Equity Shares of Tk. 100/- each	6,272.82	5,144.77	3,477.91
				iii Omnivore India Capital Trust 2,125 (Previous year 1,875 as of 1.04.2015 1,250) units of ₹ 100,000 each.	2,786.39	2,592.54	1,210.93
				<b>Total (A)</b>	<b>17,544.99</b>	<b>15,516.70</b>	<b>12,230.61</b>

#### B. Risk Management strategies related to agricultural activities

The group is exposed to the following risks relating to its plantations

##### i. Regulatory and environmental risks

The group 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 group 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.

##### iii. Climate and other risks

The group's plantations are exposed to the risk of damage from climatic changes, diseases, forest fires and other natural forces. The group 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.

	Profit or (loss)		Profit or (loss)	
	March 31, 2017		March 31, 2016	
	10% increase	10% decrease	10% increase	10% decrease
Variable-rate instruments	(0.70)	0.76	(5.57)	5.93
<b>Cash flow sensitivity (net)</b>	<b>(0.70)</b>	<b>0.76</b>	<b>(5.57)</b>	<b>5.93</b>

(₹ in lakh)

	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015

#### Note 5 : Non-current financial assets-Investments

##### A. Investments at Cost

##### (a) Investment in equity of associates (Unquoted)

i Polchem Hygiene Laboratories Private Limited (classified as current during previous year as of 1.04.2015 455,000 equity shares of 10 each)	-	-	584.57
ii Al Rahaba International Trading Limited Liability Company			

##### B. Investments at Fair Value through Statement of Profit & Loss

(a) Investment in Co-operative Society (Unquoted)	0.79	0.79	0.27
(b) Investment in Other Corporates (Unquoted)	0.14	0.14	-
(c) Investment in Limited Liability Partnership	-	-	0.50
<b>Total B</b>	<b>0.93</b>	<b>0.93</b>	<b>0.77</b>

##### C. Other Investment (Valued at Cost)

Investments in Government or Trust Securities	-	0.40	0
<b>TOTAL</b>	<b>17,545.92</b>	<b>15,518.03</b>	<b>12,231.38</b>

#### Note 6 : Non Current Trade Receivables

Unsecured and considered doubtful	777.80	424.52	208.03
Less : Allowance for doubtful receivables	(777.80)	(424.52)	(208.03)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### Note 7 : Non Current Financial Assets - Loans

Unsecured, considered good (unless otherwise stated)			
1 Security deposits			
i Considered good	1,438.50	1,254.89	970.90
ii Considered doubtful	59.31	7.61	2.61
Less : Allowance for bad and doubtful loans and advances	(59.31)	(7.61)	(2.61)
Net Deposits	1,438.50	1,254.89	970.90
2 Loan to employees	59.35	45.75	32.40
<b>TOTAL</b>	<b>1,497.85</b>	<b>1,300.64</b>	<b>1,003.30</b>

#### Note 8 : Non-current financial assets-Others

1 Claims receivable	146.15	146.15	146.15
2 Lease receivable	316.08	380.45	-
3 Interest accrued but not due on fixed deposits (unsecured) - non -current	5.14	4.32	3.25
4 Bank Deposit with more than 12 months maturity	24.57	36.37	20.94
<b>TOTAL</b>	<b>491.94</b>	<b>567.29</b>	<b>170.34</b>

#### Note 9 : Deferred Tax Assets

Deferred Tax Assets (Refer Note No. 47)	678.05	1,170.88	1,102.48
<b>TOTAL</b>	<b>678.05</b>	<b>1,170.88</b>	<b>1,102.48</b>

		(₹ in lakh)		
		As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
<b>Note 10 : Other non-current assets</b>				
1	Capital advances	2,675.28	1,330.12	1,003.40
2	Balance with Government Authorities	1,694.66	1,895.74	351.68
3	Others (Advances recoverable in cash or kind)			
	i) Considered good	471.07	403.15	387.55
	ii) Considered doubtful	98.27	58.20	18.89
	Less : Allowance for doubtful advances	(98.27)	(58.20)	(18.89)
	Net Advances Recoverable in cash or kind	471.07	403.15	387.55
	Total Advance Other Than Capital Advance	2,165.73	2,298.89	739.23
	<b>TOTAL</b>	<b>4,841.01</b>	<b>3,629.01</b>	<b>1,742.63</b>

**Note 11 : Inventories**

(Valued at lower of cost and net realizable value)

1	Raw materials	42,641.57	42,262.00	24,160.83
2	Raw Materials in Transit	-	205.85	2.43
3	Work in progress	3,729.83	2,236.97	2,302.30
4	Project in progress	6,071.91	-	-
5	Finished goods	12,816.74	13,653.00	6,219.40
6	Stock-in-Trade	6,385.65	6,161.85	5,097.24
7	Stores and Spares	2,161.16	2,134.31	1,095.61
	<b>TOTAL</b>	<b>73,806.86</b>	<b>66,653.98</b>	<b>38,877.81</b>

**Note 12 : Current Financial Assets -Investments**

Trade Investment (At lower of cost and fair value)

<b>I Investment in equity</b>				
i.	Creamline Dairy Products Limited (classified as non current in current year and previous year)	-	-	3,081.10
	As of 1.04.2015 2,671,993 Equity shares of ₹ 10/- each)			
ii.	Polchem Hygiene Laboratories Private Limited (Classified as non current during the 1.04.2015.)	-	762.23	-
	Nil (Previous year 455,000) Equity Shares of ₹ 10/- each			
<b>II Investment at Fair value through statement of Profit and Loss</b>				
<b>i. Investment in mutual funds</b>				
i.	Unquoted, fully paid-up:	-	-	-
	ICICI Prudential Liquid - Direct - Growth	-	5,198.93	-
<b>II Investment in other corporates</b>				
i)	Future Consumer Enterprises Limited (As of 1.04.2015 30,256,870 Equity shares of ₹ 6/- each)	-	-	3,661.08
	<b>Total</b>	-	<b>5,198.93</b>	<b>3,661.08</b>
	<b>TOTAL</b>	-	<b>5,961.16</b>	<b>6,742.18</b>

**Note 13 : Current Trade Receivables**

i	Secured and considered good (Refer Note No. 13.1)	7,544.62	8,221.49	7,776.61
ii	Unsecured and considered good	44,650.37	37,229.71	19,148.28
	<b>TOTAL</b>	<b>52,194.99</b>	<b>45,451.20</b>	<b>26,924.89</b>

Note No. 13.1: Secured by Security Deposits collected from customers or Bank Guarantees held against them.

		(₹ in lakh)		
		As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
<b>Note 14 : Cash and cash equivalents</b>				
1	Cash on hand	444.82	419.97	122.30
2	Cheques, Drafts on Hand	299.01	165.72	38.14
3	Balances with Banks:			
	On Current Accounts	4,560.89	2,552.67	1,134.08
	Saving Bank Account of Company's ESOP Trust	77.23	4.63	9.43
	<b>TOTAL</b>	<b>5,381.95</b>	<b>3,142.99</b>	<b>1,303.95</b>

**Note 15 : Bank Balances Other Than Cash and Cash Equivalents**

1	Fixed Deposits -more than 3 months and less than 12 months Refer Note No. 15.1	708.97	673.28	445.33
2	Margin Money deposits	133.46	375.57	-
3	Unclaimed dividend accounts	5.32	4.49	-
	<b>TOTAL</b>	<b>847.75</b>	<b>1,053.34</b>	<b>445.33</b>

Note No. 15.1: Fixed Deposits of ₹ 77.02 lakh (Previous Year ₹ 27.20 lakh and as of 1.04.2015 26.51 lakh ) are pledged with Banks for Guarantees issued

**Note 16 : Current Financial Assets -Loans**

Unsecured, Considered Good, Unless Otherwise Stated

1	Loans and advances to related parties (Refer Note No. 66 )	63.59	1,071.72	68.83
2	Loans and Advances - Others			
	(a) Loans and advances to employees	65.22	52.21	35.71
	(b) Loan to ESOP Trust of Holding Company			
	(i) Considered good	1,633.76	5,476.79	5,902.45
	(ii) Considered doubtful	-	2,083.45	2,083.45
	Less : Allowance for Doubtful Advance	-	(2,083.45)	(2,083.45)
	Net Loan to ESOP Trust of Holding Company	1,633.76	5,476.79	5,902.45
	(c) Loan to LLP	-	-	210.00
	(d) Intercompany Deposits	-	6,749.63	2,964.63
	(e) Deposits	150.49	127.74	40.40
	(f) Advances Recoverable in cash or kind	640.43	331.20	283.80
	<b>TOTAL</b>	<b>2,553.49</b>	<b>13,809.29</b>	<b>9,505.82</b>

**Note 17 : Other current financial assets**

1	Interest Accrued on Inter-Corporate Deposits	6.69	766.98	498.81
2	Interest Accrued on other Deposits	12.87	2.03	5.98
3	Interest on Bank Fixed Deposit	3.54	5.12	-
4	Lease receivable	56.08	41.56	-
5	Interest receivable on Loans & Advances	-	-	6.86
6	Non-Trade Receivables	746.13	3,881.79	308.35
7	Other Income Accrued	296.06	751.23	508.45
	<b>TOTAL</b>	<b>1,121.37</b>	<b>5,448.71</b>	<b>1,328.45</b>

**Note 18 : Other current assets**

1	Advances to suppliers	1,706.49	1,340.53	1,849.40
2	Balance with government authorities	1,847.94	1,584.47	405.12
	(i) Cenvat credit receivable	-	-	-
	(ii) VAT credit receivable	-	-	-
	(iii) Service tax credit receivable	-	-	-
	Prepaid Interest	-	-	-
	Prepaid rent	-	-	-
	Prepayments and others	-	-	-
3	Others	2,710.10	2,263.83	1,276.70
	<b>TOTAL</b>	<b>6,264.53</b>	<b>5,188.83</b>	<b>3,531.22</b>

	(₹ in lakh)		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015

**Note 19 : Share Capital**

<b>1 Authorised :</b>			
(a) 224,994,000 (As at March 31, 2017 99,994,000 and as at April 1, 2015 100,000,000 ) Equity shares of the par value of ₹ 10 each	22,499.40	9,999.40	10,000.00
(b) 6,000 (Previous year 6,000 and as at April 1, 2015 nil ) Preference shares of the par value of ₹ 10 each	0.60	0.60	-
<b>TOTAL</b>	<b>22,500.00</b>	<b>10,000.00</b>	<b>10,000.00</b>
<b>2 Issued, Subscribed and Paid-up:</b>			
185,130,876 (As at March 21, 2017 92,565,438 and as at April 1, 2015 92,565,438) Equity shares of ₹ 10 each fully paid up.	18,513.09	9,256.54	9,256.54
<b>TOTAL</b>	<b>18,513.09</b>	<b>9,256.54</b>	<b>9,256.54</b>

	As at March 31, 2017		As at March 31, 2016		As at April 01, 2015	
	No. of shares	₹ In Lakhs	No. of shares	₹ In Lakhs	No. of shares	₹ In Lakhs
<b>3 Reconciliation of number of shares outstanding at the beginning and end of the year :</b>						
<b>Equity shares :</b>						
Outstanding at the beginning of the year	92,565,438.00	9,256.54	92,565,438.00	9,256.54	92,565,438.00	9,256.54
Issued during the year Bonus Shares	92,565,438.00	9,256.55				
<b>Outstanding at the end of the year</b>	<b>185,130,876.00</b>	<b>18,513.09</b>	<b>92,565,438.00</b>	<b>9,256.54</b>	<b>92,565,438.00</b>	<b>9,256.54</b>
<b>Preference shares :</b>						
Outstanding at the beginning of the year	6,000.00	0.06	6,000.00	0.06	-	-
Issued during the year	-	-	-	-	-	-
<b>Outstanding at the end of the year</b>	<b>6,000.00</b>	<b>0.06</b>	<b>6,000.00</b>	<b>0.06</b>	<b>-</b>	<b>-</b>

**4 Rights, preferences and restrictions attached to Equity shares**

- a) **Equity Shares:** The Company has one class of Equity shares having a par value of ₹ 10 per share. Each Share holder is eligible for one vote per share held. All Equity Shareholders are eligible to receive dividends in proportion to their shareholdings. The dividends proposed by the Board of Directors are 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 share holding.
- b) **Preference Shares:** The group has Non-Convertible Redeemable Preference Shares having a par value of ₹ 10 per share. Each eligible Shareholder is entitled for 8% dividend on par value of shares. In the event of liquidation, Preference Shareholders have preferential right on the asset over Equity Shareholders.

**5 Shareholders holding more than 5% shares in the company is set out below:**

	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	No. of shares	%	No. of shares	%	No. of shares	%
(a) <b>Equity shares</b>						
1. Godrej Industries Limited (the holding Company)	117,878,964.00	63.67%	56,286,482.00	60.81%	56,286,482.00	60.81%
2. V-Sciences Investments Pvt Ltd	37,007,698.00	19.99%	18,503,849.00	19.99%	18,503,849.00	19.99%

**6 There are no shares reserved for issue under options.**

	(₹ in lakh)		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015

**Note 20 : Other Reserves**

<b>1 Retained Earnings</b>	69,101.99	54,303.94	41,722.37
<b>2 Capital Reserve</b>	172.95	-	-
<b>3 General Reserve</b>	368.41	507.30	668.10
<b>4 Debenture Redemption Reserve</b>	-	1,875.00	-
<b>5 Foreign Currency Translation Reserve</b>	(710.57)	(713.64)	(593.83)
<b>6 Cash Flow hedging reserve</b>	207.89	-	-
<b>7 Employee Stock Options Outstanding</b>	162.16	10,747.04	9,477.59
<b>8 Reserve for employee compensation expenses</b>	-	2,389.82	3,526.40
<b>9 Treasury Share reserve</b>	-	(58.68)	(58.68)
<b>10 Share Premium Account</b>	13,062.14	-	-
	<b>82,364.97</b>	<b>69,050.78</b>	<b>54,741.95</b>

**Capital Reserve**

Excess of assets recognised over consideration paid on business acquisition made by Creamline Dairy Products Limited. (Refer Note. No. 70)

**Debenture redemption reserve:**

The Company 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.

**Foreign Currency Translation Reserve**

Exchange differences arising on translation of the foreign operations, if any, are recognised in other comprehensive income as described in accounting policy and accumulated in a separate reserve within equity. The cumulative amount is reclassified to profit or loss when the net investment is disposed-off.

**Cash flow hedge reserve:**

The Company uses hedging instruments as part of its management of foreign currency risk associated with foreign currency borrowings. For hedging foreign currency risk, the Company 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.

**Employee stock options outstanding:**

The employee share options outstanding account is used to recognise grant date fair value of options issued to employees under the Company's stock option plan.

**Reserve for employee compensation expense:**

This reserve was created to give effect to the Honorable Bombay High Court's orders dated March 8, 2013 and September 20, 2013 (refer Note no. 59 (b)(iii)). The expenses in respect of the Company's ESOP scheme will be charged against the Reserve for employee compensation expense.

**Treasury Share reserve:**

Equity share reserve for ESOP Scheme (Refer Note 43).

**Share Premium Account:**

Securities Premium Account is used to record the premium received on issue of shares. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.

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	(₹ in lakh)		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
<b>Note 21 : Non Current Financial Liabilities - Borrowings</b>			
<b>1 Secured</b>			
a. Term loans from Bank and NBFC (Refer Note No. 21.1)	57.55	881.99	-
<b>2 Unsecured</b>			
a. Term loans from banks (Refer Note No. 21.2)	1,327.60	506.67	6,800.00
b. 6,000 8% Cumulative Non-convertible Redeemable Preference Shares of the par value of ₹10 each (Refer Note No. 19.4.b)	0.60	0.60	-
c. Deferred payment liabilities (Refer Note No.21.3)	411.82	420.66	-
d. Deferred Sales Tax Loan (Refer Note No.21.4)	258.24	267.80	393.36
<b>TOTAL</b>	<u>2,055.81</u>	<u>2,077.72</u>	<u>7,193.36</u>

Note no. 21.1: Vehicle Loans/Term loans from Banks for ₹120.26 Lakhs are at an Interest Rate of 9.5% to 11.50%, which are payable in 36 instalments from the date of disbursements with current maturity disclosed separately in note no. 28.1.ii at ₹62.71 Lakhs.

Note No.21.2: Unsecured Term loans from Banks for ₹1,490.56 Lakhs of which ₹520.00 lakhs are with an interest rate of 5.97% and 50% repayable at the end of 18 months from the date of drawn down and 50% at the end of 36 months from the date of drawn down, ₹375.00 Lakhs are with an interest rate of 9.1% and repayable at Post Moratorium Repayable in 16 structured quarterly instalments commencing from 1st January 2018 and ₹595.56 Lakhs are with an interest rate of 9.5% and Repayable in 18 equal quarterly instalments commencing from six months from the date of first disbursement with current maturity of all those loans are disclosed separately in note no. 28.1.ii at ₹162.95 Lakhs.

During the previous year, Term loans from Banks for Astec Lifescience Limited are at an Interest Rate of BBR plus 3% to BBR plus 3.50%, which are payable on or before December 31, 2018 for ₹ 736.06 lakhs.

Note No.21.3: Deferred Loan against acquisition of Lease hold Land 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 6years from 1st July 2016 up to 1st Jan 2022. Total loan availed was ₹617.73 lakh and outstanding for the year 2016-17 was ₹514.77 Lakh with current maturity disclosed separately in note no. at ₹ 102.95 Lakh .

Note No.21.4: Deferred Sales Tax Loan is availed interest free 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 up to March 2021. Total loan availed was ₹ 466.74 lakh and outstanding for the year 2016-17 was 376.78 lakhs with current maturity disclosed separately in note no. 28.1 at ₹ 35.15 lakh .

The Group does not have any continuing default as on the Balance Sheet date in repayment of loans and interest.

	(₹ in lakh)		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
<b>Note 22 : Non-Current Financial Liabilities - Others</b>			
1 Liability towards beneficiaries of Company's ESOP Trust	-	653.71	445.97
2 Preference dividend payable	0.05	0.00	-
3 Tax on preference dividend payable (Refer Note No. 22.1)	0.01	0.00	-
<b>Total</b>	<u>0.06</u>	<u>653.71</u>	<u>445.97</u>

Note No. 22.1: During previous year INR 0.00 represent Preference Dividend payable of ₹ 763 and corresponding tax on distributed profit ₹ 169 provided for.

	(₹ in lakh)		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
<b>Note 23 : Non Current Liabilities - Provisions</b>			
Provision for employee benefits :			
- Provision for gratuity	116.79	58.30	-
- Provision for compensated absences	384.71	267.03	158.74
<b>Total</b>	<u>501.50</u>	<u>325.33</u>	<u>158.74</u>

<b>Note 24 : Deferred Tax Liabilities</b>			
Deferred Tax Liabilities (Refer Note No. 47)	16,633.63	14,479.98	5,728.49
<b>Total</b>	<u>16,633.63</u>	<u>14,479.98</u>	<u>5,728.49</u>

<b>Note 25 : Other non-current liabilities</b>			
1 Deferred grant	1,523.69	1,444.42	720.38
2 Put option liability	3,532.65	3,265.75	-
<b>Total</b>	<u>5,056.34</u>	<u>4,710.17</u>	<u>720.38</u>

<b>Note 26 : Current Financial Liabilities - Borrowings</b>			
<b>1 Secured</b>			
(a) Cash credit from banks (Refer Note 26.1)	2,142.09	2,089.06	-
(b) Buyers credit	99.80	-	-
(c) Working Capital loan	1,453.78	1,517.42	-
<b>2 Unsecured</b>			
(a) Term loans from Banks (Refer Note 26.2)	20,033.15	39,395.38	4,500.00
(b) Commercial paper (Refer Note 26.3)	27,500.00	40,000.00	12,500.00
(c) Cash credit (Refer Note 26.1)	2,964.31	923.24	3,624.28
(d) Working Capital Loans from Banks (Refer Note No. 26.4)	9,732.11	42,122.38	40,611.77
(e) Others	-	1.86	-
<b>Total</b>	<u>63,925.24</u>	<u>126,049.34</u>	<u>61,236.05</u>

Note No. 26.1 : Cash Credit from banks are repayable on demand and carries interest at 9.55% to 11.85% . This cash credit from Bank is secured against inventories and receivables. Cash Credit Loan by Astec Lifescience Limited are repayable on demand and carries interest at BBR + 3.75% to 4% . 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 & Bldg/Plant & Machinery).

Note No. 26.2 : Term Loans from Banks for the year 2016 -17 are at an Interest Rate of 5.9% to 13.60 %.

Note No. 26.3 : Commercial Paper carries interest rate of 5.95% to 8.85%

Note No. 26.4 : Working Capital Loans from Banks for ₹ 827.90 Lakh are payable on demand and at an Interest Rate of HDFC Bank Base rate + 0.25%. Secured Working Capital Loans by Astec Lifescience Limited are payable on 90 to 365 days and at an Interest Rate of LIBOR + 116 bps, 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 + 108 bps for ₹ 1904.21 Lakhs and 15 to 180 days at an Interest Rate of 7.85% to 14% for ₹ 7000.00 Lakhs.

			(₹ in lakh)						(₹ in lakh)		
			As at March 31, 2017	As at March 31, 2016	As at April 1, 2015				As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
<b>Note 27 : Current -Trade Payables</b>						<b>Note 29 : Other current Liabilities</b>					
<b>1 Trade Payables</b>						1 Advances from Customers	2,560.47	3,696.39	2,446.48		
a. Due to Micro, Small and Medium Enterprises (Refer Note No. 27.1)	220.65	97.20	-			2 Employee Deductions	255.73	477.50	104.76		
b. Others	31,053.80	30,700.52	20,595.34			3 Statutory Liabilities	870.67	626.84	250.02		
<b>2 Acceptances</b>	52,810.16	2,877.18	941.10			4 Other liabilities - current	21.20	133.02	-		
<b>Total</b>	<b>84,084.61</b>	<b>33,674.90</b>	<b>21,536.44</b>			5 Deferred Grants - Current	112.94	99.18	51.72		
						<b>Total</b>	<b>3,821.01</b>	<b>5,032.93</b>	<b>2,852.98</b>		
						<b>Note 30 : Current Liabilities - Provisions</b>					
						1 Provision for employee benefits					
						- Provision for compensated absences	57.06	66.97	46.03		
						- Provision for gratuity	21.49	9.45	0.15		
						2 Provision for others	-	-	-		
						3 Provision for sales return	2,075.13	1,660.11	1,153.41		
						<b>Total</b>	<b>2,153.68</b>	<b>1,736.53</b>	<b>1,199.59</b>		
						(₹ in lakh)					
										<b>For the year ended March 31, 2017</b>	<b>For the year ended March 31, 2016</b>
<b>Note 28 : Other financial liabilities</b>						<b>Note 31 : Revenue from operations</b>					
1 Current maturities of long-term debt						<b>A Sale of products</b>	489,210.81	372,891.00			
i) Debentures -Nil (for the year 2015-16 750 and for the year 2014-15 nil ) 8.63% Unsecured Non-convertible Debentures of ₹10,00,000 each (Refer Note No.28.1)	-	7,489.33	-			<b>B Other operating revenue</b>	-	-			
ii) From others - Deferred Sales Tax Loan (Refer Note No. 21.3)	35.15	16.58	31.05			Sale of Scrap and Empties	2,457.41	2,222.43			
From others - Deferred payment liabilities (Refer Note No. 21.2)	102.96	102.96	-			Export Incentives	389.71	254.87			
Current maturities of long-term debt - Secured loans	62.71	1,381.54	-			Conversion, Handling and Storage Charges	6.20	120.72			
Current maturities of long-term debt - term loan	162.95	63.33	-			Service tax rebate	17.72	-			
2 Liabilities towards beneficiaries of companies ESOP Trust	694.83	-	-			Duty Drawback	19.79	-			
3 Security Deposit	6,413.11	6,230.90	5,316.17			Processing income - Nufarm	547.17	-			
4 Amount due for payment to Gratuity Fund	420.57	353.84	288.91			<b>Other operating revenue</b>	<b>3,438.00</b>	<b>2,598.02</b>			
5 Non Trade Payables	3,392.11	2,966.56	1,131.85			Change in fair value of biological assets	(8.63)	6.48			
6 Interest accrued but not due	62.95	384.42	20.90			<b>Total Other operating income</b>	<b>492,640.18</b>	<b>375,495.50</b>			
7 Unpaid dividends	5.32	4.49	-			<b>Note 32 : Other Income</b>					
8 Derivative liability	222.90	39.91	7.93			1 Interest income					
9 Others	5,351.02	3,071.52	3,688.55			(a) Instruments measured at amortised cost					
<b>Total</b>	<b>16,926.58</b>	<b>22,105.38</b>	<b>10,485.36</b>			(i) Interest received on Deposits	271.37	738.18			
						(ii) Interest Received on Loans & Advance	747.29	143.79			
						(iii) Interest received from Income Tax	-	0.16			
						(iv) Interest - Others	461.44	33.92			
						2 Dividend received					
						(i) Dividend received from cooperative bank	0.04	0.04			
						(ii) Dividend received from mutual fund	-	1.65			
						3 Profit on sale of Fixed Assets (net)	-	492.70			
						4 Profit on sale of Investments (net) (Refer Note No. 32.1)	2,763.43	2,571.94			
						5 Claims received	49.15	41.42			
						6 Liabilities no longer required written back	233.02	129.40			
						7 Recovery of Bad Debts written off	28.91	41.64			
						8 Royalty & Technical Knowhow	247.50	284.50			
						9 Other Miscellaneous Income and Income from R & D Center	981.59	929.24			
						10 Grant amortization	116.22	121.36			
						11 Change in fair valuation of investments	-	855.44			
						12 Guarantee Commission from Joint Venture	-	9.50			
						<b>TOTAL</b>	<b>5,899.96</b>	<b>6,394.88</b>			

Note No 28.1: 8.63% Debentures are redeemable at par at the end of 15 Months from the date of allotment, viz., 7<sup>th</sup> December 2016.

Note No. 32.1: Profit on sale of investment includes profit of ₹ 220.98 lakhs on extinguishment of investment in subsidiary company Godrej Seeds And Genetics Limited

	(₹ in lakh)		(₹ in lakh)	
	For the year ended March 31, 2017	For the year ended March 31, 2016	For the year ended March 31, 2017	For the year ended March 31, 2016
<b>Note 33 : Cost of materials consumed</b>				
(a) Raw Material Stocks at the Commencement of the Year	42,467.85	24,163.26		
(b) Add : Purchases	362,552.48	304,401.27		
(c) Less : Raw Material sold	666.32	368.42		
	<u>404,354.01</u>	<u>328,196.11</u>		
(d) Less: Raw Material Stocks at the Close of the Year	42,641.57	42,467.85		
(e) Add/less: Expected sales return - asset	-	-		
<b>Total</b>	<u><u>361,712.44</u></u>	<u><u>285,728.26</u></u>		
<b>Total Cost of Raw Material Consumed</b>	<u><u>361,712.44</u></u>	<u><u>285,728.26</u></u>		
<b>Note 34 : Purchase of stock-in-trade</b>				
1 Agri inputs	18,360.49	16,929.19		
2 Others	2.26	422.12		
<b>Total</b>	<u><u>18,362.75</u></u>	<u><u>17,351.31</u></u>		
<b>Note 35 : Changes In Inventories of Finished Goods, Work-In-Progress and Stock-In-Trade</b>				
<b>1 Stocks at the Commencement of the Year</b>				
a) Finished Goods	13,653.00	6,219.40		
b) Work In Progress	2,236.97	2,302.30		
c) Poultry Stock	-	181.25		
d) Stock under cultivation	886.81	1,052.40		
e) Stock-in-Trade	6,161.85	5,097.24		
<b>Total Stock at the commencement of the Year</b>	<u><u>22,938.63</u></u>	<u><u>14,852.59</u></u>		
<b>2 Less : Stocks at the Close of the Year</b>				
a) Finished Goods	12,816.74	13,653.00		
b) Work In Progress	3,729.83	2,236.97		
c) Poultry Stock	-	-		
d) Stock under cultivation	466.98	886.81		
e) Stock-in-Trade	6,385.65	6,161.85		
<b>Total Stock at the close of the Year</b>	<u><u>23,399.20</u></u>	<u><u>22,938.63</u></u>		
Stock Adjustment for subsidiaries merged	-	(468.03)		
<b>Change in the stock of Finished Goods, Work in Progress, Stock in Trade</b>	<u><u>(460.57)</u></u>	<u><u>(8,554.07)</u></u>		
<b>Note 36 : Employee benefit expense</b>				
1 Salaries, Wages, Bonus and Allowances	20,162.11	13,095.35		
2 Contribution to Provident, Gratuity and Other Funds	1,343.78	1,053.46		
3 Expense on Employee Stock based payments - net of Adjustment to Reserve for Employee compensation expense	355.35	279.41		
4 Staff Welfare Expense	1,413.65	1,140.01		
<b>TOTAL</b>	<u><u>23,274.89</u></u>	<u><u>15,568.23</u></u>		
<b>Note 37 : Finance Costs</b>				
1 Interest Expense				
i. Paid to Banks on Loans and Cash Credit	1,869.52	1,191.80		
ii. Others	6,364.32	4,579.85		
2 Other Borrowing Costs	316.26	3,995.30		
3 Exchange differences regarded as a adjustment to borrowing cost	84.01	-		
4 Preference dividend and tax on preference dividend	0.07	-		
<b>TOTAL</b>	<u><u>8,634.18</u></u>	<u><u>9,766.95</u></u>		
<b>Note 38 : Depreciation and Amortisation Expenses</b>				
1 Depreciation	7,188.76	4,898.20		
2 Amortization	702.84	764.41		
Less : Transfer from General Reserve (Refer Note No. 61 (i) )	(425.12)	(425.12)		
<b>TOTAL</b>	<u><u>7,466.48</u></u>	<u><u>5,237.49</u></u>		
<b>Note 39 : Other Expenses</b>				
1 Stores and Spares consumed	2,138.84	1,357.58		
2 Power and Fuel	7,686.34	6,407.57		
3 Processing Charges	8,890.61	6,677.64		
4 Carriage Inwards	129.83	90.82		
5 Rent	942.70	896.33		
6 Rates and Taxes	865.01	1,069.44		
7 Repairs and Maintenance				
(a) Machinery	1,095.38	605.55		
(b) Buildings	204.13	475.38		
(c) Other assets	422.75	163.98		
8 Insurance	281.90	214.80		
9 Auditor's Remuneration (Refer Note No. 39.1)	119.47	105.36		
10 Freight	2,728.03	2,530.12		
11 Advertisement, Selling and Distribution Expenses	7,584.59	6,218.39		
12 Bad Debts/Advances Written Off	799.23	455.55		
13 Allowances for Doubtful Debts and Advances/ (Written back)	454.30	244.25		
14 Acquisition cost	-	146.68		
15 Loss on Sale/Write off of Fixed Assets	238.07	-		
16 Research Expenses	182.48	168.78		
17 Applicable net gain/loss on foreign currency transactions and translation	95.45	218.84		
18 Corporate Social Responsibility Expenses	484.03	227.56		
19 Miscellaneous Expenses	9,074.81	6,694.96		
<b>TOTAL</b>	<u><u>44,417.95</u></u>	<u><u>34,969.58</u></u>		
<b>Note No. 39.1: Auditor's Remuneration</b>				
(a) Audit Fees	56.85	57.82		
(b) Audit under Other Statutes	19.18	19.61		
(c) Taxation matters	30.83	11.50		
(d) Management Consultancy , Certification & Company Law Matters	2.84	6.22		
(e) Reimbursement of Expenses	9.77	10.21		
<b>Total</b>	<u><u>119.47</u></u>	<u><u>105.36</u></u>		
<b>Note 40 : Dividend</b>				
Amount of Interim Dividend (Rs lakh)	-	4,100.65		
Tax on Distributed Profit (Rs lakh)	-	834.81		
Dividend per Share (Rs)	-	4.43		
Rate of Dividend	-	44.30%		
The Board, in its meeting on May 12, 2017 has recommended a final dividend of ₹ 4.50 per equity share for the financial year ended March 31, 2017 the proposal is subject to the approval of shareholders at the annual general meeting to be held on August 4, 2017 and, if approved, would result in a cash outflow of approximately ₹ 10,026.86 Lakh including corporate dividend tax of ₹ 1,695.97 lakh.				

Note No.37.1: Finance costs are net of interest capitalised to Project in Progress 294.15 lakh (previous year nil).

**Note 41 Earnings per share****Calculation of weighted average number of equity shares - Basic**

Particulars	March 31, 2017	March 31, 2016
<b>1 Calculation of weighted average number of equity shares - Basic</b>		
(a) Number of shares at the beginning of the year	88,458,090	88,458,090
Effect of bonus issue	88,458,090	88,458,090
Revised number of shares at the beginning of the year	176,916,180	176,916,180
(b) Number of equity shares outstanding at the end of the year	185,130,876	88,458,090
Effect of bonus issue	-	88,458,090
Revised number of shares outstanding at the end of the year	185,130,876	176,916,180
Weighted average number of equity shares outstanding during the year	<b>177,141,240</b>	<b>176,916,180</b>
<b>2 Calculation of weighted average number of equity shares - Diluted</b>		
(a) Number of potential shares at the beginning of the year	176,916,180	176,916,180
Effect of potential equity shares	8,214,696	8,214,696
Revised number of potential shares at the beginning of the year	185,130,876	185,130,876
(b) Number of potential equity shares outstanding at the end of the year	185,130,876	176,916,180
Effect of potential equity shares	-	8,214,696
Revised number of potential equity shares outstanding at the end of the year	185,130,876	185,130,876
Weighted average number of potential equity shares outstanding during the year	<b>185,130,876</b>	<b>185,130,876</b>
<b>3 Profit attributable to ordinary shareholders (Basic/diluted)</b>		
Profit (loss) for the year, attributable to the owners of the Company	27,291.76	26,124.23
<b>Income/(Expense) recognized in Reserves</b>	<b>(2,653.71)</b>	<b>(1,441.77)</b>
Amortisation of Intangible Assets	(277.99)	(285.80)
Employee Compensation Expenses	(2,375.71)	(1,136.59)
Merger Expenses	-	(19.38)
<b>Profit (loss) for the year, attributable to ordinary shareholders</b>	<b>24,638.05</b>	<b>24,682.46</b>
<b>4 Basic Earnings per share (₹)</b>	<b>13.91</b>	<b>13.95</b>
<b>5 Diluted Earnings per share (₹)</b>	<b>13.31</b>	<b>13.33</b>
<b>6 Nominal Value of Shares (₹)</b>	<b>10.00</b>	<b>10.00</b>

**Note 41.1**

The calculation of diluted earning per share is based on profit attributed to equity shareholders and weighted average no. of equity shares outstanding after adjustments for the effects of all dilutive potential equity share i.e. shares reserved for employee share based payments. These share, have been fully issued upto 31st March, 2017 under Employee Stock Option Plan.

**Note. 42 Employee benefits**

The group contributes to the following post-employment plans in India.

**Defined Contribution Plans:**

The group's contributions paid/payable to Regional Provident Fund at certain locations, Super Annuation Fund, Employees State Insurance Scheme, Employees Pension Schemes, 1995 and other funds, are determined under the relevant approved schemes and/or statutes and are recognised as expense in the Statement of Profit and Loss during the period in which the employee renders the related service. There are no further obligations other than the contributions payable to the approved trusts/appropriate authorities.

The group recognised ₹ 929.08 lakh for the year ended March 31, 2017 (Previous Year ₹ 775.17 lakh) towards provident fund contribution and ₹ 57.94 lakh for the year ended March 31, 2017 (Previous year ₹ 55.68 lakh) towards super-annuation fund contribution in the Statement of Profit and Loss.

**Defined Benefit Plan:**

The group's gratuity and leave encashment/long-term compensated absences schemes are defined benefit plans. The group's liability for the defined benefit schemes is actuarially

determined based on the projected unit credit method. The group's net obligations in respect of such plans is calculated by estimating the amount of future benefit that the employees have earned in return for their services and the current and prior periods that benefit is discounted to determine its present value and the fair value of the plan asset is deducted. Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss.

The group's contribution to the Provident Fund Trust as established by the group, is also considered as a Defined Benefit Plan because, as per the rules of Company's Provident Fund Scheme, 1952, if the return on investment is less or for any other reason, then the deficiency shall be made good by the group. The group's net obligations in respect of such plans is calculated by estimating the amount of future benefit that the employees have earned in return for their services and the current and prior periods that benefit is discounted to determine its present value and the fair value of the plan asset is deducted. Any actuarial losses are recognised immediately in the Statement of Profit and Loss.

In accordance with the provisions of the Payment of Gratuity Act, 1972, the group has a defined benefit plan which provides for gratuity payments. The plan provides a lump sum gratuity payment to eligible employees at retirement or termination of their employment. The amounts are based on the respective employee's last drawn salary and the years of employment with the group.

Liabilities in respect of the gratuity plan are determined by an actuarial valuation, based upon which the group makes annual contributions to the Group Gratuity cum Life Assurance Schemes administered by the LIC of India, a funded defined benefit plan for qualifying employees. Trustees administer the contributions made by the group to the gratuity scheme.

The most recent actuarial valuation of the defined benefit obligation along with the fair valuation of the plan assets in relation to the gratuity scheme was carried out as at March 31, 2017. The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

Based on the actuarial valuation obtained in this respect, the following table sets out the details of the employee benefit obligation and the plan assets as at balance sheet date:

	(₹ in lakhs)		
	March 31, 2017	March 31, 2016	April 1, 2015
Defined benefit obligation	(2,264.86)	(1,708.54)	(1,423.72)
Fair value of plan assets	1,706.87	1,288.36	1,105.60
<b>Net defined benefit (obligation)/assets</b>	<b>(557.99)</b>	<b>(420.18)</b>	<b>(318.12)</b>

**i. Movement in net defined benefit (asset) liability**

The following table shows a reconciliation from the opening balances to the closing balances for net defined benefit (asset) liability and its components

	Defined Benefit Obligation		Fair value of plan assets		Net defined benefit (asset) liability	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
Opening balance	1,708.54	1,423.72	1,288.36	1,105.60	420.18	318.12
Included in profit or loss	-	-	-	-	-	-
Current service cost	151.48	112.02	-	-	151.48	112.02
Past service cost	-	-	-	-	-	-
Interest cost (income)	137.23	110.11	103.97	84.46	33.26	25.65
Included in OCI						
Remeasurement loss (gain):						
Actuarial loss (gain) arising from:						
Demographic assumptions	-	-	-	-	-	-
Financial assumptions	118.22	(10.97)	-	-	118.22	(10.97)
Experience adjustment	321.75	251.38	-	-	321.75	251.38
Return on plan assets excluding interest income	-	-	59.78	(42.12)	(59.78)	42.12
	<b>2,437.22</b>	<b>1,886.26</b>	<b>1,452.11</b>	<b>1,147.94</b>	<b>985.11</b>	<b>738.32</b>
<b>Other</b>						
Contributions paid by the employer	-	-	427.12	318.14	(427.12)	(318.14)
Benefits paid	(172.36)	(177.72)	(172.36)	(177.72)	-	-
Closing balance	<b>2,264.86</b>	<b>1,708.54</b>	<b>1,706.87</b>	<b>1,288.36</b>	<b>557.99</b>	<b>420.18</b>
<b>Represented by</b>						
Net defined benefit asset	-	(0.56)	-	-	-	-
Net defined benefit liability	<b>557.99</b>	<b>420.74</b>	<b>318.12</b>			
	<b>557.99</b>	<b>420.18</b>	<b>318.12</b>			

**ii. Plan assets**

Plan assets comprise the following

	March 31, 2017	March 31, 2016	April 1, 2015
<b>Insurer managed fund (100%)</b>	1,706.87	1,288.36	1,105.60
	1,706.87	1,288.36	1,105.60

**iii. Actuarial assumptions**

The following were the principal actuarial assumptions at the reporting date (expressed as weighted averages).

	March 31, 2017	March 31, 2016
Discount rate	7.56%	8.00%
Future salary growth	5.00%	5.00%
Rate of employee turnover	For service 4 yrs & Below 15.00 % p.a. & For service 5 yrs and above 2.00 % p.a.	For service 4 yrs & Below 15.00 % p.a. & For service 5 yrs and above 2.00 % p.a.
Mortality rate	Indian Assured Lives Mortality(2006-08)	Indian Assured Lives Mortality(2006-08)

Assumptions regarding future mortality have been based on published statistics and mortality tables.

**iv. 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.

	March 31, 2017		March 31, 2016	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(195.37)	229.28	(144.97)	169.41
Future salary growth (1% movement)	230.50	(199.19)	173.70	(150.35)
Rate of employee turnover (1% movement)	71.92	(84.24)	61.60	(71.82)

The sensitivity analyses 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.

**v. Expected future cash flows**

The expected future cash flows in respect of gratuity as at March 31, 2017 were as follows

**Expected contribution**

The expected contributions for defined benefit plan for the next financial year will be in line with the contribution for the year ended March 31, 2017, i.e. ₹ 747.64 lakh.

Expected future benefit payments	March 31, 2017	March 31, 2016
March 31, 2017	-	143.68
March 31, 2018	176.62	99.90
March 31, 2019	172.27	170.15
March 31, 2020	169.24	148.71
March 31, 2021	239.34	187.17
March 31, 2022	133.95	-
Thereafter	917.93	628.32

Other long-term employee benefits:

Compensated absences are payable to employees at the rate of daily salary for each day of accumulated leave on death or on resignation or upon retirement. The charge towards compensated absences for the year ended 31 March 2017 based on actuarial valuation using the projected accrued benefit method is ₹ 368.75 lakh (Previous year : ₹ 305.90 lakhs)."

Terminal Benefits: All terminal benefits including voluntary retirement compensation are fully written off to the Statement of Profit & Loss

Incentive Plans: The group has a scheme of Performance Linked Variable Remuneration (PLVR) which is fully written off to the Statement of Profit & Loss. The Scheme rewards its employees based on Economic Value Addition (EVA), which is related to actual improvement made in EVA over the previous period when compared with expected improvements.

**Note 43: Share-based payment arrangements:****Description of share-based payment arrangements****A. Godrej Agrovet Limited****Employee stock options - cash settled**

The Company has participated in the Godrej Industries Limited Employee Stock Grant Scheme 2011 and on May 30, 2011 the Compensation Committee of the Company 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 Re. 1 per equity share as provided in the scheme. The Company has provided ₹ 190 lakh (Previous Year ₹ 187 lakh) for the aforesaid eligible employees for the current financial year.

**Employee stock options - equity settled**

In December 2012, the Company instituted an Employee Stock Option Plan (GAVL ESOP) as approved by the Board of Directors and the Shareholders, for the allotment of 586,764 options convertible into 586,764 equity shares of ₹ 10 each and Bonus Shares issued against the initial allotment for 3,520,584 shares of ₹ 10 each to eligible employees of the company.

The scheme is administered by an independent ESOP Trust created. The Company has issued 586,764 equity shares and Bonus Shares issued against the initial allotment for 7,627,932 shares to the said ESOP Trust at face value of ₹ 10 each amounting to ₹ 58.68 lakh. During the current year, all the stock options were vested, exercised and transferred to the eligible employees by March 31, 2017.

**Category A**

Particulars	For the year ended 31 March 2017			
	Shares arising out of options	Range of exercise prices	Weighted average exercise price	Weighted average remaining contractual life
Options outstanding at the beginning of the year	1,843,457.00	10.00	1.43	21.5 months
Add: Options granted during the year	148,463.00	10.00	1.43	
Less: Options lapsed during the year	(148,463.00)	-		
Bonus shares issue against the allotment	1,843,457.00	-		
Less: Options exercised during the year	(3,686,914.00)	10.00	0.71	-
Options outstanding at the year end	-			
Exercisable at the end of the period				

Particulars	For the year ended 31 March 2016			
	Shares arising out of options	Range of exercise prices	Weighted average exercise price	Weighted average remaining contractual life
Options outstanding at the beginning of the year	1,843,457.00	10.00	1.43	33.5 months
Add: Options granted during the year	-	-		
Less: Options lapsed during the year	-	-		
Bonus shares issue against the allotment	-	-		
Less: Options exercised during the year	-	-		
Options outstanding at the year end	1,843,457.00	10.00	1.43	21.5 months
Exercisable at the end of the period				

The weighted average grant date fair value of par value options granted under Category A during the years ended March 31, 2017 was ₹ 154.60 and 2016 was Rs 309.20 per option, respectively. The weighted average share price during the years ended March 31, 2017 is ₹ 297.17 per share.

**Category B**

Particulars	For the year ended 31 March 2017			
	Shares arising out of options	Range of exercise prices	Weighted average exercise price	Weighted average remaining contractual life
Options outstanding at the beginning of the year	2,263,891.00	10.00	1.43	
Add: Options granted during the year	-	-	-	
Less: Options lapsed during the year	-	-	-	
Bonus shares issue against the allotment	2,263,891.00	10.00	-	
Less: Options exercised during the year	(4,527,782.00)	10.00	0.71	-
Options outstanding at the year end	-			
Exercisable at the end of the period				

Particulars	For the year ended 31 March 2016			
	Shares arising out of options	Range of exercise prices	Weighted average exercise price	Weighted average remaining contractual life
Options outstanding at the beginning of the year	2,263,891.00	10	1.43	
Add: Options granted during the year	-			
Less: Options lapsed during the year	-			
Less: Options exercised during the year	-			
Options outstanding at the year end	2,263,891.00	10	1.43	
Exercisable at the end of the period				

The weighted average grant date fair value of par value options granted under Category B during the years ended March 31, 2017 was ₹ 154.60 and 2016 was Rs 309.20 per option, respectively. The weighted average share price during the years ended March 31, 2017 is ₹ 297.17 per share .

#### Valuation of stock options

The fair value of stock options granted during the period has been measured using the Black-Scholes option pricing model at the date of the grant. The Black-Scholes option pricing model includes assumptions regarding dividend yields, expected volatility, expected terms and risk free interest rates. The key inputs and assumptions used are as follows:

Share price: The share price has been obtained through valuation report.

Exercise Price: Exercise Price is the market price or face value or such other price as determined by the Remuneration and Compensation Committee.

Expected Volatility: The historical volatility of the stock till the date of grant has been considered to calculate the fair value of the options.

Expected Option Life: Expected Life of option is the period for which the Company expects the options to be live. The minimum life of a stock option is the minimum period before which the options cannot be exercised and the maximum life is the period after which the options cannot be exercised.

Expected dividends: Expected dividend yield has been calculated as an average of dividend yields for the four financial years preceding the date of the grant.

Risk free interest rate: The risk free interest rate on the date of grant considered for the calculation is the interest rate applicable for a maturity equal to the expected life of the options based on the zero coupon yield curve for Government Securities.

These assumptions reflect management's best estimates, but these assumptions involve inherent market uncertainties based on market conditions generally outside of the Company's control. As a result, if other assumptions had been used in the current period, stock-based compensation expense could have been materially impacted. Further, if management uses different assumptions in future periods, stock based compensation expense could be materially impacted in future years. The estimated fair value of stock options is charged to income on a straight-line basis over the requisite service period for each separately vesting portion of the award as if the award was, in-substance, multiple awards. The weighted average inputs used in computing the fair value of options granted were as follows:

Grant date	16/01/2013
Fair value	154.14
Share price	154.60
Exercise price	10.00
Expected volatility (weighted-average)	0.00%
Expected life (weighted-average)	5
Expected dividends	0.00%
Risk-free interest rate (based on government bonds)	9.00%

#### B. Astec Lifescience Limited

##### (a) Employee stock option scheme (ESOS,2015)

The Company has implemented Employees under Employee stock option scheme (ESOS, 2015) which was approved by the Shareholders at the 21st Annual General Meeting. The employee stock option scheme is designed to provide incentives to all the permanent employees to deliver long-term returns. Under the plan, participants are granted options which will vest in 4 years (40% in 1st year, 30% in 2nd year, 20% in 3rd year and 10% in 4th year) from the date of grant. Participation in the plan is at the discretion of the Compensation Committee / Board of Directors of the company.

Once vested, the options remains exercisable for a period of three years.

Options are granted at the market price on which the options are granted to the employees under ESOS 2015. When exercisable, each option is convertible into one equity share.

##### (b) Employee stock option plan (ESOP,2012)

The company has implemented Employee Stock Option Plan (ESOP 2012) which was approved by the Shareholders at the Extra-Ordinary General Meeting of the company in the Year 2012. The employee stock option plan is designed to provide incentives to all the permanent employees to deliver long-term returns. Under the plan, participants are granted options which will vest in 4 years (40% in 1st year, 30% in 2nd year, 20% in 3rd year and 10% in 4th year) from the grant date. Participation in the plan is at the discretion of the Compensation Committee / Board of Directors of the company.

Once vested, the options remains exercisable for a period of seven years.

Options are granted under ESOP 2012 at an exercise price of INR 34/- each. When exercisable, each option is convertible into one equity share.

Set out below is a summary of options granted under the plan:

	March 31, 2017		March 31, 2016	
	Average exercise price per share option (INR)	Number of options	Average exercise price per share option (INR)	Number of options
Opening balance	34.00	121,000	34.00	86,000
Granted during the year	387.35	50,000	34.00	40,000
Exercised during the year	34.00	57,800	-	-
Lapsed during the year	34.00	13,200	34.00	5,000
<b>Closing balance</b>		<b>100,000</b>		<b>121,000</b>
<b>Vested and exercisable</b>		<b>11,900</b>		<b>32,400</b>

No options expired during the periods covered in the above tables.

Share options outstanding at the end of the year have the following expiry date and exercise prices:

Grant date	Expiry date	Exercise price	March 31, 2017	March 31, 2016	April 01, 2015
			Share options	Share options	Share options
January 31, 2015	January 30, 2023	34.00	800	32,400	34,400
January 31, 2015	January 30, 2024	34.00	11,100	24,300	25,800
January 31, 2015	January 30, 2025	34.00	13,400	16,200	17,200
January 31, 2015	January 30, 2026	34.00	6,700	8,100	8,600
May 16, 2015	May 15, 2023	34.00	-	16,000	-
May 16, 2015	May 15, 2024	34.00	9,000	12,000	-
May 16, 2015	May 15, 2025	34.00	6,000	8,000	-
May 16, 2015	May 15, 2026	34.00	3,000	4,000	-
July 26, 2016	July 25, 2020	387.35	20,000		
July 26, 2016	July 25, 2021	387.35	15,000		
July 26, 2016	July 25, 2022	387.35	10,000		
July 26, 2016	July 25, 2023	387.35	5,000		
<b>Total</b>			<b>100,000</b>	<b>121,000</b>	<b>86,000</b>

Weighted average remaining contractual life of options outstanding at end of period 6.02 6.94 8.84

##### (i) Fair value of options granted

The fair value of grant date of options granted during the year ended March 31, 2017 is mentioned in the table below. The fair value at grant date is determined using the Black Scholes model which takes into account the exercise price, the term of option, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option.

Grant date	Expiry date	Fair Value	March 31, 2017	March 31, 2016	April 01, 2015
			Share options	Share options	Share options
January 31, 2015	January 30, 2023	95.84	800	32,400	34,400
January 31, 2015	January 30, 2024	109.41	11,100	24,300	25,800
January 31, 2015	January 30, 2025	109.91	13,400	16,200	17,200
January 31, 2015	January 30, 2026	110.49	6,700	8,100	8,600
May 16, 2015	May 15, 2023	105.77	-	16,000	-
May 16, 2015	May 15, 2024	118.18	9,000	12,000	-
May 16, 2015	May 15, 2025	119.30	6,000	8,000	-
May 16, 2015	May 15, 2026	119.67	3,000	4,000	-
July 26, 2016	July 25, 2020	100.00	20,000		
July 26, 2016	July 25, 2021	159.00	15,000		
July 26, 2016	July 25, 2022	278.00	10,000		
July 26, 2016	July 25, 2023	297.00	5,000		
<b>Total</b>			<b>100,000</b>	<b>121,000</b>	<b>86,000</b>

The model inputs for options granted during the year ended March 31, 2017 included:

**ESOS, 2015 granted on 26 July 2016**

Options are granted for a consideration as mentioned in the below table and 40% of options vest after 1 year, 30% of options after 2 years, 20% of options after 3 years and 10% of options after 4 years. Vested options are exercisable for a period of 3 years after vesting.

	July 25, 2020	July 25, 2021	July 25, 2022	July 25, 2023
Exercise Price	INR 387.35	INR 387.35	INR 387.35	INR 387.35
Grant Date	July 26, 2016	July 26, 2016	July 26, 2016	July 26, 2016
Expiry Date	July 25, 2020	July 25, 2021	July 25, 2022	July 25, 2023
Share price at grant date	INR 387.35/-	INR 387.35/-	INR 387.35/-	INR 387.35/-
Expected price volatility of the company's shares	57%	66%	115%	109%
Expected dividend yield	0.00%	0.00%	0.00%	0.00%
Risk free interest rate	8.27%	8.17%	8.20%	8.32%

**ESOP, 2012- Option B granted on 16 May 2015**

Options are granted for a consideration as mentioned in the below table and 40% of options vest after 1 year, 30% of options after 2 years, 20% of options after 3 years and 10% of options after 4 years. Vested options are exercisable for a period of 7 years after vesting.

	May 15, 2023	May 15, 2024	May 15, 2025	May 15, 2026
Exercise Price	INR 34/- (March 31, 2016 - INR 34/-)	INR 34/- (March 31, 2016 - INR 34/-)	INR 34/- (March 31, 2016 - INR 34/-)	INR 34/- (March 31, 2016 - INR 34/-)
Grant Date	16 May 2015	16 May 2015	16 May 2015	16 May 2015
Expiry Date	May 15, 2023	May 15, 2024	May 15, 2025	May 15, 2026
Share price at grant date	INR 138/-	INR 138/-	INR 138/-	INR 138/-
Expected price volatility of the company's shares	71%	139%	121%	108%
Expected dividend yield	0.91%	0.91%	0.91%	0.91%
Risk free interest rate	8.30%	8.19%	8.21%	8.30%

**ESOP, 2012- Option A granted on 31 January 2015**

Options are granted for a consideration as mentioned below in the table and vest 40% of options after 1 year, 30% of options after 2 years, 20% of options after 3 years and 10% of options after 4 years. Vested options are exercisable for a period of 7 years after vesting.

	January 30, 2023	January 30, 2024	January 30, 2025	January 30, 2026
Exercise Price	INR 34/- (March 31, 2016 - INR 34/-)	INR 34/- (March 31, 2016 - INR 34/-)	INR 34/- (March 31, 2016 - INR 34/-)	INR 34/- (March 31, 2016 - INR 34/-)
Grant Date	January 31, 2015	January 31, 2015	January 31, 2015	January 31, 2015
Expiry Date	January 30, 2023	January 30, 2024	January 30, 2025	January 30, 2026
Share price at grant date	INR 127.70/-	INR 127.70/-	INR 127.70/-	INR 127.70/-
Expected price volatility of the company's shares	72%	143%	120%	108%
Expected dividend yield	0.78%	0.78%	0.78%	0.78%
Risk free interest rate	8.27%	8.17%	8.20%	8.32%

The expected price volatility is based on the historic volatility (based on the remaining life of the options), adjusted for any expected changes to future volatility due to publicly available information.

**b) Expense arising from share based payment transactions**

Total expenses arising from share-based payment transactions recognised in profit or loss as part of employee benefit expense were as follows:

	(₹ in lakh)	
	March 31, 2017	March 31, 2016
Employee stock option plan	56.53	66.55
<b>TOTAL</b>	<b>56.53</b>	<b>66.55</b>

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**Note 44: Financial instruments – Fair values and risk management****Note 44.1: 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 presented below. It does not include the fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

(₹ in lakh)

	March 31, 2017	Carrying amount				Fair value			
		FVTPL	FVOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
<b>I</b>	<b>Financial assets</b>								
	<b>Non Current Financial Assets</b>								
1	Non-current investments	0.93	-	-	0.93	-	0.93	-	0.93
2	Long-term loans and advances	-	-	1,497.85	1,497.85	-	-	-	-
3	Other Non-current financial asset	-	-	491.94	491.94	-	447.85	-	447.85
<b>II</b>	<b>Current Financial Assets</b>								
1	Current investments	-	-	-	-	-	-	-	-
2	Trade and other receivables	-	-	52,194.99	52,194.99	-	-	-	-
3	Cash and cash equivalents	-	-	5,381.95	5,381.95	-	-	-	-
4	Bank balance other than above	-	-	847.75	847.75	-	-	-	-
5	Short-term loans and advances	-	170.28	2,383.21	2,553.49	-	170.28	-	170.28
6	Other current financial assets	-	-	1,121.37	1,121.37	-	-	-	-
		0.93	170.28	63,919.05	64,090.26	-	619.06	-	619.06
<b>I</b>	<b>Financial liabilities</b>								
	<b>Non Current Financial Liabilities</b>								
1	Long term borrowings	258.24	-	1,797.57	2,055.81	-	298.43	-	298.43
2	Other non-current financial liabilities	-	-	0.06	0.06	-	-	-	-
<b>II</b>	<b>Current Financial Liabilities</b>								
1	Short term borrowings	-	-	63,925.24	63,925.24	-	12,615.78	-	12,615.78
2	Trade and other payables	-	-	84,084.61	84,084.61	-	-	-	-
3	Other financial liabilities	222.90	-	16,703.68	16,926.58	-	222.90	-	222.90
		481.14	-	166,511.16	166,992.30	-	13,137.11	-	13,137.11

	March 31, 2016	Carrying amount				Fair value			
		FVTPL	FVOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
<b>I</b>	<b>Non-current Financial Assets</b>								
1	Non-current investments	1.33	-	-	1.33	-	1.33	-	1.33
2	Long-term loans and advances	-	-	1,300.64	1,300.64	-	-	-	-
3	Other non-current financial assets	-	-	567.29	567.29	-	508.21	-	508.21
<b>II</b>	<b>Current Financial Assets</b>								
1	Current investments	5,198.93	-	-	5,198.93	5,198.93	-	-	5,198.93
2	Trade and other receivables	-	-	45,451.20	45,451.20	-	-	-	-
3	Cash and cash equivalents	-	-	3,142.99	3,142.99	-	-	-	-
4	Bank balance other than above	-	-	1,053.34	1,053.34	-	-	-	-
5	Short-term loans and advances	34.28	-	13,775.01	13,809.29	-	34.28	-	34.28
6	Other current financial assets	-	-	5,448.71	5,448.71	-	-	-	-
		5,234.54	-	70,739.18	75,973.72	5,198.93	543.83	-	5,742.75
<b>I</b>	<b>Non-current Financial liabilities</b>								
1	Long term borrowings	267.80	-	1,809.92	2,077.72	-	1,085.50	-	1,085.50
2	Other non-current financial liabilities -	-	-	653.71	653.71	-	-	-	-
<b>II</b>	<b>Current Financial Liabilities</b>								
1	Short term borrowings	-	-	126,049.34	126,049.34	-	11,877.40	-	11,877.40
2	Trade and other payables	-	-	33,674.90	33,674.90	-	-	-	-
3	Other financial liabilities	39.91	-	22,065.47	22,105.38	-	39.91	-	39.91
		307.71	-	184,253.34	184,561.05	-	13,002.81	-	13,002.81

	April 1, 2015	Carrying amount				Fair value			
		FVTPL	FVOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
<b>I</b>	<b>Non-current Financial Assets</b>								
1	Non-current investments	0.77	-	-	0.77	-	0.77	-	0.77
2	Long-term loans and advances	-	-	1,003.30	1,003.30	-	-	-	-
3	Other non-current financial assets	-	-	170.34	170.34	-	-	-	-
<b>II</b>	<b>Current Financial Assets</b>								
1	Current investments	3,661.08	-	-	3,661.08	3,661.08	-	-	3,661.08
2	Trade and other receivables	-	-	26,924.89	26,924.89	-	-	-	-
3	Cash and cash equivalents	-	-	1,303.95	1,303.95	-	-	-	-
4	Bank balance other than above	-	-	445.33	445.33	-	-	-	-
5	Short-term loans and advances	-	-	9,505.82	9,505.82	-	-	-	-
6	Other current financial assets	-	-	1,328.45	1,328.45	-	-	-	-
		3,661.85	-	40,682.08	44,343.93	3,661.08	0.77	-	3,661.85
<b>I</b>	<b>Non-current Financial liabilities</b>								
1	Long term borrowings	-	-	7,193.36	7,193.36	-	302.42	-	302.42
2	Other non-current financial liabilities -	-	-	445.97	445.97	-	-	-	-
<b>II</b>	<b>Current Financial Liabilities</b>								
1	Short term borrowings	-	-	61,236.05	61,236.05	-	-	-	-
2	Trade and other payables	-	-	21,536.44	21,536.44	-	-	-	-
3	Other financial liabilities	7.93	-	10,477.43	10,485.36	-	7.93	-	7.93
		7.93	-	100,889.25	100,897.18	-	310.35	-	310.35

**Valuation technique used to determine fair value**

Specific valuation techniques used to value financial instruments include :

- the fair value of the forward foreign exchange contracts is determined using forward exchange rates at the balance sheet date.
- the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

All of the resulting fair value estimates are included in level 2 where the fair values have been determined based on present values and the discount rates used were adjusted for counterparty or own credit risk.

**C. Financial risk management**

The Company has exposure to the following risks arising from financial instruments:

- Credit risk ;
- Liquidity risk ;
- Market risk; and
- Currency risk;

**i. Risk management framework**

The group's board of directors has overall responsibility for the establishment and oversight of the group's risk management framework. The board of directors has established the Risk Management Committee, which is responsible for developing and monitoring the group's risk management policies. The committee reports regularly to the board of directors on its activities.

The group's risk management policies are established to identify and analyse the risks faced by the group, 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 group's activities. The group, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

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

**Note 44.2: Credit risk**

Credit risk is the risk of financial loss to the company 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 group grants credit terms in the normal course of business.

The Risk Management Committee has established a credit policy under which each new customer is analysed individually for creditworthiness before the group's standard payment and delivery terms and conditions are offered. The group's export sales are backed by letters of credit, Export Credit Guarantee Corporation and accordingly no provision has been made on the same. Further for domestic sales, the group segments the customers into Distributors and Others for credit monitoring.

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. Accordingly, the group makes specific provisions against such trade receivables wherever required and monitors the same at periodic intervals.

The group establishes an allowance for impairment that represents its estimate of expected losses in respect of trade receivables and loans and advances.

The maximum exposure to credit risk for trade and other receivables by type of counterparty was as follows:

	(₹ in lakh)		
	Carrying amount		
	March 31, 2017	March 31, 2016	April 01,2015
Trade Receivables	52,194.99	45,451.20	26,924.89
Exports			
Distributors	-	-	-
Other	4,088.01	2,972.01	135.76
Domestic	-	-	-
Distributors	39,223.86	34,379.52	25,072.13
Other	8,883.12	8,099.67	1,717.00
	<u>52,194.99</u>	<u>45,451.20</u>	<u>26,924.89</u>
Other Receivables	3,072.00	6,731.68	6,873.35

**Impairment**

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

	March 31, 2017	March 31, 2016	April 01,2015
Neither past due nor impaired	31,795.75	26,676.16	9,589.01
Past due 1-30 days	7,253.16	6,718.41	6,748.87
Past due 31-90 days	6,935.67	4,582.28	5,610.77
Past due 91-180 days	2,090.93	3,244.65	3,138.40
> 180 days	4,119.48	4,229.70	1,837.84
	<u>52,194.99</u>	<u>45,451.20</u>	<u>26,924.89</u>

The movement in the allowance for impairment in respect of trade and other receivables during the year was as follows:

For Trade Receivable	March 31, 2017	March 31, 2016
Balance as at April 1	424.52	208.03
Impairment loss recognised	1,119.01	643.14
Amounts written off	(765.73)	(426.65)
Balance as at March 31	777.80	424.52

For Other Receivable	March 31, 2017	March 31, 2016
Balance as at April 1	2,091.06	2,086.06
Impairment loss recognised	(1,998.25)	33.90
Amounts written off	(33.50)	(28.90)
Balance as at March 31	59.31	2,091.06

**Cash and cash equivalents**

The group held cash and cash equivalents of ₹ 5381.94 Lakh at March 31, 2017 (previous year ₹ 3,142.99 Lakh as on April 1, 2015 ₹ 1,303.95 Lakh). The cash and cash equivalents are held with bank and financial institution counterparties with good credit rating.

Other than trade and other receivables, the group has no other financial assets that is past due but not impaired.

**Note 44.3: 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.

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**Exposure to liquidity risk**

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted and exclude the impact of netting agreements.

		Contractual cash flows						(₹ in lakh)
March 31, 2017	Carrying amount	Total	0-6 months	6-12 months	1-2 years	2-5 years	More than 5 years	
<b>Non-derivative financial liabilities</b>								
<b>Non current, non derivative financial liabilities</b>								
6,000 8% Cumulative Non-convertible Redeemable Preference Shares of the par value of ₹10 each	0.60	0.60	-	-	-	-	0.60	
Deferred Sales Tax Loan	258.24	341.63	-	-	84.91	256.72	-	
Deferred payment liabilities	411.82	411.82	-	-	102.96	308.87	-	
Term Loan from Bank	1,327.60	1,327.60	-	-	474.51	853.09	-	
Term loans from Bank and NBFC - Secured	57.55	57.55	-	-	31.68	25.88	-	
Other non-current financial liabilities-Others	0.06	0.06	-	-	-	-	0.06	
<b>Current, non derivative financial liabilities</b>								
Cash credit from bank	5,106.39	5,106.39	5,106.39	-	-	-	-	
Term loans from banks	20,033.15	20,033.15	20,033.15	-	-	-	-	
Commercial papers	27,500.00	27,500.00	27,500.00	-	-	-	-	
Buyers Credit	99.80	99.80	99.80	-	-	-	-	
Working Capital Loans from Banks	11,185.89	11,185.89	11,185.89	-	-	-	-	
Trade and other payables- others	31,274.46	31,274.46	31,274.46	-	-	-	-	
Acceptances	52,810.16	52,810.16	52,810.16	-	-	-	-	
Other current financial liabilities	16,703.67	16,703.67	16,498.24	205.43	-	-	-	
<b>Derivative liability</b>	222.90	222.90	-	222.90	-	-	-	
<b>Total</b>	<b>166,992.29</b>	<b>167,075.68</b>	<b>164,508.09</b>	<b>428.33</b>	<b>694.06</b>	<b>1,444.56</b>	<b>0.66</b>	
<b>March 31, 2016</b>								
	Carrying amount	Total	0-6 months	6-12 months	1-2 years	2-5 years	More than 5 years	
<b>Non-derivative financial liabilities</b>								
<b>Non current, non derivative financial liabilities</b>								
6,000 8% Cumulative Non-convertible Redeemable Preference Shares of the par value of ₹10 each	0.60	0.60	-	-	-	-	0.60	
Deferred Sales Tax Loan	267.80	376.78	-	-	35.15	341.63	-	
Other non-current financial liabilities-Liability towards beneficiaries of Company's ESOP Trust	653.71	653.71	-	-	653.71	-	-	
Term Loan from Bank	506.67	506.67	-	-	190.00	316.67	-	
Term Loan From NBFC	881.99	881.99	-	-	807.16	74.83	-	
Other Loan	-	-	-	-	-	-	-	
Deferred payment liability	420.66	420.66	-	-	8.85	308.85	102.96	
<b>Current, non derivative financial liabilities</b>								
Cash credit from bank	3,012.31	3,012.31	3,012.31	-	-	-	-	
Term loans from banks	39,395.38	39,395.38	39,395.38	-	-	-	-	
Commercial papers	40,000.00	40,000.00	40,000.00	-	-	-	-	
Trade and other payables- others	30,797.72	30,797.72	30,797.72	-	-	-	-	
Acceptances	2,877.18	2,877.18	2,877.18	-	-	-	-	
Working Capital Loans from Banks	43,639.82	43,639.82	43,639.82	-	-	-	-	
Others	1.86	1.86	1.86	-	-	-	-	
Other current financial liabilities	22,065.47	22,065.47	13,823.24	8,242.24	-	-	-	
<b>Derivative liability</b>	39.91	39.91	11.51	28.40	-	-	-	
<b>Total</b>	<b>184,561.06</b>	<b>184,670.06</b>	<b>173,559.02</b>	<b>8,270.64</b>	<b>1,694.87</b>	<b>1,041.98</b>	<b>103.56</b>	
<b>April 1, 2015</b>								
	Carrying amount	Total	0-6 months	6-12 months	1-2 years	2-5 years	More than 5 years	
<b>Non-derivative financial liabilities</b>								
<b>Non current, non derivative financial liabilities</b>								
Deferred Sales Tax Loan	393.36	393.36	-	-	16.58	376.78	-	
Term Loan from Bank	6,800.00	6,800.00	-	-	5,000.00	1,800.00	-	
Other non-current financial liabilities-Liability towards beneficiaries of Company's ESOP Trust	445.97	445.97	-	-	445.97	-	-	
<b>Current, non derivative financial liabilities</b>								
Cash credit from bank	3,624.28	3,624.28	3,624.28	-	-	-	-	
Term loans from banks	4,500.00	4,500.00	4,500.00	-	-	-	-	
Commercial papers	12,500.00	12,500.00	12,500.00	-	-	-	-	
Working Capital Loans from Banks	40,611.77	40,611.77	40,611.77	-	-	-	-	
Trade and other payables- others	20,595.34	20,595.34	20,595.34	-	-	-	-	
Acceptances	941.10	941.10	941.10	-	-	-	-	
Other current financial liabilities	10,477.40	10,477.40	10,446.35	31.05	-	-	-	
<b>Derivative liability</b>	7.93	7.93	-	7.93	-	-	-	
<b>Total</b>	<b>100,897.17</b>	<b>100,897.17</b>	<b>93,218.84</b>	<b>38.98</b>	<b>5,462.55</b>	<b>2,176.78</b>	-	

The gross inflows/(outflows) disclosed in the above table represent the contractual undiscounted cash flows relating to derivative financial liabilities held for risk management purposes and

which are not usually closed out before contractual maturity. The disclosure shows net cash flow amounts for derivatives that are net cash-settled and gross cash inflow and outflow amounts for derivatives that have simultaneous gross cash settlement.

#### Note 44.4 : Currency Risk

##### 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 group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

The group adopts a policy of ensuring that between 80 and 90% of its interest rate risk exposure is at a fixed rate. And hence, interest rate risk is covered by entering into fixed-rate instruments to ensure variability in cash flows attributable to interest rate risk is minimised.

##### Currency risk

The functional currency of group is primarily the local currency in which it operates. The currencies in which these transactions are primarily denominated are INR. The Company is exposed to currency risk in respect of transactions in foreign currency. Foreign currency revenues and expenses are in the nature of export sales and import purchases.

##### Exposure to currency risk

The summary quantitative data about the group's exposure to currency risk as reported to the management of the Company is as follows. The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

(₹ in lakh)

	March 31, 2017			March 31, 2016		April 01, 2015	
	USD	EUR	GBP	USD	EUR	USD	EUR
<b>Financial Assets</b>							
Trade receivables	3,954.01	91.61	-	4,207.35	205.09	136.52	-
Foreign exchange forward contracts	-	-	-	(58.41)	-	-	-
<b>Net exposure to foreign currency risk (Assets)</b>	<b>3,954.01</b>	<b>91.61</b>	<b>-</b>	<b>4,148.94</b>	<b>205.09</b>	<b>136.52</b>	<b>-</b>
<b>Financial Liabilities</b>							
Borrowings	(5,791.14)	-	-	(2,582.77)	-	-	-
Buyers Credit	(99.80)	-	-	(263.44)	-	-	-
Trade payables	(3,341.72)	-	(7.01)	(4,440.42)	-	(1,619.30)	-
Derivative liabilities	-	-	-	-	-	-	-
Foreign exchange forward contracts	7,328.81	-	-	2,203.97	-	1,494.30	-
<b>Net exposure to foreign currency risk (Liabilities)</b>	<b>(1,903.85)</b>	<b>-</b>	<b>(7.01)</b>	<b>(5,082.66)</b>	<b>-</b>	<b>(125.00)</b>	<b>-</b>
<b>Net exposure</b>	<b>2,050.16</b>	<b>91.61</b>	<b>(7.01)</b>	<b>(933.72)</b>	<b>205.09</b>	<b>11.52</b>	<b>-</b>
Un-hedged foreign currency exposures							
Purchase	(1,903.85)	-	(7.01)	(5,082.66)	-	(125.00)	-
Sale	3,954.01	91.61	-	4,148.94	205.09	136.52	-

##### Sensitivity analysis

A reasonably possible strengthening (weakening) of the Indian Rupee against all other currencies at 31 March 2017 would have affected the measurement of financial instruments denominated in a foreign currency 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.

Effect in INR lacs	Profit or loss		Equity, net of tax	
	Strengthening	Weakening	Strengthening	Weakening
<b>March 31, 2017</b>				
USD (1% movement)	21.29	(21.29)	21.29	(21.29)
EUR (2% movement)	(1.83)	1.83	(1.83)	1.83
GBP (2% movement)	0.14	(0.14)	0.14	(0.14)
	<b>19.60</b>	<b>(19.60)</b>	<b>19.60</b>	<b>(19.60)</b>
<b>March 31, 2016</b>				
USD (3% movement)	94.56	(94.56)	94.56	(94.56)
EUR (2% movement)	(4.10)	4.10	(4.10)	4.10
	<b>90.46</b>	<b>(90.46)</b>	<b>90.46</b>	<b>(90.46)</b>
<b>April 01, 2015</b>				
USD (2% movement)	0.23	(0.23)	0.23	(0.23)
	<b>0.23</b>	<b>(0.23)</b>	<b>0.23</b>	<b>(0.23)</b>

Note: Sensitivity has been calculated using standard Deviation % of USD rate movement.

**Note 44.5: Interest rate risk**

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 financial assets or borrowings because of fluctuations in the interest rates, if such assets/borrowings are measured at fair value through profit or loss. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing borrowings will fluctuate because of fluctuations in the interest rates.

**Exposure to interest rate risk**

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

Nominal amount	(₹ in lakh)		
	March 31, 2017	March 31, 2016	April 1,2015
<b>Fixed-rate instruments</b>			
Loans and Advances	51.19	45.75	32.40
Other financial assets	2,761.34	13,976.33	11,028.81
Borrowings	49,520.70	122,650.24	66,036.05
Other financial liabilities	5,580.35	13,080.52	5,316.16
<b>Total</b>	<u>57,913.58</u>	<u>149,752.85</u>	<u>84,413.41</u>
<b>Variable -rate instruments</b>			
Borrowings	16,428.11	9,699.07	-
<b>Total</b>	<u>16,428.11</u>	<u>9,699.07</u>	<u>-</u>
<b>TOTAL</b>	<u>74,341.68</u>	<u>159,451.92</u>	<u>84,413.41</u>

**Cash flow sensitivity analysis for variable-rate instruments**

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased (decreased) profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

	Profit or (loss)		Profit or (loss)	
	March 31,2017		March 31,2016	
	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
Variable-rate instruments	(164.28)	164.28	(97.00)	97.00
<b>Cash flow sensitivity (net)</b>	<u>(164.28)</u>	<u>164.28</u>	<u>(97.00)</u>	<u>97.00</u>

**Fair value sensitivity analysis for fixed-rate instruments**

The Group does not account for any borrowings at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

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**Note. 45 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.

**a. Disclosure of effects of hedge accounting on financial position**

March 31, 2017

(₹ in lakh)

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 forward contracts on outstanding borrowings	2,675.00	170.82	178.08	Derivative asset and derivative liability	May 1,2017 to September 25, 2017	1:1	71.02	237.13	(237.13)
	3,698.72		-		August 2017 to January 2018		70.26	(142.00)	142.00
	<b>6,373.72</b>	<b>170.82</b>	<b>178.08</b>					<b>95.13</b>	<b>(95.13)</b>

**b. Disclosure of effects of hedge accounting on financial performance**

March 31, 2017	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	315.17	-	-	-	-

**c. 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
<b>As at March 31, 2016</b>	-
Add : Changes in fair value	315.17
Less: Deferred tax relating to the above	(109.07)
<b>As at March 31, 2017</b>	<b>206.10</b>

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## Note 46. Tax expense

## (a) Amounts recognised in profit and loss

(₹ in lakh)

	For the year ended March 31, 2017	For the year ended March 31, 2016
Current income tax	7,608.45	4,798.18
Deferred income tax liability / (asset), net		
Origination and reversal of temporary differences	2,486.96	2,441.10
Reduction in tax rate	69.10	100.31
Recognition of previously unrecognised tax losses	-	-
<b>Deferred tax expense</b>	<b>2,556.06</b>	<b>2,541.41</b>
<b>Tax expense for the year</b>	<b>10,164.51</b>	<b>7,339.59</b>

## (b) Amounts recognised in other comprehensive income

	For the year ended March 31, 2017			For the year ended March 31, 2016		
	Before tax	Tax (expense) benefit	Net of tax	Before tax	Tax (expense) benefit	Net of tax
<b>Items that will not be reclassified to profit or loss</b>						
Remeasurements of defined benefit liability	(393.56)	136.21	(257.35)	(201.67)	94.46	(107.21)
<b>Items that will be reclassified to profit or loss</b>						
Foreign operations – foreign currency translation differences	5.67	-	5.67	(119.81)	-	(119.81)
Deferred gains/(losses) on cash flow hedges	315.17	(109.07)	206.10	-	-	-
Jv / Associate's share of other comprehensive income	(23.69)	8.20	(15.49)	15.32	(5.30)	10.02
	<u>(96.41)</u>	<u>35.34</u>	<u>(61.07)</u>	<u>(306.16)</u>	<u>89.16</u>	<u>(217.00)</u>

## (c) Amounts recognised directly in equity

(₹ in lakh)

	For the year ended March 31, 2017			For the year ended March 31, 2016		
	Before tax	Tax (expense) benefit	Net of tax	Before tax	Tax (expense) benefit	Net of tax
<b>General Reserve</b>						
Less: Amortisation of Intangibles as per Oil Palm Companies Merger Scheme approved by Bombay High Court (Refer Note No. 61(i)).	425.12	147.13	277.99	425.12	139.31	285.81
	<u>425.12</u>	<u>147.13</u>	<u>277.99</u>	<u>425.12</u>	<u>139.31</u>	<u>285.81</u>

## (d) Reconciliation of effective tax rate

	For the year ended March 31, 2017	For the year ended March 31, 2016
<b>Profit before tax.</b>	<b>37,456.27</b>	<b>33,463.82</b>
Company's domestic tax rate	34.61%	34.61%
Tax using the Company's domestic tax rate (Current year 34.61% and Previous Year 33.99%)	12,962.87	11,581.16
<b>Tax effect of:</b>		
Expenses not allowed for tax purpose	351.12	154.34
Additional allowance for tax purpose	(1,783.03)	(639.24)
Brought forward losses on which deferred tax asset not recognised	(31.08)	(382.30)
Income not considered for tax purpose	(692.16)	(1,125.10)
Tax paid at lower rate for profit on sales of Investment	(382.87)	(1,355.41)
Difference in overseas tax rate	(0.88)	(2.63)
Share of profit of JV/Associate	(470.80)	(1,131.60)
Other items	211.34	240.37
	<u>10,164.51</u>	<u>7,339.59</u>

The company's weighted average tax rates for the year ended March 31, 2017 and 2016 was 27.13% and 21.93% respectively.

The effective tax rate for the year ended March 31, 2017 was higher primarily as a result of lower tax exempted income as compared to previous year.

Note. Others in previous year include adjustments on income tax on account of business combination done during that year.

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## Note. 47 : Movement in deferred tax balances for the year ended March 31, 2017

(₹ in lakh)

	Net balance April 1, 2016	Recognised in profit or loss	Recognised in OCI	Recognised directly in equity	Acquired in business combinations	Deferred tax asset	Deferred tax liability	Deferred tax Net
<b>Deferred tax asset/(liabilities)</b>								
Property, plant and equipment & Intangible assets	(13,774.72)	(2,705.93)	-	119.51	-	582.36	(16,943.50)	(16,361.14)
Compensated absences		51.17	-	-	-	-	51.17	51.17
Investments	180.17	(84.48)	-	-	-	95.69	-	95.69
Biological Assets	(14.01)	2.99	-	-	-	-	(11.02)	(11.02)
Doubtful Debts	215.55	108.10	-	-	-	-	323.65	323.65
Brought forward capital losses	376.28	(376.28)	-	-	-	-	-	-
Employee Benefits	13.00	210.94	(112.62)	-	-	-	111.32	111.32
MAT Credit Entitlement	606.87	156.57	-	-	-	-	763.44	763.44
Others	(912.24)	80.86	(97.31)	-	-	-	(928.69)	(928.69)
<b>Total</b>	<b>(13,309.10)</b>	<b>(2,556.06)</b>	<b>(209.93)</b>	<b>119.51</b>	<b>-</b>	<b>678.05</b>	<b>(16,633.63)</b>	<b>(15,955.58)</b>

## Movement in deferred tax balances for the year ended March 31, 2016

(₹ in lakh)

	Net balance April 1, 2015	Recognised in profit or loss	Recognised in OCI	Recognised directly in equity	Acquired in business combinations	Deferred tax asset	Deferred tax liability	Deferred tax Net
<b>Deferred tax asset/(liabilities)</b>								
Property, plant and equipment & Intangible assets	(5,791.99)	(710.03)	-	102.50	(7,375.20)	757.35	(14,532.07)	(13,774.72)
Compensated absences	-	-	-	-	-	-	-	-
Investments	126.17	(1,053.20)	-	-	1,107.20	(163.39)	343.56	180.17
Biological Assets	(11.56)	(2.45)	-	-	-	-	(14.01)	(14.01)
Doubtful Debts	106.38	109.17	-	-	-	-	215.55	215.55
Brought forward capital losses	681.81	(305.53)	-	-	-	308.64	67.64	376.28
Employee Benefits	61.78	(72.59)	23.81	-	-	-	13.00	13.00
MAT Credit Entitlement	127.12	479.75	-	-	-	-	606.87	606.87
Others	74.29	(986.53)	-	-	-	268.28	(1,180.52)	(912.24)
<b>Tax assets (Liabilities)</b>	<b>(4,626.00)</b>	<b>(2,541.41)</b>	<b>23.81</b>	<b>102.50</b>	<b>(6,268.00)</b>	<b>1,170.88</b>	<b>(14,479.98)</b>	<b>(13,309.10)</b>

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 by each jurisdiction in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

Given that the group does not have any intention to dispose investments in subsidiaries in the foreseeable future, deferred tax asset on indexation benefit in relation to such investments has not been recognised.

**Note 48 Capital Management**

The group's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors the return on capital as well as the level of dividends to ordinary shareholders.

The board of directors seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position. The primary objective of the group's Capital Management is to maximise shareholder value. The group manages its capital structure and makes adjustments in the light of changes in the economic environment and the requirements of the financial covenants, if any.

The group monitors capital using a ratio of 'adjusted net debt' to 'equity'. For this purpose, adjusted net debt is defined as total borrowings, comprising interest-bearing loans and borrowings less cash and cash equivalents. Equity comprises all components of equity.

The group's policy is to keep the ratio below 2.00. The group's adjusted net debt to equity ratio at March 31, 2017 was as follows.

	(₹ in lakh)	
	As at March 31, 2017	As at March 31, 2016
Total Borrowings	66,344.83	137,180.80
Less : Cash and cash equivalent	5,381.95	3,142.99
<b>Adjusted net debt</b>	<b>60,962.88</b>	<b>134,037.81</b>
<b>Adjusted equity</b>	<b>126,284.81</b>	<b>101,597.64</b>
Adjusted net debt to adjusted equity ratio	<u>0.48</u>	<u>1.32</u>

**Note 49 Segment Information for the period ending March 31, 2017****Factors used to identify the entity's reportable segments, including the basis of organisation -**

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM") of the group. The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director (MD) of the group. The group has identified the following segments as reporting segments based on the information reviewed by CODM:

- 1) Animal feed
  - 2) Crop Protection
  - 3) Vegetable Oil
  - 4) Others
- (i) Information about Primary business Segments

**Segment Information****(i) Information about Primary business Segments****For the year ended March 31, 2017****(₹ in lakh)**

	Animal Feeds	Vegetable Oil	Crop Protection	Dairy	Other Business	Unallocated	Elimination	Total
Revenue								
Total Sales	262,082.16	50,664.16	76,472.52	100,991.70	4,097.78	-	(1,668.14)	492,640.18
Less : Inter-segment	-	-	-	-	-	-	-	-
External Sales	262,082.16	50,664.16	76,472.52	100,991.70	4,097.78	-	(1,668.14)	492,640.18
<b>Result</b>								
Segment Result	16,637.34	10,268.53	17,079.72	3,666.99	(1,082.22)	-	(39.00)	46,531.36
Unallocated expenditure net of unallocated income	-	-	-	-	-	(8,540.21)	-	(8,540.21)
Interest expenses	-	-	(1,223.96)	(492.96)	(356.39)	(6,803.57)	242.27	(8,634.18)
Interest Income	-	-	99.18	392.44	199.82	1,030.92	(242.26)	1,480.10
Dividend Income and Profit on sale of Investments	-	-	-	266.32	-	2,937.63	(440.52)	2,763.43
Profit before Exceptional, Tax & Share of Equity Accounted Investees	16,637.34	10,268.53	15,955.37	3,832.79	(1,238.79)	(11,375.23)	(479.51)	33,600.50
Share of Equity Accounted Investees Net of Tax						1,855.76		1,855.76
Exceptional Items :Write back of provision for loan given to ESOP Trust of holding company						2,000.00		2,000.00
Profit Before Taxation	16,637.34	10,268.53	15,955.37	3,832.79	(1,238.79)	(7,519.47)	(479.51)	37,456.26
Provision for taxation	-	-	1,446.35	1,509.72	(4.05)	7,269.97	(57.48)	10,164.51
Profit after taxation	16,637.34	10,268.53	14,509.02	2,323.07	(1,234.74)	(14,789.44)	(422.03)	27,291.75
Profit after taxation	16,637.34	10,268.53	14,509.02	2,323.07	(1,234.74)	(14,789.44)	(422.03)	27,291.75
Other Information								
Segment assets	94,766.14	19,102.05	86,737.00	69,356.68	8,590.74	84,610.28	(41,719.20)	321,443.69
Segment liabilities	71,989.40	1,730.73	36,870.76	22,642.06	3,218.65	59,777.82	(1,071.54)	195,157.88
Capital expenditure	4,627.55	1,746.25	2,727.75	11,003.99	542.06	353.20	-	21,000.80
Depreciation	2,684.68	1,310.41	1,216.35	1,619.47	160.15	475.42	-	7,466.48

**(i) Information about Primary business Segments****For the year ended March 31, 2016****(₹ in lakh)**

	Animal Feeds	Vegetable Oil	Crop Protection	Dairy	Other Business	Unallocated	Elimination	Total
Revenue								
Total Sales	254,420.18	40,419.24	49,593.81	27,289.03	3,870.32	-	(97.09)	375,495.50
Less : Inter-segment	-	-	-	-	-	-	-	-
External Sales	254,420.18	40,419.24	49,593.81	27,289.03	3,870.32	-	(97.09)	375,495.50
<b>Result</b>								
Segment Result	18,468.89	6,168.70	9,633.40	147.25	(1,270.28)	-	-	33,147.96
Unallocated expenditure net of unallocated income	-	-	-	-	-	(6,099.35)	-	(6,099.35)
Interest expenses	-	-	(606.09)	(109.45)	(205.26)	(9,082.01)	261.97	(9,740.84)
Interest Income	-	-	171.89	82.01	135.81	788.32	(261.97)	916.06
Dividend Income and Profit on sale of Investments	-	-	(10.33)	(0.27)	-	3,319.85	(190.24)	3,119.01
Profit before Exceptional, Tax & Share of Equity Accounted Investees	18,468.89	6,168.70	9,188.87	119.54	(1,339.73)	(11,073.19)	(190.24)	21,342.84
Share of Equity Accounted Investees Net of Tax						3,269.76		3,269.76
Exceptional Items :Write back of provision for loan given to ESOP Trust of holding company			(298.78)			9,150.00		8,851.22
Profit Before Taxation	18,468.89	6,168.70	8,890.09	119.54	(1,339.73)	1,346.57	(190.24)	33,463.82
Provision for taxation	-	-	216.30	24.61	44.17	7,054.52	-	7,339.60
Profit after taxation	18,468.89	6,168.70	8,673.79	94.93	(1,383.90)	(5,707.95)	(190.24)	26,124.22
Other Information								
Segment assets	95,869.86	20,603.04	76,625.28	64,955.40	14,479.74	94,290.13	(54,379.97)	312,443.47
Segment liabilities	58,299.69	3,110.19	45,188.54	19,893.59	11,647.02	81,872.22	(9,165.47)	210,845.77
Capital expenditure	5,189.93	3,063.50	16,622.76	11,190.77	421.91	881.80	-	37,370.69
Depreciation	2,399.64	1,180.64	607.48	417.23	138.98	493.54	-	5,237.50

Note 50 : Contingent Liabilities				Note 50 : Contingent Liabilities			
Particulars	₹ in lakh			Particulars	₹ in lakh		
	March 31, 2017	March 31, 2016	April 1, 2015		March 31, 2017	March 31, 2016	April 1, 2015
Claims against the group not acknowledged as debts:							
(i) <b>Excise Matter</b>				f	51.30	51.30	-
Excise duty demands relating to disputed classification, assessable values, availment of credit etc. which the group has contested and is in appeal at various levels	16,269.85	14,809.38	5,455.15				
(ii) <b>Service Tax Matter</b>				g	38.21	38.21	-
Service Tax demand amounting to ₹ 1.02 lakh raised by Central Excise Department at Lote in respect of dispute arising out of works contract transaction. An equal amount is levied by the department towards interest and penalty. The group has preferred an Appeal against this Order of Assessing Officer.	2.04	-	-				
(iii) <b>Customs Matter</b>				h	12.75	12.75	-
a The group has preferred an appeal with the Customs Dept. in the matter of Assessable value of imported Capital goods and presently the case is pending with the Commissioner of Customs, Chennai.	99.05	20.43	12.81				
(iv) <b>Income Tax</b>				i	10.75	10.75	-
a The group has received a rectification order u/s 154 of Income Tax Act, 1961 for AY 2014-15 dated 23.01.2017, as per the said order amount determined to be payable is ₹ 132.43 lakh which includes interest amounting to ₹ 25.45 lakh.	132.43	-	-				
b The group has preferred an appeal before the Commissioner of Income Tax (Appeals) against the order of the Assessing Officer for the A.Y 2013-14 in which a demand of ₹143.05 lakh has been determined to be payable by the Company.	143.05	1,059.23	-	(v) <b>Sales Tax Matters</b>			
c The Group has preferred appeal before Commissioner of Income Tax (Appeals) against the order of the Assessing Officer for the A.Y. 2012-13 in which a demand of ₹ 916.18 lakh has been determined to be payable by holding company the above demand includes taxes amounting to ₹ 769.88 lakh towards which credit has not been granted by income tax department.	-	-	916.18	a	-	0.99	0.99
d The group has preferred an Appeal before the Commissioner of Income Tax (Appeals) against the order of the Assessing Officer for the A.Y 2012-13 and A.Y 2013-14 in which a demand of ₹ 1.96 lakh and ₹ 3.00 lakh respectively has been determined to be payable by the group. The above demand pertains to Dividend Distribution Tax paid by Bahar Agrochem & Feeds Ltd (since merged with Godrej Agrovet Ltd) the credit of which has not been granted by the Income Tax department and disallowances under section 14 A of the Income Tax Act.	-	4.96	1.96	b	-	12.62	12.62
e The Group has preferred appeal against the order of assessing officer and CIT in which demand of ₹ 437.86 Lakh has been determined for various assessment years as under. The said demand also included interest payable up to the date of passing order by the competent authority i.e. assessing officer / CIT.	437.86	149.66	-	c	148.47	140.52	
				d	3,613.05	3,396.26	
				e	163.29	154.09	
				f	26.22	26.22	
				g	1.08	1.08	
				h	206.05	206.05	
				j	-	-	1.73

**Note 50 : Contingent Liabilities**

Particulars	(₹ in lakh)		
	March 31, 2017	March 31, 2016	April 1, 2015
<b>(vi) Civil Matter</b>			
Nath Bio-Genes (India) Ltd has filed a suit against the Group alleging that some product supplied by the Group was responsible for the poor germination of its seeds.	6,500.00	6,500.00	
(xii) Suit was filed by Model Financial Corporation Ltd (O.S. No.479/98) for recovery of dues from Ushodaya Agro Products Ltd and Creamline Dairy Products Ltd (CDPL) as borrowers and as alleged guarantor respectively. However, in case of OS No: 479/98, the company has deposited the title deeds of land along with the buildings therein and equipments pertaining to milk chilling center located at Kothapallimitta village Chittoor Dist. as security, pending final orders. CDPL has deposited ₹47.00 lakh as per the orders of Honourable City Civil Court, Hyderabad passed in C.M.P No.2777 of 2007 in C.M.P No.282 of 2006 in C.C.C.A no.94 of 2006 dt.14.6.2007. The Company is also liable to pay Interest at the rate of 6% p.a. on the balance due amount of ₹ 47 Lakh which is coming to ₹ 31.84 lakh. The aggregate contingent liability would be ₹ 78.84 Lakh			
(xiii) The group has cancelled the Milk distributorship for Hanamkonda (Warangal) due to large overdue outstanding to the extent of ₹6.07 lakh. Consequent to the cancellation of distributorship, the distributor filed case against the group demanding ₹10 lakh Subsequently the group filed a counter claim and the matter is pending for listing in the Court.			
(xiv) The complaint has been filed regarding the quality of products in Consumer Court towards grievance and expenses incurred by the applicant seeking damage of ₹ 2 lakhs. The complainant has not appeared before the forum during the last four hearings and the group has requested the President of the Consumer Forum to dismiss the case.			
(xv) A Complaint has been filed under FSSAI for quality of curd in Guntur on the group and penalty of ₹ 3 lakh has been levied. The group has preferred an appeal in the Guntur sessions Court against the referred order.			
(vii) Buy-back guarantee issued to Industrial Promotional & Development group on behalf of Joint Venture.	-	411.25	411.25
(viii) Surety Bond issued on behalf of Fellow Subsidiary.	120.67	120.67	2,028.13
(ix) Letters of Credit given by Group (Different letter of credits issued to various suppliers for supply of material to us.)	199.90	156.80	-
(x) Guarantees issued by the Banks and counter guaranteed by the group which have been secured by deposits with bank.	1,218.02	775.28	354.22
(xi) Gurantee issued to Banks on behalf of the Joint Venture Company	-	-	703.23
(xii) Claims against the company not acknowledged as debt	987.71	732.30	671.08
<b>Note 51 : Commitments</b>			
Estimated value of contracts remaining to be executed on capital account (net of Advances), to the extent not provided for:	9,832.89	4,240.02	2,566.82
Outstanding Export obligation Under EPCG Scheme	3,895.62	3,858.84	3,472.31

**Note 52 : Lease taken by the Group****Operating Lease:**

The group's leasing arrangements are in respect of operating leases for premises occupied by the group. These leasing arrangements are non cancellable, and are renewable on a periodic basis by mutual consent on mutually acceptable terms.

- a. The total of future minimum lease payments under non-cancellable operating leases for each of the following periods :

Particulars	(₹ in lakh)	
	As at March 31, 2017	As at March 31, 2016
<b>Future lease commitments</b>		
- Within one year	304.30	219.96
- Later than one year and not later than five years	964.91	743.66
- Later than five years	279.70	425.42
b. Lease payments recognised in the Statement of Profit & Loss for the year :		
Minimum lease payments	1,852.65	1,368.43

**Finance leases****A. Leases as lessor**

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.

**i. Future minimum lease receivables**

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

	March 31, 2017			March 31, 2016		
	Future value of minimum lease receivables	Unearned finance income	Present value of minimum lease receivables	Future value of minimum lease receivables	Unearned finance income	Present value of minimum lease receivables
Less than one year	108.93	52.85	56.08	111.36	61.16	50.20
Between one and five years	435.72	119.64	316.08	445.44	162.49	282.94
More than five years	-	-	-	111.36	13.85	97.51
	544.65	172.49	372.16	668.16	237.50	430.65

**Note 53 : Grants/subsidies from government**

Subsidy amounting to ₹ 200.00 lakh (previous year ₹ 300.00 lakh) received during the year in the nature of capital subsidy.

**Note 54 : Investments in Subsidiary**

During the year the group has extinguished its investment in Godrej Seeds And Genetics Limited and accordingly Godrej seeds And Genetics Limited ceased to be subsidiary of the company.

**Note 55 : Balance confirmation**

Current Assets, Loans and Advances, Deposits and Sundry Creditors are subject to confirmation / reconciliation and consequential adjustments, if any.

**Note 56 : Common expenses shared by the companies**

Expenses include ₹474.45 lakh (Previous Year ₹ 499.46 lakh) charged by Godrej Industries Limited, the Holding Company.

**Note 57 : Information in Respect of Current Investment in Associates.**

During the previous year, the management has decided to divest its stake in Polchem Hygiene Laboratories Private Limited Consequently, the same has been reclassified as current investment in previous year. During the current year the investment in the said associate company has been extinguished.

**Note 58 : Acquisition of Seeds business.**

- a 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 1st, 2015, ("the Appointed date") was sanctioned by the Honourable High Court of Judicature at Bombay ("the Court"), vide its Order dated January 8th, 2016 and certified copies of the Order of the Court sanctioning the Scheme were filed with the Registrar of Companies, Maharashtra on February 9, 2016 (the "Effective Date").

- b To give effect to the Honourable Bombay High Court's Order dated January 8th, 2016 regarding Scheme of the Arrangement, the following actions have been performed.
- i 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 ₹1,694.47 lakh has been debited to the Surplus in Statement of Profit and Loss as per the Scheme.
- ii The cost and expenses arising out of or incurred in carrying out and implementing the scheme amounting to ₹ 19.38 lakh had been directly charged against the Surplus in Statement of Profit and Loss of the Resulting Company.
- c Had the Scheme not prescribed the above treatment, the Surplus in Statement of Profit and Loss would have been higher by ₹ 1,694.47 Lakh.

**Note 59 : Amalgamation of Goldmuhr Agrochem & Feeds Limited.**

- a A scheme of Amalgamation ("the Scheme") for the amalgamation of Goldmuhr Agrochem & Feeds Limited (called "the Transferor Company"), with Godrej Agrovet Limited (the "Transferee Company"), with effect from October 1st, 2013, ("the Appointed date") was sanctioned by the Honourable High Court of Judicature at Bombay ("the Court"), vide its Order dated September 20th, 2013 and certified copies of the Order of the Court sanctioning the Scheme were filed with the Registrar of Companies, Maharashtra on December 13th, 2013 (the "Effective Date").
- b To give effect to the Honourable Bombay High Court's Order dated September 20th, 2013 regarding Scheme of the Arrangement, the following actions have been performed:
- i 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 ₹ 71.11 lakh has been debited to the General Reserve Account of the Transferee Company as per the Scheme.
- ii The cost and expenses arising out of or incurred in carrying out and implementing the scheme amounting ₹ 40.73 lakh have been directly charged against the balance in General Reserve Account of the Transferee Company.
- iii An amount of ₹ 2,000.00 lakh 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.
- c Had the Scheme not prescribed the above treatment, the balance in General Reserve would have been higher by ₹ 2,111.84 lakh.

**Note 60 : Amalgamation of Golden Feed Products Limited.**

- a 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 31st, 2014, ("the Appointed date") was sanctioned by the Hon'ble High Court of Judicature at Bombay ("the Court"), vide its Order dated April 29th, 2014 and certified copies of the Order of the Court sanctioning the Scheme were filed with the Registrar of Companies, Maharashtra on May 19th, 2014 (the "Effective Date").
- b To give effect to the Honourable Bombay High Court's Order dated April 29th, 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 ₹ 97.06 lakh has been debited to the Surplus in Statement of Profit and Loss as per the Scheme.
- c Had the Scheme not prescribed the above treatment, the Surplus in Statement of Profit and Loss would have been higher by ₹97.06 Lakh.

**Note 65 Disclosure of Joint Venture and Associates**

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	March 31, 2015
Godrej Tyson Foods Limited*	Maharashtra	49%	Joint Venture	Equity method	8,465.42	7,463.63	6,550.68
ACI Godrej Agrovet Private Limited*	Bangladesh	50%	Joint Venture	Equity method	6,272.82	5,144.77	3,477.91
Omnivore India Capital Trust	Maharashtra		Investment entity	FVTPL	2,786.39	2,592.54	1,210.93
Polchem Hygiene Laboratories Private Limited	Maharashtra	-	Associate	Equity method	-	-	584.57
Al Rahaba International Trading Limited Liability Company	Abu Dhabi	24%	Associate	Equity method	20.36	315.76	406.52
<b>Total equity accounted investments</b>					<b>17,544.99</b>	<b>15,516.70</b>	<b>12,230.61</b>

\* Unlisted equity, no quoted prices available.

**Note 61 : Amalgamation of Oil Palm Companies.**

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 1, 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.

- i Amortisation on Intangible Assets of the Transferor Companies amounting to ₹ 425.12 Lakh in the current year and ₹ 425.12 Lakh 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 ₹ 4,251.18 Lakh
- ii The excess of book value of the net assets of the Transferor Company taken over, amounting to ₹ 6,055.32 lakh 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 ₹ 6,055.32 Lakh, the balance in General Reserve would have been higher by ₹ 850.24 Lakh.

**Note 62 : Amalgamation of Godrej Gold Coin Aquafeed Limited (GGCAL) .**

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 1, 2010, ("the Appointed date") as sanctioned by the Hon'ble High Court of Judicature at Bombay ("the Court"), vide its Order dated January 5, 2011, the following entries have been passed

- i The Intangible assets held by GGCAL amounting to ₹ 1,669.14 lakh were adjusted against the balance in the Securities Premium Account of the Holding Company.
- ii The excess of book value of the net assets of the Transferor Company taken over, amounting to ₹ 2,505.71 lakh 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 ₹ 4,174.85 Lakh, the Surplus in Statement of Profit & Loss would have been lower by ₹ 4,174.85 Lakh.

**Note 63 : Managerial Remuneration .**

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 ₹8,661.12 lakh. The Company is in the process of obtaining approval from the Shareholders and Central Government of India for ratification of payment of excess remuneration.

**Note 64 : Corporate Social Responsibility expenditure.**

Total expenditure incurred on Corporate Social Responsibility activities during the current year is ₹484.04 lakh (previous year ₹227.56 lakh).

Amount spent during the year on:	In cash	Yet to be paid in cash	(₹ in lakh)
			TOTAL
(i) Construction/acquisition of any asset	-	-	-
(ii) On purposes other than (i) above	484.04	-	484.04

Summary financial information of Godrej Tyson Foods Limited and not adjusted for the percentage ownership held by the Company, is as follows:

Particulars	Godrej Tyson Foods Limited			ACI Godrej Agrovet Private Limited		
	March 31, 2017	March 31, 2016	March 31, 2015	March 31, 2017	March 31, 2016	March 31, 2015
Ownership	49%	49%	49%	50%	50%	50%
Cash and cash equivalent	1,953.31	554.19	531.17	335.16	294.19	111.73
Other current assets	4,845.70	5,459.79	4,460.03	11,186.33	11,678.42	5,093.53
Total current assets	6,799.01	6,013.98	4,991.19	11,521.48	11,972.61	5,205.26
Total non-current assets	15,935.75	14,881.21	13,851.06	20,004.99	19,312.85	15,360.32
<b>Total assets</b>	<b>22,734.76</b>	<b>20,895.17</b>	<b>18,842.25</b>	<b>31,526.46</b>	<b>31,285.46</b>	<b>20,565.58</b>
Current liabilities						
Financial liabilities (excluding trade payables and provisions)	2,168.00	1,845.15	1,585.21	8,079.77	11,969.81	3,229.29
Other liabilities	1,497.49	1,772.13	1,557.79	3,173.68	2,958.27	1,901.17
Total current liabilities	3,665.49	3,617.28	3,143.00	11,253.45	14,928.08	5,130.46
Non Current liabilities						
Financial liabilities (excluding trade payables and provisions)	-	-	-	5,861.03	5,791.02	8,402.40
Other liabilities	1,220.69	1,013.25	821.10	491.55	299.41	84.13
Total non current liabilities	1,220.69	1,013.25	821.10	6,352.58	6,090.43	8,486.53
<b>Total liabilities</b>	<b>4,886.18</b>	<b>4,630.53</b>	<b>3,964.10</b>	<b>17,606.03</b>	<b>21,018.51</b>	<b>13,616.99</b>
<b>Net assets</b>	<b>17,848.57</b>	<b>16,264.64</b>	<b>14,878.15</b>	<b>13,920.42</b>	<b>10,266.95</b>	<b>6,948.59</b>
<b>Groups' share of net assets</b>	<b>8,745.80</b>	<b>7,969.68</b>	<b>7,290.29</b>	<b>6,960.21</b>	<b>5,133.47</b>	<b>3,474.29</b>
<b>Carrying amount of interest in joint venture</b>	<b>8,465.42</b>	<b>7,463.63</b>	<b>6,550.68</b>	<b>6,272.82</b>	<b>5,144.77</b>	<b>3,477.91</b>

Particulars	Godrej Tyson Foods Limited		ACI Godrej Agrovet Private Limited		
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016	
Revenues		44,754.42	45,101.42	60,404.72	53,526.79
Interest income		97.22	45.45	7.87	20.22
Depreciation and amortisation		(1,512.38)	(1,432.47)	-	-
Interest expense		(0.69)	(6.18)	(1,090.90)	(553.32)
Income tax expense		(991.81)	(631.31)	(549.44)	(735.59)
<b>Profit from continuing operations</b>		<b>1,599.42</b>	<b>1,407.13</b>	<b>2,256.12</b>	<b>3,489.03</b>
Profit from discontinued operations		-	-	-	-
<b>Profit for the year</b>		<b>1,599.42</b>	<b>1,407.13</b>	<b>2,256.12</b>	<b>3,489.03</b>
Other comprehensive income		(15.49)	(20.64)	-	-
<b>Total comprehensive income</b>		<b>1,583.93</b>	<b>1,386.49</b>	<b>2,256.12</b>	<b>3,489.03</b>
Group's share of profit - As per JV's books		783.72	689.50	1,128.06	1,744.51
Add: Adjustments at GAVL		233.56	233.56	-	-
Group's share of profit		1,017.28	923.06	-	-
Group's share of Other comprehensive income		(7.59)	(10.11)	-	-
Group's share of Total comprehensive income		1,009.69	912.95	1,128.06	1,744.51

#### Dividends received

The Company's share of profits in Godrej Tyson Foods Limited for the years ended March 31, 2017 and 2016 was ₹1,017.28 lakh and ₹ 923.06 lakh, respectively. The carrying value of the Company's investment in Godrej Tyson Foods Limited as of March 31, 2017 and 2016 was ₹ 8,465.42 lakh and ₹ 7,463.63 lakh respectively.

The Company's share of profits in ACI Godrej Agrovet Private Limited for the years ended March 31, 2017 and 2016 was ₹ 1,128.06 lakh and ₹ 1,744.51 lakh respectively. The carrying value of the Company's investment in ACI Godrej Agrovet Private Limited as of March 31, 2017 and 2016 was ₹ 6,272.82 lakh and ₹ 5,144.77 lakh respectively.

#### Note 66: Non Controlling Interest

##### Non controlling interest

Financial information of 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
		March 31, 2017	March 31, 2016	March 31, 2015	March 31, 2017	March 31, 2016	March 31, 2015	
Godvet Agrochem Limited	India	100.00%	100.00%	100.00%	0.00%	0.00%	0.00%	Investment Property
Godrej Seeds & Genetics Limited	India	-	90.00%	90.00%	-	10.00%	10.00%	Cultivation and marketing of high quality Hybrid Seeds
Astec LifeSciences Ltd.	India	55.54%	53.64%	-	44.46%	46.36%	NA	Manufacturing and Distribution of Agrochemical active ingredients and pharmaceutical intermediates.
Creamline Dairy Products Limited	India	51.91%	51.91%	26%	48.09%	48.09%	NA	The Company is principally engaged in milk procurement, processing of milk and manufacturing of milk products. The Company is also engaged in generation of power through renewable energy sources.

The following table summarises information relating to each of the Group's subsidiary, before any inter-company eliminations

## I. Summarised statement of profit or loss

	31 March 2017	31 March 2016
<b>(a) Godvet Agrochem Limited</b>		
Total Revenue	341.00	237.81
Profit for the year	40.15	59.86
Other Comprehensive Income	-	-
<b>Profit allocated to non-controlling interests</b>	-	-
<b>OCI allocated to non-controlling interests</b>	-	-
<b>Dividends paid to non-controlling interests</b>	-	-
<b>(b) Godrej Seeds &amp; Genetics Limited</b>		
Total Revenue	370.85	367.90
Profit for the year	(114.64)	(40.02)
Other Comprehensive Income	-	-
<b>Profit allocated to non-controlling interests</b>	-	-
<b>OCI allocated to non-controlling interests</b>	-	-
<b>Dividends paid to non-controlling interests</b>	-	-
<b>(c) Astec LifeSciences Ltd.</b>		
Total Revenue	31,340.35	11,336.80
Profit for the year	2,812.44	(921.48)
Other Comprehensive Income	(6.74)	(4.61)
<b>Profit allocated to non-controlling interests</b>	<b>1,292.99</b>	<b>315.61</b>
<b>OCI allocated to non-controlling interests</b>	<b>(2.28)</b>	<b>(2.20)</b>
<b>Dividends paid to non-controlling interests</b>	-	-
<b>(d) Creamline Dairy Products Limited</b>		
Total Revenue	100,991.70	27,289.03
Profit for the year	2,323.07	94.94
Other Comprehensive Income	(68.82)	25.33
<b>Profit allocated to non-controlling interests</b>	<b>2,323.07</b>	<b>(46.87)</b>
<b>OCI allocated to non-controlling interests</b>	<b>(33.09)</b>	<b>12.18</b>
<b>Dividends paid to non-controlling interests</b>	-	-

## II. Summarised balance sheet

	31 March 2017	31 March 2016	31 March 2015
<b>(a) Godvet Agrochem Limited</b>			
Non-current liabilities	-	-	-
Current liabilities	1,026.36	5,583.38	1,855.51
	<b>1,026.36</b>	<b>5,583.38</b>	<b>1,855.51</b>
Non-current assets	2,067.28	1,520.97	1,341.07
Current assets	35.01	5,098.19	1,507.03
	<b>2,102.29</b>	<b>6,619.16</b>	<b>2,848.10</b>
Net assets	1,075.92	1,035.78	992.59
Net assets attributable to non-controlling interest	-	-	-
		<b>31 March 2016</b>	<b>1 April 2015</b>
<b>(b) Godrej Seeds &amp; Genetics Limited</b>			
Non-current liabilities	-	-	20.36
Current liabilities	726.02	5,909.66	5,930.02
	<b>726.02</b>	<b>5,930.02</b>	
Non-current assets	-	-	156.34
Current assets	625.09	4,518.90	4,675.24
	<b>625.09</b>	<b>4,675.24</b>	<b>(1,254.78)</b>
Net assets	(100.93)	(1,254.78)	(0.60)
Net assets attributable to non-controlling interest	(0.60)	(0.60)	(0.60)
<b>(c) Astec LifeSciences Ltd.</b>			
Non-current liabilities	181.75	637.80	
Current liabilities	19,372.29	20,644.04	
	<b>19,554.04</b>	<b>21,281.84</b>	
Non-current assets	12,827.70	13,018.21	
Current assets	19,837.30	18,632.46	
	<b>32,665.00</b>	<b>31,650.67</b>	
Net assets	13,110.96	10,368.83	
<b>Net assets attributable to non-controlling interest</b>	<b>5,829.34</b>	<b>4,811.28</b>	

## (d) Creamline Dairy Products Limited

Non-current liabilities	9,270.33	9,017.94
Current liabilities	11,560.48	10,759.66
	<b>20,830.81</b>	<b>19,777.60</b>
Non-current assets	49,259.04	40,271.33
Current assets	12,252.53	17,934.70
	<b>61,511.57</b>	<b>58,206.03</b>
Net assets	40,680.76	38,428.43
Net assets attributable to non-controlling interest	19,562.10	18,479.03

## III. Summarised cash flow information

<b>(a) Godvet Agrochem Limited</b>		
Cash flows from/(used in) in operating activities	4,607.35	117.37
Cash flows from/(used in) in investing activities	(330.83)	(3,607.72)
Cash flows from/(used in) in financing activities	(4,032.55)	3,385.08
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>243.97</b>	<b>(105.27)</b>
<b>(b) Godrej Seeds &amp; Genetics Limited</b>		
Cash flows from/(used in) in operating activities	(184.96)	-
Cash flows from/(used in) in investing activities	-	-
Cash flows from/(used in) in financing activities	187.74	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>2.78</b>	
<b>(c) Astec LifeSciences Ltd.</b>		
Cash flows from/(used in) in operating activities	1,862.97	(1,384.09)
Cash flows from/(used in) in investing activities	(1,709.05)	(1,605.40)
Cash flows from/(used in) in financing activities	(94.34)	3,198.53
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>59.58</b>	<b>209.04</b>
<b>(d) Creamline Dairy Products Limited</b>		
Cash flows from/(used in) in operating activities	2,208.25	5,166.90
Cash flows from/(used in) in investing activities	(1,550.88)	(4,970.00)
Cash flows from/(used in) in financing activities	(255.00)	160.82
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>402.37</b>	<b>357.72</b>

## IV. Transactions with non-controlling interests - Astec LifeSciences Limited

During the current year, the Group has acquired 1.90% of subsequent interest in Astec LifeSciences Limited. The carrying amount of such additional NCI stake acquired is ₹258.28 Lakh. During the previous year, the Group had acquired 8.34% of stake in Astec LifeSciences Limited through a series of acquisitions during the previous year. The carrying amount of such NCI stake is ₹838.53 Lakh.

	31 March 2017	31 March 2016
Carrying amount of non-controlling interests acquired	258.28	838.53
Consideration paid	2,348.04	4,246.74
Decrease in Equity attributable to the owners of the Company	2,089.76	3,408.21

## Transactions with non-controlling interests - Creamline Dairy Products Limited

During the previous year, the Group had acquired 0.54% of stake in Creamline Dairy Products Limited. The carrying amount of such NCI stake was ₹ 347.33 Lakh.

	31 March 2017	31 March 2016
Carrying amount of non-controlling interests acquired	-	347.33
Consideration paid	-	349.76
Decrease in Equity attributable to the owners of the Company	-	2.43

**Note No. 67: Related Party Disclosures**

Related party disclosures as required by IND AS - 24, "Related Party Disclosures", are given below

**1 Relationships:****(i) Holding Companies:**

Godrej Industries Limited (GIL), Holding Company holds 63.67% Equity Shareholding in Godrej Agrovet Limited (GAVL) as on March 31, 2017.

GIL was a subsidiary of Godrej & Boyce Manufacturing Company Limited (G&B) till March 29, 2017. Consequently, G&B was also the Ultimate Holding Company of GAVL till March 29, 2017 and ceased to be so w.e.f. March 30, 2017.

GIL became a subsidiary of Vora Soaps Limited (VSL) w.e.f. March 30, 2017. Consequently, VSL is the Ultimate Holding Company of GAVL w.e.f. March 30, 2017.

**(ii) Subsidiary Companies:**

- 1 Godvet Agrochem Limited
- 2 Godrej Seeds & Genetics Limited (upto March 18, 2017)
- 3 Astec LifeSciences Limited
- 4 Behram Chemicals Private Limited (a subsidiary of Astec LifeSciences Limited)
- 5 Astec Europe Sprl (a subsidiary of Astec LifeSciences Limited)
- 6 Comercializadora Agricola Agrostrachem Cia Ltd (a subsidiary of Astec LifeSciences Limited)
- 7 Creamline Dairy Products Limited
- 8 Nagavalli Milkline Private Limited (a subsidiary of Creamline Dairy Products Limited)

**(iii) Fellow Subsidiaries:****A. Subsidiaries of Godrej & Boyce Mfg. Co. Ltd. (G&B), Fellow subsidiaries upto March 29, 2017 :**

- 1 Godrej Infotech Ltd.
- 2 Godrej (Singapore) Pte. Ltd., Singapore
- 3 Veromatic International BV, Netherlands
- 4 Busbar Systems (India) Ltd.
- 5 Mercury Mfg. Co. Ltd.
- 6 Godrej Americas Inc., USA
- 7 India Circus Retail Pvt. Ltd.

**B. Subsidiaries of Godrej Industries Ltd. (GIL) :**

- 1 Godrej Properties Ltd. (GPL)
- 2 Ensemble Holdings & Finance Ltd.
- 3 Godrej International Ltd., Isle of Man
- 4 Natures Basket Ltd.
- 5 Godrej International Trading & Investments Pte Ltd., Singapore
- 6 Godrej International Ltd., Labuan Malaysia

**C. Subsidiaries of Godrej Properties Limited (GPL) :**

- 1 City Infraprojects Limited
- 2 Godrej Realty Pvt. Ltd.
- 3 Godrej Real Estate Pvt. Ltd.
- 4 Godrej Buildcon Pvt. Ltd.
- 5 Godrej Projects Development Pvt. Ltd. (GPDPL)
- 6 Godrej Redevelopers (Mumbai) Pvt. Ltd. (a subsidiary of GPDPL)
- 7 Godrej Garden City Properties Pvt. Ltd.
- 8 Godrej Landmark Redevelopers Pvt. Ltd.
- 9 Godrej Green Homes Ltd.
- 10 Godrej Home Developers Pvt. Ltd.
- 11 Godrej Hillside Properties Pvt. Ltd.
- 12 Godrej Prakriti Facilities Private Limited (a subsidiary of Happy Highrises Ltd.)
- 13 Godrej Investment Advisers Private Limited
- 14 Godrej Highrises Properties Private Limited
- 15 Godrej Genesis Facilities Management Private Limited (a subsidiary of Happy Highrises Ltd.)
- 16 Godrej Residency Private Limited
- 17 Godrej Skyline Developers Private Limited

- 18 Godrej Vikhroli Properties India Limited (Godrej Vikhroli Properties LLP converted into a Public Limited Company)
- 19 Prakritiplaza Facilities Management Private Limited
- 20 Godrej Property Developers LLP
- 21 Mosaic Landmarks LLP
- 22 Dream World Landmarks LLP
- 23 Oxford Realty LLP
- 24 Godrej SSPDL Green Acres LLP
- 25 Oasis Landmarks LLP
- 26 M S Ramaiah Ventures LLP
- 27 Caroa Properties LLP
- 28 Godrej Construction Projects LLP
- 29 Godrej Housing Projects LLP
- 30 Godrej Land Developers LLP
- 31 Godrej Developers & Properties LLP
- 32 Godrej Highrises Realty LLP
- 33 Godrej Project Developers & Properties LLP
- 34 Godrej Highview LLP
- 35 Prakhhyat Dwellings LLP
- 36 Godrej Skyview LLP
- 37 Bavdhan Realty @ Pune 21 LLP
- 38 Godrej Green Properties LLP
- 39 Godrej Projects (Pune) LLP
- 40 Godrej Projects (Bluejay) LLP
- 41 Godrej Projects (Soma) LLP
- 42 Godrej Century LLP
- 43 A R Landcraft LLP

**D. Subsidiaries of Godrej Infotech Ltd. (Fellow subsidiaries upto March 29, 2017) :**

- 1 Godrej Infotech Americas Inc., North Carolina, USA
- 2 Godrej Infotech (Singapore) Pte. Ltd., Singapore
- 3 LVD Godrej Infotech NV, Belgium

**E. Subsidiaries of Godrej (Singapore) Pte. Ltd. (Fellow subsidiaries upto March 29, 2017) :**

- 1 JT Dragon Pte. Ltd., Singapore
- 2 Godrej (Vietnam) Co. Ltd., Vietnam (a wholly owned subsidiary of JT Dragon Pte. Ltd.)

**F. Other Fellow Subsidiaries (where Godrej & Boyce Mfg. Co. Ltd. owns directly and/or indirectly through one or more subsidiaries, more than one-half of the equity share capital) (Fellow subsidiaries upto March 29, 2017) :**

- 1 Godrej Consumer Products Ltd. (GCPL)
- 2 Godrej One Premises Management Private Limited

**G. Subsidiaries and Sub-subsidiaries of Godrej Consumer Products Limited (GCPL) (Fellow subsidiaries upto March 29, 2017) :**

- 1 Godrej South Africa (Proprietary) Ltd., South Africa (formerly, Rapidol (Pty) Ltd.)
- 2 Godrej Netherlands BV, Netherlands
- 3 Godrej UK Ltd. (a subsidiary of Godrej Netherlands BV)
- 4 Godrej Consumer Products Holding (Mauritius) Ltd., Mauritius
- 5 Godrej Global Mid East FZE (incorporated in Sharjah, U.A.E.) (a subsidiary of Godrej Consumer Products Holding (Mauritius) Ltd.)
- 6 Godrej Consumer Products Mauritius Ltd., Mauritius
- 7 Godrej Household Products Lanka (Private) Ltd., Sri Lanka
- 8 Godrej Household Products Bangladesh Pvt. Ltd., Bangladesh
- 9 Godrej Consumer Products Bangladesh Ltd., Bangladesh
- 10 Godrej Mauritius Africa Holdings Ltd., Mauritius
- 11 Godrej West Africa Holdings Ltd., Mauritius (a subsidiary of Godrej Mauritius Africa Holdings Ltd.)
- 12 Godrej Consumer Products (UK) Ltd. (a subsidiary of Godrej UK Ltd.)
- 13 Godrej Consumer Investments (Chile) Spa, Chile (a subsidiary of Godrej Netherlands BV)

- 14 Godrej Mideast Holdings Limited, Dubai (a subsidiary of Godrej Indonesia IP Holdings Limited)
- 15 Godrej Holdings (Chile) Limitada, Chile (a subsidiary of Godrej Consumer Investments (Chile) Spa)
- 16 Cosmetica Nacional, Chile (a subsidiary of Godrej Holdings (Chile) Limitada)
- 17 Plasticos Nacional, Chile (a subsidiary of Cosmetica Nacional)
- 18 Kinky Group (Proprietary) Ltd. (a subsidiary of Godrej Mauritius Africa Holdings Ltd.)
- 19 Godrej Nigeria Ltd., Nigeria (a subsidiary of Godrej Consumer Products Mauritius Ltd.)
- 20 Indovest Capital Ltd., Malaysia (a subsidiary of Godrej Consumer Products Holding (Mauritius) Ltd.)
- 21 Godrej Consumer Products Dutch Cooperatief UA, Netherlands (a subsidiary of Godrej Consumer Products Holding (Mauritius) Ltd.)
- 22 Godrej Consumer Products (Netherlands) BV, Netherlands (a subsidiary of Godrej Consumer Products Dutch Cooperatief UA)
- 23 Godrej Consumer Holdings (Netherlands) BV, Netherlands (a subsidiary of Godrej Consumer Products Dutch Cooperatief UA)
- 24 PT Megasari Makmur, Indonesia (a subsidiary of Godrej Consumer Holdings (Netherlands) BV)
- 25 PT Intrasari Raya, Indonesia (a subsidiary of Godrej Consumer Holdings (Netherlands) BV)
- 26 PT Ekamas Sarijaya, Indonesia (a subsidiary of Godrej Consumer Holdings (Netherlands) BV)
- 27 PT Indomas Susemi Jaya, Indonesia (a subsidiary of Godrej Consumer Holdings (Netherlands) BV)
- 28 PT Sarico Indah, Indonesia (a subsidiary of Godrej Consumer Holdings (Netherlands) BV)
- 29 Panamar Produccioness Srl, Argentina (a subsidiary of Godrej Netherlands Argentina BV)
- 30 Argencos S.A., Argentina (a subsidiary of Godrej Netherlands Argentina BV)
- 31 Laboratoria Cuenca S.A., Argentina (a subsidiary of Godrej Netherlands Argentina BV)
- 32 Deciral Ltd., Uruguay (a subsidiary of Laboratoria Cuenca S.A.)
- 33 Issue Group Brazil Ltda., Brazil (a subsidiary of Godrej Netherlands Argentina BV)
- 34 Consell S.A., Argentina (a subsidiary of Laboratoria Cuenca S.A.)
- 35 Subinite Pty. Ltd., South Africa (a subsidiary of Godrej West Africa Holdings Ltd.)
- 36 Lorna Nigeria Ltd., Nigeria (a subsidiary of Godrej Mauritius Africa Holdings Ltd.)
- 37 Weave IP Holding Mauritius Pvt. Ltd., Mauritius (a subsidiary of Godrej West Africa Holdings Ltd.)
- 38 Weave Trading Mauritius Pvt. Ltd., Mauritius (a subsidiary of Godrej Mauritius Africa Holdings Ltd.)
- 39 Hair Trading (Offshore) S. A. L., Lebanon (a subsidiary of Weave Trading Mauritius Pvt Ltd.)
- 40 Weave Mozambique Limitada, Mozambique (a subsidiary of Godrej West Africa Holdings Ltd.)
- 41 Godrej East Africa Holdings Ltd., Mauritius (a subsidiary of Godrej Consumer Products Ltd.)
- 42 Style Industries Ltd., Kenya (a subsidiary of DGH Phase Two Mauritius Pvt. Ltd.)
- 43 DGH Phase Two Mauritius, Mauritius (a subsidiary Godrej East Africa Holdings Ltd.)
- 44 Godrej Tanzania Holdings Ltd., Mauritius (a subsidiary of Godrej Consumer Products Ltd.)
- 45 DGH Tanzania Ltd., Tanzania (a subsidiary of Godrej Tanzania Holdings Ltd.)
- 46 Sigma Hair Ind. Ltd., Tanzania (a subsidiary of DGH Tanzania Ltd.)
- 47 Weave Ghana Ltd., Ghana (a subsidiary of Godrej Mauritius Africa Holdings Ltd.)
- 48 Godrej Consumer Products US Holding Limited, Mauritius
- 49 Darling Trading Company Ltd., Mauritius (a subsidiary of Godrej Mauritius Africa Holdings Ltd.)
- 50 Godrej Africa Holdings Ltd., Mauritius (a subsidiary of Godrej Mauritius Africa Holdings Ltd.)
- 51 Godrej Indonesia IP Holdings Ltd., Mauritius (a subsidiary of Godrej Consumer Products Holding (Mauritius) Ltd.)
- 52 Frika Weave (Pty) Ltd., South Africa (a subsidiary of Godrej Mauritius Africa Holdings Ltd.)
- 53 Belaza Mozambique LDA
- 54 Charm Industries Ltd.
- 55 Canon Chemicals Ltd.
- 56 Godrej Hair Weave Nigeria Ltd.
- 57 Godrej International Trading Company, Sharjah
- 58 DGH Angola (name changed from 'Godrej Megasari Holdings')
- 59 Godrej Hair Care Nigeria Limited
- 60 Godrej Household Insecticide Nigeria Ltd.
- 61 Hair Credentials Zambia Limited
- 62 Godrej SON Holdings Inc., USA
- 63 Old Pro International Inc
- 64 Strength of Nature LLC, USA
- 65 Strength of Nature South Africa Proprietary Limited
- 66 Style Industries Uganda Limited
- 67 Weave Senegal Ltd.
- 68 DGH Uganda
- 69 Godrej Consumer Products FZCO
- (iv) Joint Ventures of Godrej Agrovet Limited:**
- 1 Godrej Tyson Foods Limited
  - 2 ACI Godrej Agrovet Private Limited, Bangladesh
- (v) Associates of Godrej Agrovet Limited:**
- 1 Polchem Hygiene Laboratories Private Limited (upto December 12, 2016)
  - 2 Crop Science Advisors LLP
  - 3 Al Rahba International Trading LLC
- (vi) Other related parties**
- 1 Anamudi Real Estates LLP
  - 2 Godrej Agrovet Limited Employees Provident Fund Trust.
  - 3 Godrej Agrovet Limited Employees Superannuation Scheme.
  - 4 Godrej Agrovet Limited Employees Group Gratuity Trust.
- (vii) Individuals owning, directly or indirectly, an interest in the voting power of Godrej Agrovet Limited that gives them control or significant influence over the enterprise and relatives of any such individual.**
- 1 Mr. Adi B. Godrej
  - 2 Mr. Nadir B. Godrej
  - 3 Mrs. Rati Nadir Godrej (Wife of Mr. Nadir B. Godrej)
  - 4 Ms. Tanya Dubash (Daughter of Mr. Adi B. Godrej)
  - 5 Mr. Arvind Darab Dubash (Husband of Ms. Tanya Dubash)
  - 6 Ms. Nisaba Godrej (Daughter of Mr. Adi B. Godrej)
  - 7 Mr. Kalpesh Mehta (Husband of Ms. Nisaba Godrej)
  - 8 Mr. Pirojsha Godrej (Son of Mr. Adi B. Godrej)
  - 9 Mrs. Karla Godrej (Wife of Mr. Pirojsha Godrej)
  - 10 Mr. Burjis Nadir Godrej (Son of Mr. Nadir B. Godrej)
  - 11 Mr. Sohrab Nadir Godrej (Son of Mr. Nadir B. Godrej)
  - 12 Mr. Hormazad Nadir Godrej ( Son of Mr. Nadir B. Godrej)
- Key Management Personnel and relatives of such Personnel**
- 1 Mr. B. S. Yadav (Managing Director)
  - 2 Mrs. Upassna Singh
  - 3 Mrs. Kamal Yadav
  - 4 Mr. Anirudh Singh
  - 5 Ms. Anika Singh
  - 6 Mrs. Monica Yadav
  - 7 Ms. Charu Yadav
  - 8 Mr. S. Varadaraj (Chief Financial Officer)
  - 9 Mr. Vivek Raizada (Company Secretary)

**Note No. 67: Related Party Disclosures (Contd.)**

Related party disclosures as required by IND AS - 24, "Related Party Disclosures", are given below

**3. Significant Related Party Transactions :**

(₹ in lakh)

Sr. No.	Nature of Transaction	As at March 31, 2017	As at March 31, 2016
1	<b>Purchase of Fixed Assets</b>		
	Godrej & Boyce Mfg Co Limited	76.71	211.86
	Godrej Industries Limited	-	32.85
2	<b>Sale / Transfer of Fixed Assets</b>		
	Godrej Tyson Foods Limited	-	14.17
3	<b>Investment in Share Capital</b>		
	Godrej One Premises Management Pvt. Ltd.	-	0.14
4	<b>Sundry Deposits placed</b>		
	Godrej Industries Limited	6.60	14.21
	Godrej One Premises Management Pvt. Ltd.	9.00	-
5	<b>Intercompany Deposits placed during the year</b>		
	Anamudi Real Estates LLP	-	3,575.00
	Natures Basket Limited	5,000.00	-
6	<b>Intercompany Deposits taken during the year</b>		
	Natures Basket Limited	7,700.00	-
7	<b>Intercompany Deposits Returned</b>		
	Natures Basket Limited	7,700.00	-
8	<b>Sale of materials / finished goods</b>		
	ACI Godrej Agrovet Private Limited	916.40	486.94
	Creamline Dairy Products Limited (Associates)	-	78.32
	Godrej Consumer Products Limited	-	144.06
	Godrej Tyson Foods Limited	23,182.20	24,798.50
	Hikal Ltd	-	0.17
	Astec Crop Care Private Limited	282.64	(96.88)
	Nichem Solutions	0.16	-
	khammam milkline p ltd	1.35	-
	kavali milk line p ltd	5.16	-
9	<b>Purchase of Materials / Finished Goods</b>		
	Godrej & Boyce Mfg Co Limited	49.60	-
	Godrej Industries Limited	163.73	5.36
	Godrej Consumer Products Limited	30.18	41.02
	Godrej Tyson Foods Limited	292.64	384.78
	Polchem Hygiene Laboratories (P) Ltd	574.69	319.73
	Hikal Ltd	-	0.83
	Nichem Solutions	-	0.58
	ongole milk line p ltd	2,556.33	2,271.39
	mohan milk line p ltd	3,469.07	2,914.05
	vidya milkline p ltd	1,289.59	1,171.22
	khammam milkline p ltd	1,889.67	1,906.56

(₹ in lakh)

Sr. No.	Nature of Transaction	As at March 31, 2017	As at March 31, 2016
	pamuru milkline p ltd	1,218.35	1,259.04
	kavali milk line p ltd	4,710.68	3,076.31
	pragathi milkline p ltd	1,202.22	459.64
	dhulipalla milkline p ltd	1,023.07	429.72
	orga farms ltd	120.04	239.01
	PVR & PSR Enterprises	347.02	225.63
10	<b>Expenses Charged to / Reimbursement made from other companies</b>		
	ACI Godrej Agrovet Private Limited	-	-
	Crop Science Advisors LLP	-	0.11
	Godrej Consumer Products Limited	-	1.67
	Godrej Industries Limited	11.81	0.09
	Godrej Tyson Foods Limited	288.16	258.20
	Natures Basket Limited	21.39	-
11	<b>Expenses Charged by / Reimbursement made to other companies</b>		
	Gobrej Infotech Limited	3.62	3.94
	Godrej & Boyce Mfg Co Limited	19.67	30.81
	Godrej Consumer Products Limited	13.71	4.37
	Godrej Industries Limited	744.86	773.61
	Godrej Tyson Foods Limited	1.48	42.75
	Natures Basket Limited	42.19	-
	Polchem Hygiene Laboratories (P) Ltd	-	1.67
	Godrej One Premises Management Pvt. Ltd.	294.63	137.64
	Creamline Dairy Products Limited (Associates)	-	0.47
	Godrej Properties Limited	5,175.00	-
12	<b>Dividend Income</b>		
	Creamline Dairy Products Limited (Associates)	-	133.60
	Polchem Hygiene Laboratories (P) Ltd	-	9.56
13	<b>Dividend Paid</b>		
	Godrej & Boyce Mfg Co Limited	-	117.53
	Godrej Industries Limited	-	2,493.49
	Mr. N. B. Godrej	-	91.84
	Mr. A. B. Godrej	-	0.11
	Mr. B. S. Yadav	-	28.65
14	<b>Interest income on intercompany deposits placed</b>		
	Natures Basket Limited	6.98	52.14
	Anamudi Real Estates LLP	137.87	155.12
	Astec Crop Care Private Limited	13.48	-
	Vora Soaps Limited	83.73	113.39
15	<b>Interest Expenses on intercompany deposits Taken</b>		
	Natures Basket Limited	208.34	-

(₹ in lakh)

Sr. No.	Nature of Transaction	As at March 31, 2017	As at March 31, 2016
16	<b>Sundry Income</b>		
	ACI Godrej Agrovet Private Limited	247.50	284.50
	Godrej Consumer Products Limited	1.39	39.01
	Godrej Tyson Foods Limited	-	-
17	<b>Outstanding Intercompany Deposit Receivable</b>		
	Natures Basket Limited	-	520.00
	Anamudi Real Estates LLP	-	5,110.00
	Vora Soaps Limited	-	1,119.63
18	<b>Capital Advance Given</b>		
	Godrej & Boyce Mfg Co Limited	-	29.19
	Godrej Vikhroli Properties India Limited	364.78	179.54
	Godrej Properties Limited	-	-
19	<b>Outstanding Receivables (Net of Payables)</b>		
	Godrej & Boyce Mfg Co Limited	-	47.47
	Godrej Industries Limited	69.16	65.60
	Godrej Properties Limited	13.95	-
	Godrej Consumer Products Limited	(2.48)	5.61
	Godrej Infotech Limited	(0.43)	-
	Natures Basket Limited	0.00	115.68
	Godrej Tyson Foods Limited	72.05	236.86
	ACI Godrej Agrovet Private Limited	933.29	739.54
	Polchem Hygiene Laboratories (P) Ltd	-	0.36
	Anamudi Real Estates LLP	-	984.40
	Godrej One Premises Management Pvt. Ltd.	-	(1.13)
	Astec Crop Care Private Limited	282.64	957.43
	Hikal Ltd	(37.97)	-
	Opus Chemicals Private Limited	(49.36)	-
	Altimax Financial Services Private Limited	(3.73)	-
	Ongole Milk Line	-	(52.98)
	mohan milk line p ltd	(47.34)	(91.33)
	vidya milkline p ltd	(7.89)	(31.85)
	khammam milkline p ltd	(77.65)	(51.78)
	pamuru milkline p ltd	(27.16)	(26.48)
	kavali milk line p ltd	(31.15)	(45.79)
	pragathi milkline p ltd	(9.57)	(6.77)
	dhulipalla milkline p ltd	(13.74)	(19.07)
	orga farms ltd	(4.58)	(5.54)
	PVR & PSR Enterprises	(25.47)	(28.13)
	Godrej Agrovet Limited Employees Group Gratuity Trust.	(420.57)	(353.84)
20	<b>Guarantees outstanding</b>		
	Godrej Consumer Products Limited	120.67	120.67
21	<b>Remuneration to Key Management Personnel</b>		
	Short Term Employee Benefit	405.40	484.45
	Post Employee Gratuity & Medical Benefits	7.89	7.27
	Shared Based Payment	9,952.12	-

(₹ in lakh)

Sr. No.	Nature of Transaction	As at March 31, 2017	As at March 31, 2016
22	<b>Director's Sitting Fees</b>		
	Mr. A.B. Godrej	6.00	6.00
23	<b>Contribution to Post-employment Benefit Plans</b>		
	Godrej Agrovet Limited Employees Provident Fund Trust.	1,456.19	1,313.02
	Godrej Agrovet Limited Employees Superannuation Scheme.	57.07	54.95
	Godrej Agrovet Limited Employees Group Gratuity Trust.	353.84	288.91

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**Note No. 67: Related Party Disclosures (Contd.)**

Related party disclosures as required by IND AS - 24, "Related Party Disclosures", are given below

**2. The following transactions were carried out with the related parties in the ordinary course of business :**

(i) Details relating to parties referred to in items 1 (i), (ii), (iii), (iv), (v)

		(₹ in lakh)					
	Nature of Transactions	Holding Companies	Subsidiaries & LLP	Fellow Subsidiaries	Joint Ventures	Associates	Other related Parties
		(i)	(ii)	(iii)	(iv)	(v)	(vi)
1	Purchase of fixed assets	76.71	-	-	-	-	-
		244.71	-	-	-	-	-
2	Sale / Transfer of Fixed Assets	-	-	-	-	-	-
		-	-	-	14.17	-	-
3	Investment in share capital	-	-	-	-	-	-
		-	-	0.14	-	-	-
4	Investment in Preference Share Redeemed	-	-	-	-	-	-
		-	-	-	-	-	-
5	Sundry Deposits Placed	6.60	-	9.00	-	-	-
		14.21	-	-	-	-	-
6	Intercompany Deposits Placed during the year	-	-	5,000.00	-	-	-
		-	3,575.00	-	-	-	-
7	Intercompany Deposits Taken during the year	-	-	7,700.00	-	-	-
		-	-	-	-	-	-
8	Intercompany Deposits Returned	-	-	7,700.00	-	-	-
		-	-	-	-	-	-
9	Sale of materials / finished goods	-	-	-	24,098.59	-	289.30
		-	-	144.06	25,285.44	78.32	(96.72)
10	Purchase of materials / finished goods	213.33	-	30.18	292.64	574.69	17,826.03
		5.36	-	41.02	384.78	319.73	13,953.99
11	Expenses Charged to / Reimbursement made from other companies	11.81	-	21.39	288.16	-	-
		0.09	0.11	1.67	258.20	-	-
12	Expenses Charged by / Reimbursement made to other companies	764.53	-	5,529.14	1.48	-	-
		804.42	-	145.96	42.75	2.14	-
13	Dividend Income	-	-	-	-	-	-
		-	-	-	-	143.15	-
14	Dividend Paid	-	-	-	-	-	-
		2,611.02	-	-	-	-	-
15	Interest income on intercompany deposits placed	83.73	137.87	6.98	-	-	13.48
		113.39	155.12	52.14	-	-	-
16	Interest Expenses on intercompany deposits Taken	-	-	208.34	-	-	-
		-	-	-	-	-	-
17	Sundry Income	-	-	1.39	247.50	-	-
		-	-	39.01	284.50	-	-
18	Outstanding Intercompany Deposit Receivable	-	-	-	-	-	-
		1,119.63	5,110.00	520.00	-	-	-
19	Capital Advance Given	-	-	364.78	-	-	-
		29.19	-	179.54	-	-	-
20	Outstanding receivables (Net of Payables)	69.16	-	11.04	1,005.34	-	(473.55)
		113.06	984.40	120.17	976.40	0.36	243.88
21	Guarantees Outstanding	-	-	120.67	-	-	-
		-	-	120.67	-	-	-
22	Contribution to Post-employment Benefit Plans	-	-	-	-	-	1,867.10
		-	-	-	-	-	1,656.88

(ii) Details relating to persons referred to in items 1 (iv) & (v) above		As at March 31, 2017	As at March 31, 2016
1	<b>Remuneration to Key Management Personnel</b>		
	Short Term Employee Benefit	405.40	484.45
	Post Employee Gratuity & Medical Benefits	7.89	7.27
	Shared Based Payment	9,952.12	-
2	Dividend Paid	-	120.60
3	Director's Sitting Fees	6.00	6.00

**Note 68 Specified Bank Notes**

Disclosure of the details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016, required as per Notification G.S.R 308 ( E ) dated 30 March, 2017 issued by the Ministry of Corporate Affairs.

**GAVL Consolidated** (₹ In lakh)

SBNs Other denomination notes Total	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	236.10	96.26	332.36
(+) Permitted receipts	844.28	6,770.64	7,614.92
(-) Permitted payments	11.37	796.36	807.72
(-) Amount deposited in Banks	1,069.02	5,773.53	6,842.55
Closing cash in hand as on 30.12.2016	-	297.01	297.01

The opening balance includes imprest/advance with employees and amounts collected by field staff on or before 8th November 2016, which has been deposited into the group's bank account subsequently.

**Note 69. Business Combinations.**

Business acquisition made by subsidiary company Creamline Dairy Products Limited

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	1st July 2016	1st February 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 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) Summary of acquisition

Details of the purchase consideration, the net assets acquired and goodwill/(Capital Reserve) are as follows:

Particulars	Location - Telangana, RR District	Location - Nellai District, Tamilnadu
Purchase consideration	3,000.01	3,295.00

The assets and liabilities recognised as a result of the acquisition are as follows:

Particulars	Telangana, RR District	Nellai District, Tamilnadu
	Fair value	Fair value
Land & Building	1,737.50	2,381.70
Plant and Machinery	1,099.05	509.48
Other Assets	156.55	90.69
Vehicles	41.77	448.46
Security deposits	2.77	-
	3,037.63	3,430.33

Calculation of Capital Reserve	Telangana, RR District	Nellai District, Tamilnadu
Consideration transferred	3,000.01	3,295.00
Less: Net identifiable assets acquired	3,037.63	(3,430.33)
Goodwill/(Capital Reserve)	(37.62)	(135.33)

Acquisition related cost of ₹81.64 Lakh 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.

During the previous year the group has made two business acquisitions as given below

**I. Astec Lifesciences Limited****A. Summary of Acquisition**

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

The business acquisition was conducted by entering into a Share Purchase Agreement for (SPA), through which the company acquired 45.29% stake in Astec. Consequent to this acquisition, mandatory open offer was made to the shareholders of Astec & the 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 Company has deposited part of the consideration aggregating to ₹ 3,170 Lakh in escrow accounts pending completion of certain conditions precedent.

The acquisition is a step towards backward integration of the existing agro chemicals business of the Company which is growing rapidly. Significant process and manufacturing capabilities of Astec and pan-India distribution network of the Company offer opportunities for synergies in this business.

For period ended 31 March 2016, Astec contributed revenue of ₹ 11,336.80 lakh and loss (before tax) of ₹ 705.17 lakh to the group's results.

If the acquisition had occurred on 1 April 2015, management estimates that consolidated revenue would have been ₹ 388,857.93 lakh and consolidated profit before tax would have been ₹33,843.93 lakh.

**B. Details of purchase consideration, net assets acquired and goodwill**

(₹ In lakh)

Particulars	Amount
Cash Paid	16,741.80
Fair value of Astec ESOP (pre-combination charge)	91.02
<b>Total purchase consideration</b>	<b>16,832.82</b>

**Acquisition-related cost**

The group incurred acquisition related cost of ₹77.98 lakh on legal fees and due diligence costs. These costs have been included in "other expenses" in statement of profit and loss and in operating cashflows in the statement of cash flows.

**Identifiable assets acquired and liabilities assumed**

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

(₹ In lakh)

Particulars	Amount
Property, plant and Equipment	7,383.26
Identifiable intangible assets	370.89
Investments	52.03
Inventories	6,393.62
Receivables	7,345.06
Other financial assets	575.32
Loans and advances	42.22
Cash and cash equivalents	701.08
Other cash and bank balances	477.26
Other current assets	485.82
Other non-current assets	2,814.52
<b>Fair value of assets acquired</b>	<b>26,641.07</b>
Loans and borrowings	(8,122.19)
Current and deferred tax liabilities	(118.75)
Other current liability	(128.58)
Provisions	(648.55)
Other financial liability	(1,817.29)
Trade payables	(6,116.80)
<b>Fair value of liabilities acquired</b>	<b>(16,952.14)</b>
Deferred tax on business combination	1,387.83
<b>Total identifiable net assets acquired</b>	<b>11,076.75</b>

The gross contractual amounts and the fair value of trade and other receivables acquired is ₹ 7345.06 lakh. None of the trade and other receivables are credit impaired and it is expected that the full contractual amounts will be recoverable.

**Goodwill**

(₹ In lakh)

Particulars	Amount
Consideration transferred	16,832.82
Non-controlling interest in the acquired entity	6,060.66
Less: Net identifiable assets acquired	(11,076.75)
<b>Goodwill</b>	<b>11,816.72</b>

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.

**C. Purchase consideration - Cash outflow**

(₹ In lakh)

Particulars	Amount
Outflow of cash to acquire subsidiary, net of cash acquired	
Cash consideration	16,741.80
Less: Balances acquired	
Cash and cash equivalents	(701.08)
<b>Net outflow of cash - investing activities</b>	<b>16,040.72</b>

**II. Creamlinbe Dairy Products Limited.****A. Acquisition of subsidiary**

On December 21, 2015, the 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 dairy 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 12 months ended 31/03/2016, Creamline contributed revenue of ₹ 27,289.03 lakh and profit before tax of ₹ 119.54 lakh to the group's results. If the acquisition had occurred on 1 April, 2015, management estimates that consolidated revenue would have been ₹ 440,952.54 lakh and consolidated profit would have been ₹ 36,599.97 lakh.

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 1 April, 2015.

**B. Details of purchase consideration, net assets acquired and goodwill**

(₹ In lakh)

Particulars	Amount
Cash Paid	14,819.24
Equity shares issued	-
<b>Total consideration transferred</b>	<b>14,819.24</b>

**Acquisition-related cost**

The group incurred acquisition related cost of ₹146.68 lakhs on legal fees and due diligence costs. These costs have been included in "administrative expenses"

**Identifiable assets acquired and liabilities assumed**

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

(₹ In lakh)

Particulars	Amount
Property, plant and Equipment	34,216.53
Identifiable intangible assets	3,822.17
Inventories	7,223.94
Receivables	882.38
Recoverable Taxes	105.26
Investments	0.21

(₹ In lakh)

Particulars	Amount
Other loans & advances	1,691.14
Advance to suppliers/capital advances/employees	491.00
Loans and advances to related parties	38.75
Cash and cash equivalents	722.88
Other cash and bank balances	5,112.40
<b>Fair value of assets acquired</b>	<b>54,306.65</b>
Loans and borrowings	(1,180.04)
Current & Deferred tax liabilities	(1,753.45)
Provisions for employee benefits	(84.54)
Advance from customers	(907.26)
Statutory dues and other payables	(847.22)
Security deposits	(728.87)
Trade payables	(2,530.13)
Deferred government grant	(274.09)
<b>Fair value of liabilities acquired</b>	<b>(8,305.59)</b>
Deferred tax on acquisition	(7,578.71)
<b>Total identifiable net assets acquired</b>	<b>38,422.35</b>

The gross contractual amounts and the fair value of trade and other receivables acquired is ₹ 882.38 lakh. None of the trade and other receivables are credit impaired and it is expected that the full contractual amounts will be recoverable.

**C. Goodwill**

(₹ In lakh)

Particulars	Amount
Consideration transferred	14,819.24
Non-controlled interest in the acquired entity	18,684.76
Fair value of previously held equity interest	12,588.37
Less: Net identifiable assets acquired	(38,422.35)
<b>Goodwill</b>	<b>7,670.00</b>

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 ₹ 9,150.07 lakh, which has been recognised in other income.

**C. Purchase consideration - Cash outflow**

(₹ In lakh)

Particulars	Amount
Outflow of cash to acquire subsidiary, net of cash acquired	
Cash consideration	14,819.24
Less: Balances acquired	
Cash and cash equivalents	(722.88)
<b>Net outflow of cash - investing activities</b>	<b>14,096.36</b>

## Note 70 - First Time Adoption

## A. Reconciliation between previous GAAP and Ind AS

Ind AS 101 requires an entity to reconcile equity and total comprehensive income for prior periods. The following table represents the equity reconciliation from previous GAAP to Ind AS:

## Reconciliation of equity as at April 01, 2015

		Indian GAAP	Reclassification - Ind AS	Sch III	Measurement - Ind AS	Ind AS (₹ in lakh)
<b>ASSETS</b>						
<b>(1) Non-current assets</b>						
(a) Property, Plant and Equipment	1a,1b	59,417.81	-	59,417.81	(7,171.96)	52,245.85
(b) Capital work-in-progress		17,453.37	-	17,453.37	(3,648.51)	13,804.86
(c) Intangible Asset		2,218.46	-	2,218.46	(38.58)	2,179.88
(d) Biological assets other than bearer plants	2	-	1,199.65	1,199.65	34.01	1,233.66
(e) Equity accounted investees		-	991.09	991.09	11,239.52	12,230.61
(f) Financial Assets						
(i) Investments		2,241.49	(991.09)	1,250.40	(1,249.63)	0.77
(ii) Loans	3	4,642.44	(3,017.86)	1,624.58	(621.28)	1,003.30
(iii) Others		-	170.34	170.34	-	170.34
(g) Deferred tax assets	4	-	-	-	1,102.48	1,102.48
(h) Other tax assets		-	1,311.54	1,311.54	(129.72)	1,181.82
(i) Other non-current assets	3	328.88	1,535.97	1,864.85	(122.22)	1,742.63
<b>Total non current assets</b>		<b>86,302.45</b>	<b>1,199.64</b>	<b>87,502.09</b>	<b>(605.89)</b>	<b>86,896.20</b>
<b>(2) Current Assets</b>						
(a) Inventories	9	44,370.89	(1,199.64)	43,171.25	(4,293.44)	38,877.81
(b) Financial Assets						
(i) Investment		6,742.18	-	6,742.18	-	6,742.18
(ii) Trade and other receivables		28,554.08	-	28,554.08	(1,629.19)	26,924.89
(iii) Cash and cash equivalents	7	1,730.90	(117.93)	1,612.97	(309.02)	1,303.95
(iv) Bank balances other than (iii) above	7	-	117.92	117.92	327.41	445.33
(v) Loans		12,441.77	(2,271.83)	10,169.94	(664.12)	9,505.82
(vi) Others	7	1,130.91	-	1,130.91	197.54	1,328.45
(c) Other current assets	3,11	-	2,271.84	2,271.84	1,259.38	3,531.22
<b>Total current assets</b>		<b>94,970.73</b>	<b>(1,199.64)</b>	<b>93,771.09</b>	<b>(5,111.44)</b>	<b>88,659.65</b>
<b>Total Assets</b>		<b>181,273.18</b>	<b>-</b>	<b>181,273.18</b>	<b>(5,717.33)</b>	<b>175,555.85</b>
<b>EQUITY AND LIABILITIES</b>						
<b>(1) Equity</b>						
(a) Equity share capital		9,256.54	-	9,256.54	-	9,256.54
(b) Other equity	1 to 12	54,292.95	-	54,292.95	449.00	54,741.95
Equity attributable to equity holders of the parent		<b>63,549.49</b>	<b>-</b>	<b>63,549.49</b>	<b>449.00</b>	<b>63,998.49</b>
Non-controlling interests		-	-	-	-	-
<b>Total equity</b>		<b>63,549.49</b>	<b>-</b>	<b>63,549.49</b>	<b>449.00</b>	<b>63,998.49</b>
<b>(2) Liabilities</b>						
<b>(1) Non Current liabilities</b>						
(a) Financial liabilities						
(i) Borrowings		11,394.57	-	11,394.57	(4,201.21)	7,193.36
(ii) Other financial liabilities	7	-	-	-	445.97	445.97
(b) Provisions		211.25	-	211.25	(52.51)	158.74
(c) Deferred tax liabilities	4	5,594.94	-	5,594.94	133.55	5,728.49
(d) Other non-current liabilities	1b	-	-	-	720.38	720.38
<b>Total non current liabilities</b>		<b>17,200.76</b>	<b>-</b>	<b>17,200.76</b>	<b>(2,953.82)</b>	<b>14,246.94</b>
<b>(2) Current liabilities</b>						
(a) Financial liabilities						
(i) Borrowings	9	21,849.93	41,176.72	63,026.65	(1,790.60)	61,236.05
(ii) Trade and other payables	9	64,147.94	(41,176.72)	22,971.22	(1,434.78)	21,536.44
(iii) Other financial liabilities	10	-	6,788.88	6,788.88	3,696.48	10,485.36
(b) Other current liabilities	1b,7	14,259.91	(6,788.88)	7,471.03	(4,618.05)	2,852.98
(c) Provisions	11	265.15	(2.61)	262.54	937.05	1,199.59
(d) Current tax Liabilities (Net)		-	2.61	2.61	(2.61)	-
<b>Total current liabilities</b>		<b>100,522.93</b>	<b>-</b>	<b>100,522.93</b>	<b>(3,212.51)</b>	<b>97,310.42</b>
<b>Total liabilities</b>		<b>117,723.69</b>	<b>-</b>	<b>117,723.69</b>	<b>(6,166.33)</b>	<b>111,557.36</b>
<b>Total Equity and Liabilities</b>		<b>181,273.18</b>	<b>-</b>	<b>181,273.18</b>	<b>(5,717.33)</b>	<b>175,555.85</b>

## Reconciliation of equity as at March 31, 2016

(₹ in lakh)

		Indian GAAP	Reclassification - Ind AS	Sch III	Measurement - Ind AS	Ind AS
<b>ASSETS</b>						
<b>(1) Non-current assets</b>						
(a) Property, Plant and Equipment	1b	94,991.68	1,476.55	96,468.23	13,404.40	109,872.63
(b) Capital work-in-progress		12,390.83	-	12,390.83	(6,188.55)	6,202.28
(c) Goodwill		-	25,317.33	25,317.33	(5,830.61)	19,486.72
(d) Intangible assets		2,143.56	-	2,143.56	3,740.50	5,884.06
(e) Intangible assets under development		180.46	-	180.46	-	180.46
(f) Biological assets other than bearer plants	2	-	846.32	846.32	40.49	886.81
(h) Equity accounted investees		-	315.76	315.76	15,200.94	15,516.70
<b>(g) Financial Assets</b>						
(i) Investments		3,668.29	(1,792.33)	1,875.96	(1,874.63)	1.33
(ii) Loans	3	8,488.49	(6,601.49)	1,887.00	(586.36)	1,300.64
(iii) Others		-	186.84	186.84	380.45	567.29
(iv) Goodwill on Consolidation		25,317.33	(25,317.33)	-	-	-
(h) Deferred tax assets	4	-	-	-	1,170.88	1,170.88
(i) Other tax assets		-	2,000.47	2,000.47	(965.15)	1,035.32
(j) Other Non Current Asset	3	266.43	4,470.94	4,737.37	(1,108.36)	3,629.01
<b>Total non current assets</b>		<b>147,447.07</b>	<b>903.06</b>	<b>148,350.13</b>	<b>17,384.00</b>	<b>165,734.13</b>
<b>(2) Current Assets</b>						
(a) Inventories	9	74,528.48	(846.33)	73,682.15	(7,028.17)	66,653.98
<b>(b) Financial Assets</b>						
(i) Investments		5,862.33	-	5,862.33	98.83	5,961.16
(ii) Trade Receivables		48,611.67	200.06	48,811.73	(3,360.53)	45,451.20
(iii) Cash and cash equivalents	7	4,144.18	(275.91)	3,868.27	(725.28)	3,142.99
(iv) Bank balance other than (iii) above	7	-	344.70	344.70	708.64	1,053.34
(v) Loans		19,319.24	(5,068.94)	14,250.30	(441.01)	13,809.29
(vi) Others	7	-	5,176.01	5,176.01	272.70	5,448.71
(c) Other current assets	3,11	5,170.55	(1,352.53)	3,818.02	1,370.81	5,188.83
<b>Total current assets</b>		<b>157,636.45</b>	<b>(1,822.94)</b>	<b>155,813.51</b>	<b>(9,104.01)</b>	<b>146,709.50</b>
<b>Total Assets</b>		<b>305,083.52</b>	<b>(919.88)</b>	<b>304,163.64</b>	<b>8,279.99</b>	<b>312,443.63</b>
		<b>Amount as per previous GAAP</b>	<b>Reclassification - Ind AS</b>	<b>Sch III</b>	<b>Measurement - Ind AS</b>	<b>Amount as per Ind AS</b>
<b>EQUITY AND LIABILITIES</b>						
<b>(1) Equity</b>						
(a) Equity share capital	5	9,257.14	(0.60)	9,256.54	-	9,256.54
(b) Other equity	1 to 12	67,658.75	-	67,658.75	1,392.03	69,050.78
<b>Equity attributable to equity holders of the parent</b>		<b>76,915.89</b>	<b>(0.60)</b>	<b>76,915.29</b>	<b>1,392.03</b>	<b>78,307.32</b>
Non-controlling interests		13,343.61	-	13,343.61	9,946.71	23,290.32
<b>Total equity</b>		<b>90,259.50</b>	<b>(0.60)</b>	<b>90,258.90</b>	<b>11,338.74</b>	<b>101,597.64</b>
<b>(2) Liabilities</b>						
<b>(1) Non Current liabilities</b>						
<b>(a) Financial liabilities</b>						
(i) Borrowings	5	4,634.49	524.22	5,158.71	(3,080.99)	2,077.72
(ii) Other financial liabilities	7	-	-	-	653.71	653.71
(b) Provisions		376.50	-	376.50	(51.17)	325.33
(c) Deferred tax liabilities(net)	4	8,152.00	-	8,152.00	6,327.98	14,479.98
(d) Other non-current liabilities		3,551.34	(742.66)	2,808.68	1,901.49	4,710.17
<b>Total non current liabilities</b>		<b>16,714.33</b>	<b>(218.44)</b>	<b>16,495.89</b>	<b>5,751.02</b>	<b>22,246.91</b>
<b>(2) Current liabilities</b>						
<b>(a) Financial liabilities</b>						
(i) Borrowings	9	89,249.60	42,675.41	131,925.01	(5,875.67)	126,049.34
(ii) Trade Payables	9	78,497.01	(42,644.53)	35,852.48	(2,177.58)	33,674.90
(iii) Other financial liabilities	3,6	-	22,132.17	22,132.17	(26.79)	22,105.38
(b) Other current liabilities	1b, 7	28,407.83	(21,875.23)	6,532.60	(1,499.67)	5,032.93
(c) Provisions	11	1,955.25	(988.66)	966.59	769.94	1,736.53
<b>Total current liabilities</b>		<b>198,109.69</b>	<b>(700.84)</b>	<b>197,408.85</b>	<b>(8,809.77)</b>	<b>188,599.08</b>
<b>Total liabilities</b>		<b>214,824.02</b>	<b>(919.28)</b>	<b>213,904.74</b>	<b>(3,058.75)</b>	<b>210,845.99</b>
<b>Total Equity and Liabilities</b>		<b>305,083.52</b>	<b>(919.88)</b>	<b>304,163.64</b>	<b>8,279.99</b>	<b>312,443.63</b>

## Reconciliation of total comprehensive income for the year ended March 31, 2016

(₹ in lakh)

		Amount as per previous GAAP	Effects of transition to Ind AS	Amount as per Ind As
<b>Revenue</b>				
I. Revenue from Operations	11	429,825.17	(54,329.67)	375,495.50
II. Other income	12	5,263.16	1,131.72	6,394.88
<b>III. Total Income</b>		<b>435,088.33</b>	<b>(53,197.95)</b>	<b>381,890.38</b>
<b>IV. Expenses</b>				
Cost of materials consumed	9,11	306,727.21	(20,998.95)	285,728.26
Purchases of Stock-in-Trade	11	18,173.32	(822.01)	17,351.31
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	9	(10,735.19)	2,181.12	(8,554.07)
Employee Benefits Expenses	13	16,812.18	(1,243.95)	15,568.23
Finance costs	9	6,130.17	3,636.78	9,766.95
Depreciation and Amortization Expenses	1b	6,222.58	(985.09)	5,237.49
Other Expenses	9	65,769.68	(30,320.31)	35,449.37
<b>Total Expenses (IV)</b>		<b>409,099.95</b>	<b>(48,552.41)</b>	<b>360,547.54</b>
V. Profit before Exceptional item, Tax & Share of Equity Accounted Investees		25,988.38	(4,645.54)	21,342.84
Share of equity-accounted investees, net of tax		-	3,269.76	3,269.76
VI. Exceptional Items		(627.38)	9,478.60	8,851.22
<b>VII. Profit Before Tax (V + VI)</b>		<b>25,361.00</b>	<b>8,102.82</b>	<b>33,463.82</b>
<b>VIII. Tax expense:</b>		<b>6,893.39</b>	<b>446.20</b>	<b>7,339.59</b>
1. Current Tax		5,304.43	(506.25)	4,798.18
2. Deferred Tax	4	2,068.71	472.70	2,541.41
Less: MAT credit entitlement	4	(479.75)	479.75	-
<b>IX. Profit/(Loss) for the year</b>		<b>18,467.61</b>	<b>7,656.62</b>	<b>26,124.23</b>
<b>X Share of profit in Associates</b>		<b>630.27</b>	<b>(630.27)</b>	<b>-</b>
<b>XI Minority Interest</b>		<b>(150.83)</b>	<b>150.83</b>	<b>-</b>
<b>XII Profit for the year</b>		<b>18,947.05</b>	<b>7,177.18</b>	<b>26,124.23</b>
<b>XIII Other Comprehensive income</b>				
(A) (i) Items that will not be reclassified to profit or loss				
Remeasurements of defined benefit liability	13	-	(201.67)	(201.67)
Income tax on remeasurements of defined benefit liability		-	94.46	94.46
JV/ Associate's share of other comprehensive income		-	15.32	15.32
(ii) Income tax related to items that will not be reclassified to profit or loss		-	(5.30)	(5.30)
		-	(97.19)	(97.19)
(B) (i) Items that will be reclassified to profit or loss				
Foreign operations – foreign currency translation differences		-	(119.81)	(119.81)
		-	(119.81)	(119.81)
<b>Other Comprehensive Income</b>		-	(217.00)	(217.00)
<b>Total comprehensive income for the year</b>		<b>19,097.88</b>	<b>6,809.35</b>	<b>25,907.23</b>
<b>XVI. Profit attributable to:</b>				
Equity holders of the Company		-	26,392.97	26,392.97
Non-controlling interest		-	(268.74)	(268.74)
		-	26,124.23	26,124.23
<b>XVII. Other comprehensive income is attributable to :</b>				
Equity holders of the Company		-	(226.98)	(226.98)
Non Controlling interests		-	9.98	9.98
		-	(217.00)	(217.00)
<b>XVIII. Total comprehensive income is attributable to :</b>				
Equity holders of the Company		-	26,165.99	26,165.99
Non Controlling interests		-	(258.76)	(258.76)
		-	25,907.23	25,907.23

(₹ in lakh)

**B. Reconciliation of Consolidated statement of Equity as previously reported under IGAAP and Ind AS**

Particulars	March 31, 2016	April 1, 2015
Total Equity as per Indian GAAP	90,259.50	63,549.49
Fair valuation of investments including investment in Creamline Dairy Products Limited before business acquisition net of Tax	7,992.34	(29.93)
Fair valuation of Inventories, Biological Assets and other assets	(1,603.88)	21.13
Consolidation of ESOP Trust	(58.68)	-
Share of Ind AS adjustments of Joint ventures	482.94	249.22
Deferred tax	703.39	426.09
Net movement in non controlling interest	10,405.40	-
Put option liability created & interest there on	(3,265.75)	-
Purchase of stake from Non Controlling Interest	(3,410.65)	-
Other IND AS adjustments	93.03	(217.51)
<b>Total Equity as per IND AS</b>	<b>101,597.64</b>	<b>63,998.49</b>

(₹ in lakh)

**C. Reconciliation of Statement of Profit and Loss as previously reported under IGAAP and IND AS**

Particulars	March 31, 2016
Profit as per IGAAP	19,097.88
Fair valuation of investments including investment in Creamline Dairy Products Limited before business acquisition	10,005.51
Fair valuation of Inventories and Biological Assets	(2,482.23)
Impact on account of Acceptances reclassified as borrowing	(33.30)
Tax on Ind AS adjustments	(928.90)
Share of Ind AS adjustments of Joint ventures	223.70
Other IND AS adjustments	24.58
	<b>25,907.24</b>

**D. Impact of Ind AS adoption on the Consolidated statement of Cash Flows**

(₹ in lakh)

Particulars	For the year ended March 31, 2016		
	Previous GAAP	Adjustments	Ind AS
Net Cash flow from Operating Activities	15,924.59	908.95	16,833.54
Net Cash flow from Investing Activities	(51,961.73)	9,180.32	(42,781.41)
Net Cash flow from Financing Activities	3,6920.31	(9,081.59)	27,838.72
Net Increase in Cash and Cash Equivalent	883.17	1,007.68	1,890.85
Cash and Cash Equivalent as at April 1, 2015	1,612.97	(309.02)	1,303.95
Add: Cash and Cash Equivalent acquired during the year	1,423.94	(1,423.94)	-
Less: Cash and Cash Equivalent removed of subsidiary disposed off	(51.81)	-	(51.81)
Cash and Cash Equivalent as at March 31, 2016	3,868.27	(725.28)	3,142.99

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**1. Property Plant and Equipment (PPE)**

- a) On transition to Ind AS, the Company has elected to continue with the carrying value of all its property, plant and equipment recognised as at April 1, 2015 measured as per the IGAAP and use that carrying value as the deemed cost of the property, plant and equipment.
- b) Under Ind AS, government grants relating to property, plant and equipment are required to be presented on a gross basis as an addition to the related asset & as deferred government grant, and the same is recognised in the statement of profit & loss on a systematic basis over the useful life of the asset.

Under IGAAP, for certain grants the Company presented the amount received as part of the reserves and surplus, while for the remaining grants, the carrying value of the related property plant and equipment are reduced by the amount of the grant.

**2. Biological Assets other than bearer plants:**

Under IGAAP, biological assets are measured at cost. Ind AS requires all biological assets to be measured on each reporting date at their respective fair values with the fair value changes being recognised in the Statement of Profit and Loss. The impact as of the date of transition has been adjusted through retained earnings.

**3. Financial Assets/ liabilities:**

Under Ind AS, financial instruments are required to be measured at fair value on initial recognition with the respective instrument being subsequently measured at amortised cost with reference to the discount rate used for determining fair value on initial recognition. The difference between the transaction price and fair value has been appropriately adjusted for the respective arrangement.

**4. Deferred Tax Asset/Liability:**

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.

Further, corresponding impact of all Ind AS adjustments (as applicable) has been considered. Minimum Alternate Tax related credit has been reclassified to deferred tax.

5. Under Ind AS, redeemable preference shares are classified as financial liabilities with the dividend payout (if any) being reflected as finance cost.
6. **Interest bearing loans and borrowings**

Under Indian GAAP, transaction costs incurred in connection with interest bearing loans and borrowings are recognised upfront and charged to profit or loss for the period. Under Ind-AS, transaction costs are included in the initial recognition of financial liability and charged to profit or loss using the effective interest method.

**7. Company's ESOP Trust**

The Company has set up an ESOP Trust (the Trust) to administer the ESOP scheme for its employees. On consolidation of the Trust, in addition to elimination of transactions between the Company and the Trust, shares of the Company held by the Trust have been presented as a reduction from Shareholders' Funds as Treasury Shares. Other assets and liabilities of the Trust have been presented in the respective sections.

**8. Offsetting:**

Financial assets and financial liabilities which were offset under Indian GAAP but do not meet the offsetting criteria have been shown gross under Ind AS.

**9. Acceptances:**

Acceptances earlier classified as trade payables have been reclassified to short term borrowings.

Application of derecognition requirements prescribed under Ind AS 109 have resulted in derecognition of trade payables and recognition of borrowings towards supplier financing facilities of the Company. Corresponding impact of such derecognition and finance cost have been considered in inventories, borrowings, trade and other payables, cost of materials consumed and finance cost.

**10. Derivative contracts:**

Under Indian GAAP, the premium and discount on forward contracts were amortised over the contract period. However, under Ind AS such premium or discount is recognised upfront in the profit and loss account and the mark-to-market on such derivative contracts are to be recognised as derivative asset/liability.

**11. Revenue from Operations:**

Under Ind AS, revenue is required to be measured at the fair value of the consideration receivable net of expected sales returns, rebates, discounts etc.

**12. Other Income:**

Under Ind AS, corporate guarantee issued on behalf of joint venture without any commission has been measured at fair value with corresponding impact adjusted with investment in the respective joint venture. Consequently, guarantee commission for the respective period has been recognised through income statement.

**13. Employee benefit:**

Both under Indian GAAP and Ind AS the Company recognised costs related to post-employment defined benefit plan on an actuarial basis. Under Indian GAAP, actuarial gains and losses are charged to profit or loss, however in Ind AS the actuarial gains and losses are recognised through other comprehensive income.

**14. Business Combinations:**

Under Ind AS, business combinations are accounted for by applying the acquisition method which inter alia requires recognizing and measuring the identifiable assets acquired and liabilities assumed at acquisition date fair values, acquisition related costs are accounted for as expenses in the period these are incurred and remeasurement of its previously held equity interest at acquisition date fair value.

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Note No. 71 : Additional information, as required under Schedule III to the Companies Act, 2013

(₹ in lakh)

Name of the entity in	Net Assets - total assets minus total liabilities		Share in profit or loss		Share in other Comprehensive Income		Share in Total Comprehensive Income	
	As % of Consolidated net assets	Amount	As % of Consolidated profit or loss	Amount	As % of Consolidated other Comprehensive Income	Amount	As % of Consolidated Total Comprehensive Income	Amount
1	2	3	4	5	6	7	8	9
<b>Parent</b>								
Godrej Agrovet Limited	50.57%	63,861.91	74.66%	20,374.97	46.18%	28.20	74.93%	20,403.18
<b>Subsidiaries</b>								
<b>Indian</b>								
1. GODREJ SEEDS AND GENETICS LIMITED	0.00%	-	-0.42%	(114.64)	0.00%	-	-0.42%	(114.64)
2. GODVET AGROCHEM LIMITED	0.85%	1,075.93	0.15%	40.15	0.00%	-	0.15%	40.15
3. ASTEC LIFESCIENCES LIMITED	10.38%	13,110.96	10.31%	2,812.45	-8.13%	(4.97)	10.31%	2,807.48
4. CREAMLINE DAIRY PRODUCTS LIMITED	32.21%	40,680.75	8.51%	2,323.07	-112.69%	(68.82)	8.28%	2,254.26
<b>Minority interest in all subsidiaries Associates (Investment as per equity method)</b>								
<b>Indian</b>								
Polchem Hygiene Laboratories Private Limited	0.00%	-	0.23%	61.98	0.00%	-	0.23%	61.98
<b>Foreign</b>								
AL RAHABA INTERNATIONAL TRADING LIMITED LIABILITY COMPANY	0.01%	16.04	-1.08%	(295.41)	0.00%	-	-1.08%	(295.41)
<b>Joint Ventures (as per proportionate consolidation / Investment as per equity method)</b>								
<b>Indian</b>								
Godrej Tyson Foods Limited	1.48%	1,862.72	3.73%	1,017.28	-25.36%	(15.49)	3.68%	1,001.79
Omnivore India Capital Trust	0.52%	661.76	-0.21%	(56.15)	0.00%	-	-0.21%	(56.15)
<b>Foreign</b>								
ACI Godrej Agrovet Private Limited	3.97%	5,014.74	4.13%	1,128.06	0.00%	-	4.14%	1,128.06
<b>TOTAL</b>	<b>100.00%</b>	<b>126,284.81</b>	<b>100.00%</b>	<b>27,291.76</b>	<b>-100.00%</b>	<b>(61.07)</b>	<b>100.00%</b>	<b>27,230.69</b>

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## FORM AOC-1, in (Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

## Statement containing salient features of the financial statement of subsidiaries/ associate companies/ joint ventures

## Part "A": Subsidiaries

(₹ in lakh)

1. Sl. No.	1.	2	3	4
2. Name of the subsidiary	GODVET AGROCHEM LIMITED	ASTEC LIFE SCIENCES LIMITED	CREAMLINE DAIRY PRODUCTS LIMITED	GODREJ SEEDS AND GENETICS LIMITED
3. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	01.04.2016 to 31.03.2017	01.04.2016 to 31.03.2017	01.04.2016 to 31.03.2017	01.04.2016 to 31.03.2017
4. Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	INR.	INR.	INR.	INR.
5. Share capital	995.00	1,951.29	1,132.47	NA
6. Reserves & surplus	80.93	11,850.89	18,205.27	NA
7. Total assets	2,102.30	33,359.01	33,130.22	NA
8. Total Liabilities	1,026.36	19,556.84	13,792.41	NA
9. Investments	-	0.53	-	NA
10. Turnover	-	31,340.35	100,991.70	370.85
11. Profit before taxation	36.10	2,874.31	4,262.12	(114.64)
12. Provision for taxation	(4.05)	956.44	1,658.30	-
13. Profit after taxation	40.15	1,917.87	2,603.82	(114.64)
14. Other comprehensive income before tax	-	(10.62)	(105.24)	-
15. Tax on Other comprehensive income	-	(5.65)	(36.42)	-
16. Other comprehensive income	-	(4.97)	(68.82)	-
17. Proposed Dividend	-	-	-	-
18. % of shareholding	100.0%	55.5%	51.9%	NA

Names of subsidiaries which have been liquidated or sold during the year

GODREJ SEEDS AND GENETICS LIMITED

## Part "B": Associates and Joint Ventures

## Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

(₹ in lakh)

Name of Associates/Joint Ventures	ACI Godrej Agrovet Private Limited	Godrej Tyson Foods Limited	Omnivore India Capital Trust	AI Rahaba International Trading Limited Liability Company	Polchem Hygiene Laboratories Private Limited
1. Latest audited Balance Sheet Date	31.03.2017	31.03.2017	31.03.2016	31.03.2016	31.03.2016
2. Shares of Associate/Joint Ventures held by the company on the year end	50%	49%	10%	24%	NA
No.	1,850,000	97,461	2125 Units	24	NA
Amount of Investment in Associates	1,248.58	6,602.71	2,124.63	4.32	NA
3. Description of how there is significant influence	due to percentage(%) of Share Capital	due to percentage(%) of Share Capital	The Company participates in the key activities jointly with the Investment Manager.	due to percentage(%) of Share Capital	NA
4. Reason why the associate/joint venture is not consolidated	NA	NA	NA	NA	NA
5. Networth attributable to Shareholding as per latest audited Balance Sheet	6,960.21	8,745.80	1,626.44	498.01	NA
6. Profit / Loss for the year - 2016-17					
i. Considered in Consolidation	1,128.06	1,017.28	(56.15)	(295.41)	61.98
ii. Not Considered in Consolidation	-	-	-	-	-

Names of associate which have been liquidated or sold during the year

POLCHEM HYGIENE LABORATORIES PRIVATE LIMITED

Names of associate which have been liquidated or sold during the year

POLCHEM HYGIENE LABORATORIES PRIVATE LIMITED

For and on behalf of the Board

**N. B. GODREJ****B.S.YADAV**

Chairman

Managing Director

DIN: 00066195

DIN: 00294803

**S. VARADARAJ****VIVEK RAIZADA**

Chief Financial Officer

Company Secretary

ICAI Memb. No. 047959

ICSI Memb. No. ACS11787