

BUILDING A STABLE FUTURE

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MESSAGE FROM THE CHAIRMAN- EMERITUS

Dear Fellow Shareowners,

A good monsoon augers well for Indian Economy. The Goods and Services Taxes Act is ushering in a game changing reform for the Indian economy by its all-pervasive impact.

The acts of demonetisation of high-value currency, the large-scale mobilisation of Jan Dhan Yojana, efforts of making Aadhaar the base for effecting the Direct Benefit Transfer scheme, full implementation of the Real Estate (Regulation and Development) Act, 2016 etc. are expected to take India to a growth path.

We at Jai Corp are committed to frame our business plans, based on our core competencies that will add more value to our products and services and herald a new growth era. We always maintain that our performance and growth are intrinsically linked with the sustenance and development of the communities in which we operate. We believe that growth and responsibility go hand-in-hand. We have always given the highest priority to our programmes engaging various sections of the society.

We remain committed to safe and efficient operations and to conducting our business in an environmentally sound and socially responsible manner.

I thank all our shareholders who have consistently reinforced their faith and trust in the Company. I am confident that we will strive hard to build a stable future for all our stakeholders.

I thank our Board of Directors for their valuable insight, constant support and guidance at every stage. I also thank our stakeholders for their unstinted support.

With best wishes,
Sincerely,

Jai Kumar Jain
Chairman- Emeritus
9th August, 2017

MESSAGE FROM THE CHAIRMAN



Dear Fellow Shareowners,

2016-17 was a watershed year for India. The Central Government introduced initiatives on multiple fronts including new policies, new laws and systems and restructuring of existing government infrastructure, especially in relation to the business and investment of the country. These path-breaking reforms are expected to have a long-term favorable impact on the development of the country and create a positive economic, investment and business environment.

- In June, 2016, the Central Government radically liberalized the foreign direct investments ('FDI') regime by bringing most of the sectors under automatic approval route, except a small negative list.
- In May 2017, the Foreign Investment Promotion Board (FIPB) that used to process approval of large FDI investment proposals in the country was abolished. Instead, individual departments of the government have now been empowered to clear FDI proposals in consultation with the DIPP.
- In November 2016, the Benami Transactions (Prohibition) Amendment Act, 2016 came into effect. The Act, an amendment to a previous version from 1988, has added more teeth to the nearly three decades old Act.
- In November 2016, in a surprise move, the Government announced demonetisation of Rs. 1,000 and Rs. 500 notes, making these notes invalid in a major assault on black money, fake currency and corruption. The existing notes were replaced by a new series of Rs. 500 and Rs. 2000 notes.
- In July 2017, the Goods and Services Tax (GST) came into effect. The implementation of the GST subsumes in itself a host of indirect taxes and becomes one indirect tax for the whole nation, which is expected to transition India one unified common market. This is one of the biggest reforms concerning indirect taxation in the country, fundamentally changing the manner in which goods and services are taxed in the country. It is expected to create efficiencies in the movement of goods and services and their pricing while enabling a wider indirect tax collection base.
- In May 2017, The Real Estate (Regulation and Development) Act, 2016 came into full effect and is expected to protect home-buyers and increase their confidence while purchasing homes. This will help boost investments in the real estate industry.
- The Central Government is taking steps to make Aadhaar number an all-encompassing identity tool across the spectrum of transactions that a citizen undertakes in the social, governmental and economic domain.
- The year also saw the introduction of the Indian Accounting Standards (Ind AS) to the financial statements of the listed and certain other category of companies.

The single minded focus of the Government on introduction and execution of the plethora of reforms is going to positively change and create transparencies in the manner in which business is carried out in India and in the medium and long term.

Special Economic Zones (SEZs) in India are facing grave challenges. Some key tax benefits that were withdrawn have made SEZ a difficult business proposition. The Maharashtra SEZ Act vital for SEZs in the State has been pending enactment for a long time.

We have always believed in a judicious mix of traditional and new business. While new businesses, with their inherent risks, need a long lead-time to nurture and grow, traditional businesses can provide us with stability and predictable cash-flows. All our traditional businesses have in the past few years consolidated years.

Given the current stage of growth in the Indian economy, we expect the demand for the Company's products to rise in the coming years. As a Company, we have always believed in pursuing a responsible business strategy and delivering quality. This combined with hard work and dedication of our entire team has helped your Company maintain a profitable path even during uncertain times.

I am grateful to the Board of Directors for their unwavering support and guidance. I also take this opportunity to express my gratitude to all our stakeholders, who have reposed their trust in us and extended their constant support.

With best wishes,
Sincerely,

Anand Jain
Chairman
9th August, 2017

ABOUT US:

Jai Corp Limited, established in 1985, under the leadership of the Company's Chairman Mr. Anand Jain, is fast emerging as a leading urban integrated infrastructure company.

Traditionally, a manufacturing enterprise, the Company produces flexible intermediate bulk containers (FIBC Jumbo bag), woven sacks and fabrics, manmade fiber yarns, Masterbatch and steel coils and sheets.

In 2006, Mr. Jain's vision saw Jai Corp expanding its horizons. Jai Corp is metamorphosing from a manufacturing enterprise to a corporate driven by new growth engine such as asset management and urban infrastructure development.

The Company is in the process of building globally relevant centers of excellence in manufacturing and service sector.

Jai Corp is also a leading real estate organization with a significant funding and development portfolio.

The Company is also advisor and manager to some of India's largest real estate funds.

With its Registered Office at Nanded, Maharashtra, the Company has its Corporate Office in India's financial capital, Mumbai.

The Company has a shareholder family of about 72,000. The Company's shares are listed on the BSE Limited and the National Stock Exchange of India Limited.

LOCATIONS:

- Woven sacks manufacturing division: Khadoli, Athal (Silvassa) and Daman
- Spinning division: Vasona (Silvassa) and Sarigam (Gujarat)
- Steel division: Nanded (Maharashtra)
- SEZs: Mumbai and Navi Mumbai
- Port SEZ: Rewas (Maharashtra)
- Asset Management business and Venture Capital Fund Offices: Mumbai.
- Real Estate business: Mumbai

BUILDING A STABLE FUTURE

- Last three years have seen a very focussed and sustained effort of policy reforms giving a major boost to 'Make in India' initiative
- GST - will pave the way for realization of the goal of One Nation - One Tax
- Slew of changes and initiatives is helping Indian industry to do things faster and without bureaucratic impediments
- Indian economy has been relatively stable
- And a hope, that the stability will result in policies that will lead to growth and progress
- India is expected to be more than US\$ 5 trillion (current market price) economy by 2020
- It is expected that manufacturing will contribute to 25% of India's GDP by 2025
- The Indian growth story is not entirely dependent on the global economy
- Strong internal demand and controlled inflation can propel domestic-growth
- Our long term goals are clear, but we are calibrating them for short term exigencies
- During 2016-17, we rationalised our traditional business with a view to build a stable future
- This gives us the confidence that the long-term outlook is favourable
- Hard work and perseverance are the twin *mantras* for growth
- We are optimistic and by building a stable future, to take the Company to greater heights

COMPANY INFORMATION

BOARD OF DIRECTORS

Anand Jain
Chairman

Virendra Jain
Vice Chairman

Gaurav Jain
Managing Director & CEO

V.S. Pandit
Director – Works

K .M. Doongaji

S.H. Junnarkar

S. N. Chaturvedi

Anup P. Shah

Aziza A. Chitalwala
Independent Directors

**CHIEF FINANCIAL OFFICER &
CHIEF ACCOUNTS OFFICER**
Pramod Kumar Jaiswal

**COMPANY SECRETARY &
COMPLIANCE OFFICER**
Ananjan Datta

BOARD COMMITTEES:

Audit Committee
K.M. Doongaji-Chairman
S.N. Chaturvedi
Anup P. Shah
Virendra Jain

**Corporate Social Responsibility
Committee**
Anand Jain- Chairman
S.N. Chaturvedi
Anup P. Shah
Virendra Jain

**Nomination and Remuneration
Committee**
K. M. Doongaji – Chairman
Anand Jain
S.H. Junnarkar
Virendra Jain

**Stakeholders Relationship
Committee**
K. M. Doongaji –Chairman
S.N. Chaturvedi
Virendra Jain
Gaurav Jain

Risk Management Committee
Virendra Jain -Chairman
Gaurav Jain
V.S. Pandit

Share Transfer Committee
Virendra Jain -Chairman
Gaurav Jain
V.S. Pandit

**Preference Share Redemption
Committee**
K.M. Doongaji-Chairman
S.N. Chaturvedi
Anup P. Shah

BANKERS

Axis Bank
Bank of Baroda
Canara Bank
HDFC Bank
ICICI Bank
IDBI Bank
Kotak Mahindra Bank
State Bank of India
Union Bank of India
Vijaya Bank

REGISTERED OFFICE

A-3, M.I.D.C. Indl. Area,
Nanded- 431 603, Maharashtra.

CORPORATE OFFICE

12-B, Mittal Tower,
Nariman Point,
Mumbai-400 021,
Maharashtra.
Website: www.jaicorpindia.com
Tel: +91-22-6115 5300
Fax:+91-22-2287 5197
e-mail address for shareholders:
cs2@jaicorpindia.com
Others: jaicorp@jaicorpindia.com

MANUFACTURING FACILITIES

- (i) **Plastic Processing Division**
- (a) 140/1/1/1 to 140/1/1/9,
Village Khadoli, Silvassa (D &
N.H)
(100% EOU Unit)
- (b) Survey No. 168/182-191,
Dabhel Ind. Co-op. Soc. Ltd.,
Dabhel, Daman
(Daman & Diu)

(c) Survey No. 148, 149/1 &2,
180/2 &3,
Dabhel Ind. Co-op. Soc. Ltd.,
Dabhel, Daman (Daman & Diu)

(ii) **Plastic Processing & Master
Batch**
Survey No.141,Dabhel Ind.
Co-op. Soc. Ltd.,
Dabhel, Daman (Daman & Diu)

(iii) **Plastic Processing & PSF**
Survey No.326/1,326/2/1
Village Athal, Silvassa,
(D&NH).

(iv) **Steel Division**
A-3, M.I.D.C, Indl. Area,
Nanded, Maharashtra.

(v) **Textile Division- Dyeing**
Plot No.1620, G.I.D.C.,Sarigam,
Dist. Valsad, Gujarat.

(vi) **Textile Division- Spinning**
Survey No.246, Khanvel Road,
Vasona, Silvassa (D&NH).

REGISTRAR & SHARE TRANSFER AGENT

Karvy Computershare Private
Limited
Karvy Selenium Tower B,
Plot 31-32, Gachibowli,
Financial District, Nanakramguda,
Hyderabad – 500 032.
Tel: (91-40) 6716 2222/
1800-345-4001.
Fax no: (91-40) 230 01153.
e- mail: einward.ris@karvy.com
Website: www.karvy.com

AUDITOR

Chaturvedi & Shah
Chartered Accountants

**32nd Annual General Meeting on Tuesday, 12th September 2017 at 11.00 a.m.
at A-3 M.I.D.C. Indl. Area, Nanded 431 603, Maharashtra.**

NOTICE

NOTICE is hereby given that the Thirty-second Annual General Meeting of the Members of Jai Corp Limited will be held on Tuesday the 12th day of September, 2017 at 11.00 a.m. at the Registered Office of the Company at A-3, M.I.D.C. Industrial Area, Nanded-431 603, Maharashtra to transact the following businesses:

AS ORDINARY BUSINESS:

1. To consider and adopt:
 - a. the standalone audited financial statements and the Reports of the Board of Directors and the Auditor thereon and in this regard, pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** the standalone audited financial statements for the year ended 31st March, 2017 together with the Reports of the Directors and Auditor thereon be and are hereby considered, approved and adopted.”
 - b. the consolidated audited financial statements and the Report of the Auditor thereon and in this regard, pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** the consolidated audited financial statements for the year ended 31st March, 2017 together with the Report of the Auditor thereon be and are hereby considered, approved and adopted.”
2. To declare a dividend on Preference Shares and in this regard, pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to the recommendations made by the Board of Directors of the Company, a dividend at the rate of 1% (i.e. Re. 0.01) per Preference Share of face value Re. 1/- each to the Preference Shareholders of the Company for the financial year ended 31st March, 2017, whose names appear in the Register of Members at close of business on 5th September, 2017 be and is hereby declared to be paid out of the profits of the Company.”
3. To declare a dividend on Equity Shares and in this regard, pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to the recommendations made by the Board of Directors of the Company, a dividend at the rate of 50% (i.e. Re. 0.50) per Equity Share of face value Re. 1/- each to the non- promoter Equity Shareholders of the Company holding 4,81,67,010 Equity Shares and to the exclusion of promoter Equity Shareholders holding 13,02,82,400 Equity Shares, for the financial year ended 31st March, 2017, whose names appear in the Register of Members at close of business on 5th September, 2017 be and is hereby declared to be paid out of the profits of the Company.”

4. To appoint a Director in place of Mr. Vasudeo S. Pandit (DIN 00460320), who retires by rotation and being eligible, offers himself for re-appointment and in this regard, pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** Mr. Vasudeo S. Pandit (DIN 00460320), Director of the Company who retires by rotation and being eligible has offered himself for re-appointment be and is hereby re-appointed a Director of the Company whose period of office is liable to determination by retirement of directors by rotation.”

5. To appoint the auditor and to fix remuneration and in this regard, pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to the provisions of Sections 139,142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment of the Act and/ or the Rules for the time being in force), Messrs DTS & Associates, Chartered Accountants (Registration No. 142412W issued by the Institute of Chartered Accountants of India), be and is hereby appointed as the auditor of the Company to hold office from the conclusion of this meeting till the conclusion of the sixth Annual General Meeting from this Annual General Meeting on such remuneration as may be mutually agreed upon between the said Messrs DTS & Associates and the Board of Directors of the Company.”

AS SPECIAL BUSINESS:

6. To roll-over preference shares for a period of two years and in this regard, pass the following resolutions as a **Special Resolution**:

“**RESOLVED THAT** pursuant to the provisions of Sections 55 and all other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) and Rule 9 of the Companies (Share Capital and Debentures) Rules, 2014 framed thereunder (“the Rules”) (including any statutory modification(s) or re-enactment of the Act and/ or the Rules for the time being in force), and Article 8 and all other enabling provisions of the Articles of Association of the Company and the applicable laws, rules, regulations, guidelines, clarifications and approvals issued by any statutory body or regulatory authority and subject to such approvals/consents/permissions/sanctions as may be required in accordance with applicable laws, rules, regulations and guidelines and subject to such conditions which such body or authority may impose at the time of granting their approvals/consents/permissions/sanctions and which may be agreed to by the Board of Directors of the Company (the ‘Board’ which term shall include any Committee which the Board of Directors may have constituted or may hereafter constitute for the time being for exercising the powers conferred

on the Board of Directors by this Resolution), consent of the members be and is hereby accorded to the Board to roll-over for a period up to 2 (two) years, the outstanding 49,89,900 (forty-nine lakh eighty-nine thousand and nine hundred) or such number of 1% non-cumulative non-participating redeemable fully paid-up preference shares of face value 1/- (Rupee one only) each of the Company as will be outstanding on 25th November, 2017 being the present date of the redemption that were issued at a price of ₹ 1,000/- (Rupees one thousand only) each i.e. at a nominal value of 1/- (Rupee one only) and a premium of ₹ 999/- (Rupees nine hundred and ninety-nine only) per share allotted on 26th November, 2007, which are due for redemption on 25th November, 2017 to the end and intent that such outstanding preference shares will be redeemed at a later date as hereafter stated;

RESOLVED FURTHER THAT as per the terms of issue, the said preference shares shall continue to carry a preferential right to dividend of 1% (one per cent) per annum;

RESOLVED FURTHER THAT as per the terms of issue, the said preference shares shall in respect of capital, on a winding-up or repayment of capital, carry a preferential right for repayment in priority to the equity shares to the Company but shall not carry any further or other right to participate either in the profits or assets of the Company;

RESOLVED FURTHER THAT the said remaining preference shares as at 25th November, 2017 shall now be redeemable on the expiry of 2 (two) years from the date of roll-over (i.e. two years from 26th November, 2017) with an option to the Company/ preference shareholders to redeem the same any time earlier;

RESOLVED FURTHER THAT as per the terms of issue, the redemption of the said preference shares shall be at a premium of 6% (six per cent) per annum from the date of allotment over and above the total issue price of ₹ 1,000/- (Rupees one thousand only) per share and the amount of premium will be proportionate to the period of holding of the said preference shares;

RESOLVED FURTHER THAT for the purpose of giving effect to this Resolution, the Board be and is hereby authorized to take all actions and steps and do all acts, deeds, matters and things as it may, in its absolute discretion, deem necessary, proper, desirable or expedient to the roll-over of the said outstanding preference shares and to resolve and settle all questions, difficulties or doubts that may arise in regard to such roll-over, as it may in its absolute discretion deem fit without being required to seek any further consent or approval of the Members or otherwise to the end and intent that the Members shall be deemed to have given their approval thereto expressly by the authority of this Resolution."

7. To determine the remuneration payable to the cost auditor for the financial year ending 31st March, 2018 and in this regard, pass the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 ("the Act") read with the Companies (Audit and Auditors) Rules, 2014 framed thereunder ("the Rules") (including any statutory modification(s) or re-enactment of the Act and/ or the Rules for the time being in force) Messrs ABK & Associates (Registration No. 000036 issued by the Institute of Cost Accountants of India), cost auditor appointed by the Board of Directors of the Company to conduct the audit of cost records of the Company for the financial year ending 31st March, 2018 be paid a remuneration of ₹ 3,20,000/- excluding the Goods and Services Tax and re-imbursalment of out-of-pocket expenses incurred by Messrs ABK & Associates during the course of the audit."

By Order of the Board of Directors

Mumbai
9th August, 2017

A. Datta
Company Secretary

Registered Office:

A-3, M.I.D.C. Indl. Area,
Nanded 431 603, Maharashtra.
CIN: L17120MH1985PLC036500

e-mail for investors: cs2@jaicorpindia.com

NOTES:

1. The Statement pursuant to Section 102(1) of the Companies Act, 2013 relating to Special Business to be transacted at the Meeting is annexed hereto.
2. **A MEMBER OF THE COMPANY ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ANOTHER PERSON AS A PROXY TO ATTEND AND VOTE ON A POLL ON HIS BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholder.** The instrument appointing a proxy or Power of Attorney, if any, under which it is signed should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting. Corporate Members are requested to send a certified copy of Board Resolution authorizing their representatives to attend and vote at the Meeting.
3. The Register of Members and Share Transfer Books will remain closed from Wednesday, the 6th day of September, 2017 to Tuesday, the 12th day of September, 2017 (both days inclusive).
4. The dividend recommended by the Board of Directors, if declared at the Meeting will be payable to those Members whose names are registered in the Register of Members of the Company at close of business on Tuesday 5th September, 2017.
5. Where any item of business refers to any document which is to be considered at the Meeting, such document will be available for inspection by the Members at the Registered Office of the Company between 11:00 a.m. and 2:00 p.m. on any working day of the Company up to the date of the Meeting.
6. Un-paid/ un-claimed dividends up to financial year 2008-09 have been transferred to the Investor Education and Protection Fund ('IEPF') pursuant to the provisions of Section 205A of the Companies Act, 1956 and/or Section 124 of the Companies Act, 2013. Un-paid/ un-claimed dividend for the financial years 2009-10, 2010-11, 2011-12, 2012-13, 2013-14, 2014-15 and 2015-16 will be transferred to the IEPF on or after 06th October, 2017, 22nd October, 2018, 27th October, 2019, 4th November, 2020, 25th October, 2021, 29th October, 2022 and 28th October, 2023 respectively pursuant Section 124 of the Companies Act, 2013. The members who have not cashed their dividend warrant/s are requested to immediately make their claims to the Company's Registrar and Share Transfer Agent, Messrs Karvy Computershare Private Limited. It may be noted that pursuant to Section 124(6) of the Companies Act, 2013, all shares in respect of which unpaid or unclaimed dividend has been transferred shall also be transferred by the Company in the name of IEPF. Members may visit http://www.jaicorpindia.com/investor/unpaid_dividend.html to ascertain details of shares liable for transfer in the name of IEPF.
7. Members who are holding shares in physical form in identical order of names in more than one folio are requested to send to the Company's Registrar and Share Transfer Agent, Messrs Karvy Computershare Private limited details of such folios together with the share certificates for consolidating their holding in one folio. The share certificate will be returned to the Member/s after making requisite changes thereon.
8. The Securities and the Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding securities in the electronic form are, therefore, requested to submit their PAN to the Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company's Registrar and Share Transfer Agent, Messrs Karvy Computershare Private Limited.
9. Non-resident Indian shareholders are requested to inform the Company immediately:-
 - i. Change in residential status on return to India for permanent settlement.
 - ii. Particulars of bank account maintained in Indian with complete name, branch, branch code, account type, account number and address of bank, if not furnished earlier.
 - iii. Copy of Reserve Bank of India permission.
10. In terms of Section 72 of the Companies Act, 2013 read with Rule 19 of the Companies (Share Capital and Debentures) Rules, 2014 shareholders are entitled to make nomination in respect of shares held by them. Shareholders desirous of making nominations in respect of shares held by them are requested to send the necessary particulars in Form No. SH. 13 (available on request) to the Company's Registrar and Share Transfer Agent, Messrs Karvy Computershare Private Limited.
11. Pursuant to Section 152 of the Companies Act, 2013, Mr. Vasudeo S. Pandit (DIN 00460320), who retires by rotation and being eligible, offers himself for re-appointment. The Board commends the Ordinary Resolution set out at Item No. 4 of the Notice for approval by the members. Only Mr. Vasudeo S. Pandit may be deemed to be interested in the resolution set out at Item No. 4 of the Notice. No other Director / Key Managerial Personnel/ their relatives is in any way, considered

concerned or interested, financially or otherwise in this resolution, except as a member of the Company.

A brief resume of the Director who are proposed to be re-appointed, nature of his expertise in specific functional areas, names of other companies in which he holds directorships and memberships/ chairmanships of Committees of the Board, shareholdings and relationships between Directors initialies as required to be provided pursuant to Regulations 26(4) and 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India are given elsewhere in the Annual Report.

12. Pursuant to Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 and the Order issued thereunder, the incumbent auditor Messrs Chaturvedi & Shah has to be replaced on the expiry of term. The Audit Committee and Board of Directors of the Company have recommended appointment of Messrs D T S & Associates, Chartered Accountants (Registration No. 142412W) as auditor of the Company for a term of 5 (five) consecutive years from the conclusion of this Annual General Meeting till the conclusion of the sixth Annual General Meeting from this Annual General Meeting, at such remuneration as shall be fixed by the Board of Directors of the Company. Messrs DT S & Associates, Chartered Accountants have consented to and confirmed that the appointment, if made, would be within the limits specified under Section 141(3)(g) of the Companies Act, 2013 and confirmed that they are not disqualified to be appointed as auditor in terms of the provisions of the proviso to Section 139(1), Section 141(2) and Section 141(3) of the Companies Act, 2013 and the provisions of the Companies (Audit and Auditors) Rules, 2014. The Board commends the Ordinary Resolution set out at Item No. 5 of the Notice for approval by the members. No Director / Key Managerial Personnel/ their relatives is in any way, considered concerned or interested, financially or otherwise in this resolution, except as a member of the Company.

13. Members who have not registered their e-mail addresses so far are requested to register their e-mail address so that they can receive the Annual Report and other communication from the Company electronically. Pursuant to Sections 20, 101 and 136 of the Companies Act, 2013 read with Rule 18 of the Companies (Management and Administration) Rules, 2014 and Rule 11 of the Companies (Accounts) Rules, 2014 service of documents through electronic mode is now permitted.

Remote e-voting

14. Pursuant to Sections 107 and 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44(1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is providing to its members the facility of remote e-voting to exercise their right to vote on resolutions proposed at this meeting by electronic means in respect of all the Items of business set forth in this Notice. **Detailed procedure concerning e-voting is given on the reverse of the Attendance Slip-cum- Proxy Form.** Facility for voting by ballot shall also be made available at the venue of the meeting and members attending the meeting who have not already cast their vote by remote e-voting shall be entitled to exercise their right at the meeting. Once the vote on a resolution is cast by the member, he/ she shall not be allowed to change it subsequently. Further, the members who have cast their vote electronically through remote e-voting prior to the meeting may also attend the meeting but shall not be entitled to vote again at the meeting.

By Order of the Board of Directors

Mumbai
9th August, 2017

A. Datta
Company Secretary

Registered Office:
A-3, M.I.D.C. Indl. Area,
Nanded 431 603, Maharashtra.
CIN: L17120MH1985PLC036500
e-mail for investors: cs2@jaicorpindia.com

STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013:**Item No. 6:****Roll-over of preference shares**

The Company had in November 2007 issued 1,50,00,000 1% non-cumulative, non-participating redeemable preference shares of face value ₹ 1/- each at a price of ₹ 1,000/- each i.e. at a nominal value of ₹ 1/- and a premium of ₹ 999/- per share. The said preference shares were allotted as fully paid-up on 26th November, 2007 for a tenure of 2 years from the date of allotment with an option to the Company/ the allottee to redeem the same after a period of 1 year. The rate of dividend payable to the preference shareholders is 1% on the face value of the shares. These preference shares were eligible for redemption at a premium of 6% p.a. over and above the issue price of ₹ 1,000/- per share on 25th November, 2009 being the original date of redemption. At the 24th Annual General Meeting held on 23rd September, 2009, approval of the equity shareholders was obtained to roll-over these preference shares for a term of 2 years from the date they were to be due for redemption and the preference shares were rolled-over for redemption on 25th November, 2011. 50,00,100 preference shares were redeemed on 25th November, 2011 and the remaining 99,99,900 preference shares were rolled-over for another term of 2 years for which approval of the equity shareholders was obtained at the 26th Annual General Meeting held on 23rd September, 2011. The Company redeemed another 16,50,000 preference shares on 23rd August, 2012 and the balance 83,49,900 shares were rolled over for another term of 2 years for which approval of the equity shareholders was obtained at the adjourned 28th Annual General Meeting held on 28th September, 2013. The Company redeemed 3,75,000 preference shares on 27th November, 2013 and 3,00,000 preference shares each on 27th May, 2014, 12th August, 2014 and 27th February, 2015 respectively, 2,10,000 preference shares on 27th May, 2015 and 27th August, 2015 respectively leaving a balance of 66,54,900 preference shares due for redemption on 25th November, 2015. At the 30th Annual General Meeting held on 23rd September, 2015, approval of the equity shareholders was obtained to roll-over the remaining 66,54,900 preference shares for a term of 2 years from the date they were to be due for redemption and accordingly the preference shares were rolled-over for redemption on 25th November, 2017. 2,10,000 preference shares were redeemed on 27th November, 2015, 1,50,000 preference shares were redeemed on 27th May, 2016, 1,95,000 preference shares were redeemed on 30th August, 2016, 2,70,000 preference shares were redeemed on 31st May, 2017, 5,70,000 preference shares were redeemed on 14th July, 2017 and 2,70,000 preference shares are to be redeemed on 10th August, 2017 leaving a balance of 49,89,900 preference shares due for redemption on 25th November, 2017. However, should the Company redeem any further preference shares between 10th August, 2017 and 25th November, 2017, the number of preference shares to be rolled-over will get reduced to that extent.

Considering the present economic and capital markets scenario, the Company requested the preference shareholders to roll-over these preference shares for a further period up to 2 years. The preference shareholders have agreed in writing to the roll-over the said 48,89,900 or such number of preference shares that will be outstanding on 26th November, 2017 for a further period up to 2 years with an option to the Company/ the preference shareholders to redeem these shares any time earlier.

The issue of these preference shares was approved by the equity shareholders at the Extra-ordinary General Meeting held on 17th November, 2007 and their roll-overs were, from time to time, approved at the 24th Annual General Meeting held on 23rd September, 2009, 26th Annual General Meeting held on 23rd September, 2011, adjourned 28th Annual General Meeting held on 28th September, 2013 and 30th Annual General Meeting held on 23rd September, 2015. The members' approval to the proposed further roll-over is now being sought as a matter of abundant caution.

The Special Resolution is proposed pursuant to the provisions of Section 55 of the Companies Act, 2013.

The Board of Directors commends the Special Resolution set out at Item No. 6 of the accompanying Notice for approval of the members.

Mr. Anand Jain, Mr. Virendra Jain and Mr. Gaurav Jain, Directors of the Company and constituents of the promoter group are concerned or interested in this resolution to the extent of the preference shares held by some of them, their relatives/ private trusts. Save as aforesaid, no other Director/ Key Managerial Personnel/ their relatives is in any way, considered concerned or interested, financially or otherwise in this resolution, except as a member of the Company.

Item No. 7:**Remuneration of Cost Auditor**

The Board of Directors has appointed Messrs ABK & Associates (Registration No. 000036 issued by the Institute of Cost Accountants of India) as the cost auditor of the Company for the financial year 2017-18. Pursuant to Section 148 of the Companies Act, 2013 read with Rule 3(B) of the Companies (Cost Records and Audit) Amendment Rules, 2014 ('the Rules') the Company is required to maintain cost records and get them audited in accordance with these Rules for the financial year 2017-18. Pursuant to Section 148(3) of the Act read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014 members are required to ratify the remuneration payable to the cost auditor.

Based on the recommendation of the Audit Committee, the Board of Directors has approved remuneration of ₹ 3,20,000/- to Messrs ABK & Associates excluding the Goods and Services Tax and reimbursement of out-of-pocket expenses.

The Board of Directors accordingly commends the Ordinary Resolution set out at Item No. 7 of the accompanying Notice for approval of the members which is an enabling resolution.

No Director / Key Managerial Personnel/ their relatives is in any way, considered concerned or interested, financially or otherwise in this resolution, except as a member of the Company.

By Order of the Board of Directors

Mumbai
9th August, 2017

A. Datta
Company Secretary

Registered Office:

A-3, M.I.D.C. Indl. Area,

Nanded 431 603, Maharashtra.

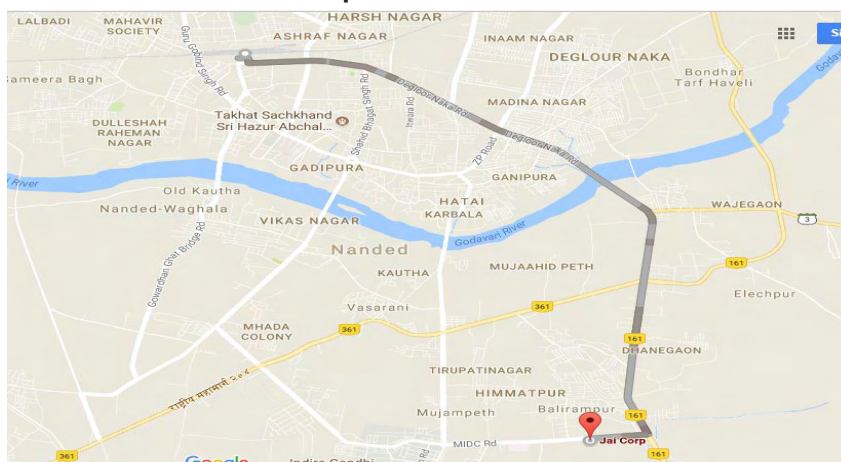
CIN: L17120MH1985PLC036500

e-mail for investors: cs2@jaicorpindia.com

Details of Director seeking re-appointment at the 32nd Annual General Meeting pursuant to Regulations 26(4) and 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India

Name of the Director	Mr. Vasudeo S. Pandit
Age	67 years.
Date of Appointment	01/04/1997 (first time as director) 23/09/2015 (re-appointed as Director-Works for 3 years w.e.f.01/04/2015)
Expertise in specific functional area/ brief resume	Experience of over 42 years in woven sacks/ bags industry. Brief resume is given in the Corporate Governance Report forming part of this Annual Report.
Qualification	B.Sc.
No. of shares held in the Company	Nil
Directorships in other listed entities and membership of committees of the board	None
Directorships in other unlisted entities and membership/ chairmanship of committees of the board	None
Number of Meetings of the Board attended during the year	3
Relationship between Directors <i>inter se</i> , Manager and other Key Managerial Personnel.	None
Terms and conditions of re-appointment	Liabile to retire by rotation.
Remuneration last drawn	₹ 36,94,571/- (as Director-Works).
Remuneration proposed to be paid	As approved at the Annual General Meeting held on 23/09/2015.
DIN	00460320
Category of directorship & designation	Executive director, non-promoter, non-independent and Director- Works

Route Map to the AGM Venue



Management Discussion and Analysis

Forward-looking Statement

This report contains forward-looking statements, which may be identified by their use of words like 'plans', 'expects', 'will', 'anticipates', 'believes', 'intends', 'projects', 'estimates' or other words of similar meaning. All statements that address expectations or projections about the future, including but not limited to statements about the Company's strategy for growth, product development, market position, expenditures and financial results are forward-looking statements. Forward-looking statements are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realised. The Company's actual results, performance or achievements could, thus, differ materially from those projected in any such forward-looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward-looking statements on the basis of any subsequent developments, information or events.

Overview of Financial Year (FY)

The Economic Survey that was tabled in the parliament on January 31, 2017 notes *"Against the backdrop of robust macro-economic stability, the year was marked by two major domestic policy developments, the passage of the Constitutional amendment, paving the way for implementing the transformational Goods and Services Tax (GST), and the action to demonetise the two highest denomination notes."* So far as outlook for 2017-18 is concerned the Economic Survey comments *"...we expect real GDP growth to be in the 6¾ to 7½ percent range in FY2018. Even under this forecast, India would remain the fastest growing major economy in the world..."* According to the 'Second Advance estimates of national income at constant (2011-12) and current prices for the financial year 2016-17' released by the Central Statistics Office (CSO), Ministry of Statistics and Programme Implementation, Government of India on February 28, 2017 *"...The growth in GDP during 2016-17 is estimated at 7.1 per cent as compared to the growth rate of 7.9 per cent in 2015-16..."*

This is the first year when the Company's financial results were prepared under the Indian Accounting Standards (Ind AS). The financial results of the previous accounting year (2015-16) were re-stated as per Ind AS and may not be comparable with financials for year ended 2015-16 that were approved by the Directors and disclosed in the financial statement of previous year.

Business Review

Urban Integrated Infrastructure

Special Economic Zones (SEZs)-

Sector Overview:

As per Fact Sheet published by the Department of Commerce under the Ministry of Commerce and

Industry, as on 1st May, 2017, there were 345+ (7 Central Govt. + 11 State/Pvt. SEZs) notified SEZs in India of which 218 were operational at the end of March 2017. As of March 2017, SEZs in India employed over 17 lakh persons, had a total investment of ₹ 4,23,189 crore riding on them. Exports up to end of March 2017 were ₹ 5,23,637 crore.

However, the SEZ Industry in India is facing grave challenges for last few years. Govt. of India (GoI) has withdrawn key tax benefits (earlier available) which have made SEZ business unviable. These and other policy changes have put a question mark on future of SEZ in India. In addition to this, Maharashtra SEZ Act which provides State level fiscal benefits has been pending enactment since long. Govt of Maharashtra (GoM) had recognized the serious difficulties faced by SEZ in Maharashtra and had allowed SEZ to exit and move towards being developed into Integrated Industrial Area (IIA). Further directions from GoM are awaited.

Jai Corp is a stakeholder in entities developing SEZs in Maharashtra.

I- Navi Mumbai SEZ Private Limited (NMSEZ)

Performance Overview:

NMSEZ has commenced horizontal and vertical development of SEZ in a phased manner. NMSEZ is facing demand constraints due to worldwide recession and financial crisis in many European countries. The Maharashtra SEZ Act is awaiting enactment since quite some time. In the absence of fiscal incentives in the State, it is not very easy to attract the units in the SEZ. The amendments to certain Income-tax provisions are also making the SEZs less attractive. GoM has, in its Industrial Policy of 2013 subject to certain terms and conditions, allowed SEZ to exit and move towards being developed as IIA. NMSEZ is in discussion with its Joint Venture Partner CIDCO to continue developing SEZ and at same time keep option open to develop IIA depending upon demand from Industry and Services.

II- Mumbai SEZ Limited (MSEZ)

Performance Overview:

MSEZ has acquired land in Uran, Pen and Panvel areas in the state of Maharashtra. So far, consent award and sale deeds have been executed for around 4,600 acres. The subject land is not contiguous. The new Land Acquisition Act which has been notified in January, 2014 makes it difficult to buy land for contiguity. MSEZ is in discussion with GoM on way forward. MSEZ is also awaiting further amendment to Land Acquisition Act.

III- Rewas Ports Limited (RPL)

Performance Overview:

All statutory approvals have been obtained. RPL has signed the lease deed for 839 hectares (Ha) of inter tidal land. The Government land of about 167 hectares

has been transferred by the GoM to Maharashtra Maritime Board. RPL will sign the lease deed for the same at the time of financial closure. RPL has been in discussions with Indian Railways and GoM in order to firm up the rail and road connectivity of the port with the hinter land. Ministry of Railway have approved Rail Connectivity proposal as a JV between Rail Vikas Nigam Limited and RPL. RPL has been persistently working to resolve the issue related to right of way from Mumbai Port Trust, but progress is slow.

Real Estate

Sector Overview:

According to a study by India Brand Equity Foundation (IBEF), “total foreign direct investment in the construction sector, from April 2000-March 2016 stood at US\$ 24.188 billion”, while during the same period “total cumulative inflows in the construction development sector accounted for 8.4 per cent of total inflows into the country”. The IBEF study further shows that: “The Indian real estate market is expected to touch US\$ 180 billion by 2020. The housing sector alone contributes 5-6 per cent to the country’s Gross Domestic Product (GDP).

In the period FY 2008-2020, the market size of this sector is expected to increase at a Compound Annual Growth Rate (CAGR) of 11.2 per cent. Retail, hospitality and commercial real estate are also growing significantly, providing the much-needed infrastructure for India’s growing needs.”

Our Business:

Certain subsidiaries of Jai Corp have acquired land. The same may be consolidated for the purpose of development subject to the applicable legislations at that point of time. The Company is of the view that any presumed fall in the current valuation of land held by some of the subsidiary companies is a temporary phenomenon. These are long-term investments and in the course of time are expected to realise their fair value.

Performance Overview:

One of the wholly-owned subsidiaries of the Company, Swar Land Developers Limited, is developing an industrial estate near Mumbai. Construction of Phases-I and II are complete and it is in the process of disposing the space. It has reported a profit of ₹ 1.34 crore during 2016-17 as against a profit of ₹ 1.96 crore during 2015-16. The reduction of 31.63 percent can be attributed to sluggishness in the realty sector. Necessary application has been filed for registering Phase-III under The Real Estate (Regulation and Development) Act, 2016 with the Maharashtra Real Estate Regulatory Authority.

Oasis Holding FZC has had completed construction of labour accommodations in the United Arab Emirates and rented them during the current financial year.

Asset Management

Sector Overview:

During 2016, USD 4.9 Billion was invested in Real Estate sector. The sector was expected to witness a boost on the back of implementation of RERA and GST. The government’s focus on bringing in good regulation

in the Real Estate sector was expected to be positive for Real Estate Private Equity. The general India growth story coupled with banks willingness to crack down on defaulting borrowers augured well for the real estate investment opportunities across the country. Further, with affordable segment receiving the infrastructure status, new avenues of funding is expected to open up for the sector. With the couple of listing of yield based products on stock exchange, the first REITs is likely to be listed in 2018 giving further fillip to the sentiments in the industry.

On ground, however, the real estate sector for now, continued to be in subdued state on account of piling unsold inventory (48 months in key markets), unaffordable pricing, poor employment opportunities and high level of debt in the developers’ books. The launch of new properties has dropped by 22% during April to June period as compared to previous quarter. As a result, most of these investments in Real Estate sector was restricted to fully occupied Grade “A” commercial assets or structured investments with premium developers in the country. The developers were also pre-occupied with GST and RERA registration which slowed down PE/VC deals towards the end of June 2017.

Our Business:

Jai Corp is present in this industry through its wholly owned subsidiary - Urban Infrastructure Venture Capital Limited (UIVCL), a venture capital management company. UIVCL is the manager to Urban Infrastructure Opportunities Fund (UIOF), a scheme of Urban Infrastructure Venture Capital Fund (UIVCF), a SEBI registered fund. UIOF is a close ended India domiciled venture capital fund having raised a corpus of approximately ₹ 2,434 crore.

UIVCL, is also Indian advisor to Urban Infrastructure Capital Advisors (UICA), investment manager to India focused real estate fund Urban Infrastructure Real Estate Fund (UIREF), having a total capital commitment of \$ 250 million.

The investments of these Funds’ are focused on large townships and mixed-use development projects in Tier-I and Tier-II cities of western and southern India. These Funds have invested in 26 special purpose vehicles spread across 12 cities of India

Performance Overview:

The tenure of UIOF originally got completed in June 2013. However, the Trustees based on the recommendation of UIVCL have extended the tenure for two further periods of one year each till June, 2015. Further the Trustees extended the tenure of the Fund with the consent of the majority of the Investors till 31st December, 2016 in order to facilitate the exit of the investments made by the Fund in the SPVs.

In December 2016, Trustees and UIVCL took steps to create a liquidity for the investors/ contributors of the Fund as despite the efforts made by the UIVCL and Trustees, the remaining portfolio could not be liquidated till 31st December, 2016 due to inordinate delays in approvals, subdued real estate market, inability of the partner to provide exits, and on-going litigation in some

of the portfolio investment, etc. Further, the Investment Manager and Trustee are of the considered view that an in specie distribution and/or distressed sale is neither feasible nor in the interest of the investors as an orderly liquidation of total portfolio may take 3-5 years. Keeping in mind the Interest of all the investors of the Fund, the Trustee and UIVCL have considered to provide liquidity option to the investors by which each investor will have an option to either have the whole of its beneficial interest in the Fund purchased by a qualified buyer at a price discovered by a bidding process or remain invested with the Fund till the remaining investment of the Fund are divested. The Trustee and UIVCL therefore appointed Consultants for identifying a qualified buyer for purchasing the units of the investors. Pursuant to the said process, the Fund has received a non-Binding offer and the due diligence as well as agreements are in process.

UIOF has refunded till date ₹ 1,251 crore to its contributors by way of repurchase of units and return of capital/profits. Post the exit of all the investments, the Fund will be wound-up.

In FY 2016-17 UIVCL earned an income of ₹ 21.06 crore as against an income of ₹ 17.86 crore during 2015-16 and profit after tax of ₹ 2.29 crore during 2016-17 as against a profit of ₹ 0.02 crore during 2015-16.

Steel Division

Sector Overview:

According to Annual Report 2016-17 of the Ministry of Steel, Government of India, the country is currently the world's 3rd largest producer of crude steel. India is the largest producer of direct reduced iron or sponge iron in the world. The country is also the 3rd largest consumer of finished steel in the world preceded by China and the USA. Capacity for domestic crude steel production expanded from 90.87 million tonnes per annum (mtpa) in 2011-12 to 121.97 mtpa in 2015-16, a CAGR growth of 9%. Crude steel production grew at 5% annually (CAGR) from 74.29 mtpa in 2011-12 to 89.79 mtpa in 2015-16. The steel sector contributes to over 2 per cent of the country's GDP and employs around 20 lakhs in steel/allied sectors.

Performance Overview:

Jai Corp manufactures cold rolled coils, galvanized coils and galvanized corrugated sheets at its Nanded unit in Maharashtra. During FY 2016-17, the Company did not produce any cold rolled coils (CR) due to lack of demand and achieved a production (including job work) of 32,624 MT of galvanized plain and galvanized corrugated steel sheets (GP/GC) sheets as compared to 15,175 in FY 2015-16 increase of about 115 per cent. The Division reported an improved turnover of ₹ 94.63 crore in FY 2016-17 as compared to ₹ 12.04 crore in FY 2015-16. The Division reported a profit of ₹ 8.20 crore in FY 2016-17 as compared to a profit of ₹ 1.49 crore in FY 2015-16.

Plastic Processing Division

Tape Woven Products

Sector Overview:

The usage of polyethylene (PE)/ polypropylene (PP) woven tape products like sacks, bags, *Flexible Intermediate Bulk Containers* (FIBCs), fabrics, geotextiles etc. has been growing in India. FIBC bags are constructed from woven PP fabric which may be single layered, with extra loose liner, or laminated. PP when treated with ultra violet acts as electrical insulator. While the domestic market growth is slow, nearly ninety percent of production of the converting industry is exported. According to a study, the global market for FIBCs is expected to reach about 780 million units by 2022 from 580 million units in 2017, a CAGR of 6.4 per cent. While another report has predicted India's geotextiles market to grow at a CAGR of around 12 percent during 2017-2026.

Performance Overview:

The Company's production decreased by about 7.08 per cent to 42,315 MT in FY 2016-17 as compared to 45,537 MT in FY 2015-16. The net turnover decreased by about 3.31 per cent to ₹ 474.46 crore in FY 2016-17 as compared to net turnover of ₹ 490.70 crore in FY 2015-16. The net profit increased by about 12.62 per cent to ₹ 80.77 crore in FY 2016-17 as compared to ₹ 71.72 crore in FY 2015-16 due to change in product mix and better utilization of resources.

The Company's exports also decreased by about 11.22 per cent to 9,845.29 MT in FY 2016-17 as compared to 11,090 MT in FY 2015-16. The FOB value of the exports decreased by about 21.84 per cent to ₹ 126.60 crore in FY 2016-17 from ₹ 161.98 crore in FY 2015-16 due to change in international scenario and our policy of concentrating on high value products.

Masterbatch

Sector Overview:

Masterbatch is a concentrated mix of pigments and/or additives encapsulated into a carrier polymer resin which is then shaped into a granular form. This provides the manufactures with a convenient way to add colors/pigments or performance-enhancing additives to natural polymers. In a report by TechSci Research the masterbatch market in India is projected to surpass US\$ 1.1 billion by 2020 and is expected to grow during 2016-2025 at a CAGR of over 11 per cent due to the increase in demand from the packaging and automotive industries.

Performance Overview:

Jai Corp's products have been well received in the masterbatch and antifibrillation masterbatch segments of the market. The Company produced 12,809 MT in FY 2016-17, as compared to 15,054 MT in FY 2015-16, decrease of about 15 per cent. The net turnover decreased by 24.45 per cent to ₹ 41.78 crore in FY 2016-17 from ₹ 55.30 crore in FY 2015-16. The net profit decreased by about 48.49 per cent to ₹ 3.24 crore in FY 2016-17 as compared to ₹ 6.30 crore in FY 2015-16.

The total quantity exported decreased by about 21 per cent to 1,688 MT in FY 2016-17 from 2,138 MT in FY 2015-16. The FOB value of exports decreased by about 34.50 per cent to ₹ 5.25 crore in FY 2016-17 from ₹ 8.02 crore in FY 2015-16.

Spinning Division

Sector Overview:

As per the Annual Report 2016-17 of the Ministry of Textiles, Government of India,

“The textile industry contributes to 10 per cent manufacturing production, 2 per cent of India’s GDP and to 13 per cent of the country’s export earnings. With over 45 million people employed directly, the textile industry is one of the largest sources of employment generation in the country.”

Performance Overview:

The Company produced 2,310 MT in FY 2016-17 as compared to 3,240 MT in FY 2015-16 a decrease of about 28.70 per cent. The net turnover of this Division decreased to ₹ 52.48 crore in FY 2016-17 from ₹ 67.35 crore in FY 2015-16 a decrease of about 22.08 per cent. The net profit decreased by about 44.87 per cent to ₹ 7.19 crore in 2016-17 to ₹ 12.86 crore in 2015-16.

Human Resource Development

Jai Corp’s most valuable assets are its human resource. With the support of its dedicated human resource it confronted the rapid changes in the business environment last year with the resolve and determination to ensure that the business of the Company continues to enhance value creation.

The Company’s talent pool as on 31st March, 2017 was 2,415 which include highly qualified professionals across all its business segments. The growth and sustained leadership of the Company is largely a function of its human resource. The Company has always aimed to create a workplace where every person can achieve his/her optimum potential. The Company has a performance rewarding culture, enabling it to create leaders out of its employees. The Company has also undertaken various training and development initiatives to hone the skill and expertise of its employees.

With diversified business interests, the Company empowers the inter-departmental and inter –unit movement to deserving individuals, ensuring better retention of talent and at the same time providing avenues to its employees.

Internal Control System

Jai Corp has a comprehensive system of internal controls to safeguard the Company’s assets against loss from unauthorized use and ensure proper authorization of financial transactions. The system ensures the integrity of the accounting, recording and reporting of all transactions. It monitors and controls against any unauthorized disposition of assets, thus safeguarding the Company’s assets.

Jai Corp ensures adherence to all internal control policies and procedures as well as compliance with all regulatory guidelines. This enhances the reliability of financial and operational information. The Company

has appointed a reputed firm, Messrs Mahajan & Aibara as the internal auditor. The Audit Committee of the Company periodically reviews, with the management, *inter alia* performance of the internal auditor and adequacy of the internal control systems.

The internal control systems are adequate and commensurate with the size of the Company and the nature of its business.

Risk Concerns and Risk Management

Jai Corp is exposed to the normal industry risk of factors of competition, economic cycle, raw material availability and uncertainties in the international and domestic markets and credit risk. The Company has a system-based approach to business risk management. It has a proper and adequate system of controls designated to assist in the identification and management of risks. The Company manages these risks by maintaining a conservative financial profile and by following prudent business and risk management policies:

- a) Clearly laid down roles and responsibilities of the various entities in relation to risk management. A range of responsibilities, from the strategic to the operational, is specified therein. These role definitions, *inter alia*, are aimed at ensuring formulation of appropriate risk management policies and procedures, their effective implementation, independent monitoring and reporting by internal audit.
- b) A combination of centrally issued policies and divisionally-evolved procedures to bring strength to the process of ensuring that business risks are effectively addressed.
- c) Appropriate structures are in place to pro-actively monitor and manage the inherent risks in businesses with proper risk profiling.
- d) A professional and independent firm has been appointed as internal auditor to carry out the risk focused audits across divisions, enabling identification of areas where risk management processes may need to be improved. The Audit Committee of the Board of Directors regularly reviews internal auditor’s findings and provides strategic guidance on internal controls.
- e) A comprehensive framework of strategic planning and performance management ensures realization of business objectives based on effective strategy implementation. The annual planning exercise requires all divisions to clearly identify their main risks and set out a mitigation plan with agreed time line and accountability.

Health, Safety and Environment

Jai Corp is committed to ensuring the health and safety of its employees, its plants and its surrounding communities at all its operations sites. It’s the constant endeavor of the Company to provide safe and hygienic working conditions for its employees. The Company also strives to maintain a pro-active check on environmental compliance in its operations. Some of the initiatives undertaken by the Company in this regard are as follows:

- a) Well defined work practices ensure work in a manner that promotes safety and health of its employees as well as that of the environment they operate in.
- b) Provide training to all concerned personnel to maintain health, safety and environment.
- c) Creating awareness on health, safety, environment and developing the required skill, knowledge and confidence of the personnel so as to enable them to understand their responsibility.
- d) Provide all required safety poster, safety equipment, first-aid box and facility, purified drinking water and adequate medical facility under the aegis of a full time qualified medical practitioner.
- e) Maintaining excellent housekeeping practices across all locations and premises of the Company.
- f) Maintaining safe, healthy and pollution-free environment in the work places with suitable safe work systems and methods of work like protective fencing of machinery, periodical testing of hoist and lifts, ropes and chain pulley blocks, testing of pressure vessels. Periodical and preventive maintenance of compressors and proper arrangement of fire extinguishers at designated places.
- g) Obtaining a stability certificate for all the factory buildings as per the requirement of the Factories Act, 1948.
- h) Developing safety awareness among the staff and other concerned workers.
- i) Maintaining environmental norms prescribed by State/ Central Governments in the matter of air, water, quality, noise, environment etc.
- j) Cleaning and disposing off of wastes and effluents, proper ventilation and sustaining of pollution-free atmosphere.
- k) Taking suitable insurance policies such as fire, safety, group, personal accident etc.

Corporate Social responsibility and community development

An essential component of Jai Corp's social responsibility is to care for the community. The Company endeavors to make a positive contribution to the under privileged communities by supporting a wide range of socio-economic, educational and health initiatives. Many of the community projects and programmes are driven by active participation from our employees. We, at Jai Corp, have defined a set of core values for ourselves- care, innovation, passion and trust – to guide us in all we do. We have decided to act as a catalyst between the government and the people.

A) Model Village Sindoni:

The Company and the Administration of Dadra & Nagar Haveli (D&NH) adopted Sindoni Village in Mandoni Patelad in the year of 2009 to develop it as a 'model village'. Initially the Company started housing project under their rural development initiative. Till date, the Company has helped

in painting a total of 89 houses for the tribal community living there. The main object of the programme is rural infrastructure development. The Company also sponsored a site visit survey for the watershed development programme at that Village.

B) Education Promotion Programme:

The Company started education promotion drive in year of 2014-15. Under this programme the Company sponsors tuition fees of domicile students of D & NH, by directly paying to the concerned institution. Particular attention is paid for sponsoring students who are economically weak. During the year 2016-17, the Company had sponsored 2,199 students, including who had gained admission in MBBS, BDS, Engineering, Pharmacy, Nursing and Hotel Management courses. Educational materials were provided for 250 physically challenged students.

C) Skill Enhancement and Development Programme:

The main object of the programme is to create employment by imparting vocational training. Under this initiative, the Company provided light motor vehicle training to youths domiciled in D& NH. During 2016-17 training was provided to 132 individuals making them potentially employable.

D) Providing essential infrastructure to the Govt. Higher Secondary School, Khanvel:

The Company provided 100 chairs to the Govt. Higher Secondary School, Khanvel.

E) Road safety awareness programme:

The Company decided to undertake safety traffic engineering and awareness programme. The aim of celebrating road safety week was to promote road safety measures in the community, schools, colleges, work places, on roads and etc. The programme *inter alia* included road safety awareness rally with Traffic Police D & NH and students of several schools.

F) Insurance for girl students:

The Company paid the premium for 8,994 girl students of the Silvassa Municipal Council of D & NH under "Sanjeevani Swasthya Bima Yojana".

G) Promoting preventative healthcare:

Like in the previous years, the Company sponsored the free of cost blood to 381 Sickle Cell Anemia and Thalasemic patients in D & NH. Organized medical and blood donation camp for 260 police personnel of D& NH and mega medical camp for 605 senior citizen of D&NH.

H) Environmental Sustainability:

The Company was instrumental in planting of 250 trees in different areas of D & NH.

DIRECTORS' REPORT

Your Directors are pleased to present the Thirty-second Annual Report and the audited accounts for the year ended 31st March, 2017.

FINANCIAL SUMMARY:

(₹ in Lakh)

	Year Ended 31/03/2017	Year Ended 31/03/2016
Profit before Depreciation, Finance Costs, Exceptional Items & Income –tax	10,007.95	11,462.88
Less: Finance Costs	7,753.01	8,243.31
Depreciation and Amortization Expense	1,643.31	1,770.43
Profit before Exceptional Items & Income-tax	611.33	1,449.14
Profit before Income-tax	611.33	1,449.14
Less: Provision for Taxation:		
Current Tax	3,407.15	3,080.01
Deferred Tax Expense/(Credit)	(1,345.41)	(1,552.04)
Net Profit after Tax	(1,450.41)	(78.84)
Other Comprehensive Income	8,593.44	6,895.48
Total Comprehensive Income	7,143.03	6,816.66
Statement of Retained Earnings		
At the beginning of the year	27,655.53	27,977.93
Add: Profit for the year	(1,450.41)	(78.84)
Less: Dividend paid on Equity Shares	(240.84)	(240.84)
Tax on Dividend paid	(47.79)	-
Less: Transfer from Fair Value through Other Comprehensive	-	(2.74)
Income (FVOCI)		
Add: Others	-	0.02
Balance at the end of the year	25,916.47	27,655.53

Change in applicable Accounting Standards:

Pursuant to Notification dated 16th February, 2015 by the Ministry of Corporate Affairs (Indian Accounting Standards (Ind AS) became applicable to certain classes of companies from 1st April, 2016 with a transition date of 1st April, 2015. Ind AS replaced the generally accepted accounting principles (Indian GAAP) prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

Ind AS is applicable to the Company from 1st April, 2016. Consequently, figures for financial year ended 2015-16 have been restated as per Ind AS and may not be comparable with financials for year ended 2015-16 that were approved by the Directors and disclosed in the financial statement of previous year.

THE CHANGE IN THE NATURE OF BUSSINES, IF ANY:

There was no change in the nature of business of the Company during the year or subsequently.

STATE OF THE COMPANY'S AFFAIRS:

During the year under review, the gross turnover of the Company's Steel Division was ₹ 94.63 crore as compared to the previous year's gross turnover of ₹ 12.04 crore. The Division reported a profit of ₹ 8.20 crore during the year under review as against a profit of ₹ 1.49 crore of the previous year due to improvement in demand for the Company's products.

The Plastic Processing Division of the Company achieved a gross turnover of ₹ 562.96 crore as compared to previous year's gross turnover of ₹ 603.83 crore. The Division reported a profit of ₹ 84.01 crore during the year under review as against a profit of ₹ 60.06 crore of the previous year. The increase in the profit can be attributed to change in product mix.

The Spinning Division of the Company achieved a gross turnover of ₹ 52.48 crore as compared to the previous year's gross turnover of ₹ 94.25 crore. The Division reported a reduced profit of ₹ 7.19 crore during the year under review as against a profit of ₹ 19.76 crore of the previous year. The decrease in the turnover can be attributed to adverse market conditions.

During the year under review, the production of Plastic Processing Division excluding Master batch decreased from 45,537 MT during 2015-16 to 42,315 MT during 2016-17.

The production of Master batch decreased from 15,054 MT during 2015-16 to 12,809 MT during 2016-17 due to down turn in the market.

The production of the Spinning Division decreased from 3,240 MT during 2015-16 to 2,310 MT during 2016-17.

The production of GP/GC coils and sheets increased from 15,175 MT during 2015-16 to 32,624 MT during 2016-17. CR coils and sheets were not produced due to lack of demand.

During the year under review, 3,45,000 preference shares were redeemed at a premium in accordance with the terms of issue. After the redemption, 60,99,900 preference shares remained outstanding as on 31st March, 2017. During the current financial year (2017-18) 8,40,000 preference shares were redeemed. It is proposed to redeem another tranche of 2,70,000 preference shares on 10th August, 2017. After that redemption, 49,89,900 preference shares shall remain outstanding. The Company is making continuous endeavor to redeem the preference shares and it is possible that more preference shares will be redeemed after 10th August, 2017 till 25th November, 2017. At the 30th Annual General Meeting held on 23rd September, 2015, the equity shareholders had agreed to roll-over these preference shares for a further period up to two years from the date these shares become due for redemption i.e. up to 25th November, 2017, with option for early redemption. Your Directors have received approval of the preference shareholders to roll-over the preference shares that remain outstanding as at 25th November, 2017 for a further period of two years and will seek the approval of the equity shareholders at the ensuing 32nd Annual General Meeting.

AMOUNT PROPOSED TO BE CARRIED TO GENERAL RESERVE AND AMOUNT RECOMMENDED TO BE PAID BY WAY OF DIVIDEND:

Your Directors have decided not to transfer any amount to the General Reserve. Your Directors have recommended a dividend at the rate of 0.01 (1 per cent) per preference share be paid on the 49,89,900 non-cumulative non-participating redeemable preference shares of 1/- each for the financial year ended 31st March, 2017 after considering the redemption of the preference shares on 31st May, 2017, 14th July, 2017 and 10th August, 2017. Should any more redemption take place between 10th August, 2017 and the record date fixed for payment of dividend to the preference shareholders, i.e. 5th September, 2017 the quantum of preference will get reduced.

If approved at the ensuing 32nd Annual General Meeting, an amount not exceeding ₹ 49,899/- will be payable to those preference shareholders whose names appear on the Register of Members of the Company at close of business on 5th September, 2017.

Your Directors have also recommended a dividend of ₹ 0.50/- (50 per cent) per equity share on 4,81,67,010 equity shares of ₹ 1/- each for the financial year ended 31st March, 2017. This will amount to ₹ 2,40,83,505/- and, if approved at the ensuing 31st Annual General Meeting will be paid to Members whose names appear on the Register of Members of the Company at close of business on 5th September, 2017. In respect of shares held in dematerialized form, it will be paid to members whose names are furnished by National Securities Depository Limited and Central Depository Services (India) Limited as beneficial owners as on that date. The 'promoters' of your Company have voluntarily and irrevocably waived their entitlement to receive dividend on the equity shares for the financial year 2016-17. Hence your Directors have not recommended any dividend on 13,02,82,400 equity shares held by the 'promoter group'. No dividend was recommended on 44,600 shares forfeited and not re-issued.

EXTRACT OF ANNUAL RETURN:

Extract of Annual Return as provided under Section 92(3) of Companies Act, 2013 is given at **Annexure- 1**

NUMBER OF MEETINGS OF THE BOARD:

Four meetings of the Board of Directors and one meeting of only the Independent Directors of the Company were held during the financial year 2016-17. Further details in this regard are given in the Corporate Governance Report given elsewhere in this Annual Report.

DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL WHO WERE APPOINTED OR HAVE RESIGNED DURING THE YEAR:

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, Mr. Vasudeo S. Pandit (DIN: 00460320) retires by rotation and, being eligible, has offered himself for the re-appointment at the ensuing Annual General Meeting.

A brief resume of all Directors including those proposed to be re-appointed/ appointed, nature of their expertise in specific functional areas and names of public limited companies in which they hold directorship, memberships/chairmanships of Board Committees, are provided elsewhere in the Annual Report. The Director who is being re-appointed has intimated to the Company that he is eligible for re-appointment.

None of the Directors resigned during the year.

There was no change among the Key Managerial Personnel during the year.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 134(5) of the Companies Act, 2013, it is hereby stated that:

- (a) in the preparation of the annual accounts for the financial year ended 31st March, 2017, the applicable accounting standards read with requirements set out under Schedule III to the Companies Act, 2013 have been followed and there are no material departure(s) from the same.
- (b) appropriate accounting policies have been selected and applied consistently and the Directors have made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year at 31st March, 2017 and of the profit including total comprehensive income of the Company for that period.
- (c) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (d) the annual accounts for the financial year ended 31st March, 2017 have been prepared on a 'going concern' basis.
- (e) internal financial controls have been laid down to be followed by the Company. The internal financial controls are adequate and are operating effectively.
- (f) proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS UNDER SUB-SECTION (6) OF SECTION 149:

The Independent Directors have given their respective declarations under Section 149(6) of the Companies Act, 2013.

COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES, INDEPENDENCE OF A DIRECTOR AND OTHER MATTERS PROVIDED UNDER SUB-SECTION (3) OF SECTION 178:

- (a) Qualifications of directors:
 - (i) A candidate for executive directorship should possess administrative skills and functional experience or knowledge of the division or department entrusted to such director. The

candidate should have strong attributes of a leader and inter-personal skills to deal with the Board, colleagues, peers and subordinates.

- (ii) A non-executive director and an independent director shall possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research, corporate governance, technical operations or other disciplines related to the Company's business.
- (b) Process of selection to the Board/ extending invitation to a potential candidate:

One of the roles of the Nomination and Remuneration Committee ("N&RC") is to periodically identify competency gaps in the Board, evaluate potential candidates as per the criteria stated above, ascertain their availability and make suitable recommendation to the Board.

In selecting a suitable candidate as an independent director the N&RC will also look into the data bank that is proposed to be set up pursuant to the provisions of Section 150 of the Companies Act, 2013 and the Rules made thereunder.

The N&RC shall also identify suitable candidates in the event of resignation, retirement or demise of an existing Board member. Based on the recommendation of the N&RC, the Board through its Chairman/ N&RC will then invite the prospective person to join the Board as a director.

In case the shareholders recommend any person as a director pursuant to the provisions of Section 151 of the Act and the Rules made thereunder, the N&RC shall consider that candidate and make suitable recommendation to the Board. The procedure pertaining to appointment of small shareholders' director laid down in Rule 7 of the Companies (Appointment and Qualification of Directors) Rules, 2014 will have to be adhered to.

- (c) Orientation and Induction:

A new director will be given a formal induction and orientation with respect to the Company's vision, core values, business operations, corporate governance norms, financials etc. The Board will carry out a continuous education of its members.

In respect of independent directors, as required under Regulation 25(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), the Company will familiarize them about the organisation, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company, etc..

(d) Remuneration to Directors:

The N&RC is, *inter alia*, required to oversee remuneration payable to directors.

The executive directors including managing directors are paid remuneration by way of salary, perquisites, contribution to provident fund, superannuation fund, gratuity, encashment of leave etc. as per the terms of agreement entered into with them and approved by the shareholders pursuant to the requirements of the Act.

Non-executive directors are paid a sitting fee for attending each Board and/or Committee meetings except for those committees where no sitting fee is payable to attend the meetings. Such fee shall be fixed by the Board of Directors on receiving recommendation in that respect from the N&RC. Shareholder's approval will be taken where the same is mandated by the provisions of the Act and/ or the Listing Regulations.

No commission is presently payable to the directors and the Company has presently not granted any stock option to its directors. The independent directors are not entitled to stock options as mandated by law.

(e) Re-imbursement of expenses of non-executive directors:

The Company recognizes that non-executive directors, particularly non-executive promoter directors, also play a vital role in the business of the Company. The non-executive promoter directors contribute their time, energy, and expertise in helping the Company garner business and run its operations successfully, thereby ultimately resulting in value addition to the Company.

It is fair that the expenses incurred by directors exclusively for the purposes of the Company be borne by the Company or be reimbursed to them. Payment may be made on their behalf either by the Company or be paid by them directly. Where the concerned director seeks to claim reimbursement, he/she is required to submit a claim along with relevant particulars in supporting of the expenses incurred.

The Nomination & Remuneration Policy for Directors, KMPs & Senior Management is available at the website of the Company. The Uniform Resource Locator ("URL") for this Policy is: www.jaicorpindia.com/pdf/nomination_remuneration.pdf

AUDITORS AND AUDITORS' REPORTS:

Pursuant to the provisions of the Companies Act, 2013 Messrs Chaturvedi & Shah, Chartered Accountants are not eligible to continue as the statutory auditor of the Company after the ensuing Annual General Meeting. It is proposed to appoint Messrs D T S & Associates, Chartered Accountants as the Auditor of the Company, for a term of 5 (five) consecutive years. Pursuant to the

provisions of Section 139 of the Companies Act, 2013, the Company has received certificate from Messrs D T S & Associates confirming their eligibility for re-appointment.

The Central Government has approved the appointment of Messrs ABK & Associates, Cost Accountants as the cost auditor for the financial year 2016-17. The Board has appointed Messrs ABK & Associates for the financial year 2017-18 also. The appointment was taken on record by the Central Government.

Mr. G. B. B. Babuji, Company Secretary in Whole time Practice was appointed as the Secretarial Auditor under Section 204 of the Companies Act, 2013. The Secretarial Audit Report is given at **Annexure- 2**.

There is no qualification, reservation or adverse comment in the Standalone Auditors' Report and the Secretarial Audit Report.

The auditor has expressed a qualified opinion in the Consolidated Auditors' Report and pursuant to the provisions of Regulation 34(2) of the Listing Regulations as amended, Statement on Impact of Audit Qualifications is given at **Annexure- 3**.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES Act, 2013:

Particulars of loans, guarantees or investments under Section 186 of the Companies Act, 2013 are given in **Annexure- 4**.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF SECTION 188 OF THE COMPANIES ACT:

Particulars of contracts or arrangements with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 are given in **Annexure-5**.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

There are no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year and date of this Report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

A) CONSERVATION OF ENERGY:

- i) **the Steps taken or impact on conservation of energy:** The Company has taken various steps for minimization of energy consumption by putting continuous efforts towards optimization of operating and processing activities, up-gradation of plant equipment etc.
- ii) **the steps taken by the company for utilizing alternate sources of energy:** Nil
- iii) **the capital investment on energy conservation equipments:** Nil

B) TECHNOLOGY ABSORPTION:

- i) **the efforts made in technology absorption:**
At the plants, technology has been fully absorbed and the plants are being operated efficiently.
- ii) **the benefits derived like product improvement, cost reduction, product development or import substitution:**
The Company is producing quality products and is constantly making efforts to reduce cost and develop products so that it leads to import substitution.
- iii) **In case of imported technology (imported during the last 5 years reckoned from the beginning of the financial year):**

The details of technology imported	The year of import	Whether the technology been fully absorbed	If not fully absorbed areas where this has not taken place, reasons thereof
(a)	(b)	(c)	(d)
Not Applicable			

- iv) **the expenditure incurred on Research and Development:** Nil

C) Foreign exchange earnings and outgo:

The foreign exchange earned in terms of actual inflows during the year and the foreign exchange outgo during the year in terms of actual outflows.

(₹ in Lakh)

Particulars	31-03-2017	31-03-2016
1) FOB Value of Exports	13,185.79	15,924.21
2) CIF Value of Imports	1,907.27	5,150.13
3) Expenditure in Foreign Currency	954.41	1,106.37

Further details are given in Notes 33, 34, 35 and 36 of the Standalone Financial Statement appearing elsewhere in the Annual Report.

STATEMENT INDICATING DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT POLICY FOR THE COMPANY INCLUDING IDENTIFICATION THEREIN OF ELEMENTS OF RISK, IF ANY, WHICH IN THE OPINION OF THE BOARD MAY THREATEN THE EXISTENCE OF THE COMPANY:

The Risk Management Committee took note of the implementation of steps to identify, manage and mitigate the risks affecting the Company as per the Risk Management Policy.

The Audit Committee and the Board are also apprised of the risks and the measures taken by the Company to mitigate the same.

The Company has adequate insurance cover for the normal business risks.

THE DETAILS ABOUT THE POLICY DEVELOPED AND IMPLEMENTATION BY THE COMPANY ON CORPORATE SOCIAL RESPONSIBILITY INITIATIVES TAKEN DURING THE YEAR:

Details about the policy developed and implementation by the company on Corporate Social Responsibility (CSR) initiatives taken during the year is given in **Annexure- 6**

The CSR Policy is available at the website of the Company at <http://www.jaicorpindia.com/pdf/CSRPolicy.pdf>

STATEMENT INDICATING THE MANNER IN WHICH FORMAL ANNUAL EVALUATION HAS BEEN MADE BY THE BOARD OF ITS OWN PERFORMANCE AND THAT OF ITS COMMITTEES AND INDIVIDUAL DIRECTORS:

The Board has carried out an annual performance evaluation of its own performance, that of the Directors individually as well as that of the Committees. A structured questionnaire was prepared covering various aspects of the Board's functioning. Inputs received from the Directors were suitably incorporated in the questionnaire. Similar exercise was carried out to evaluate the performance of individual directors and that of the Committees. Performance evaluation of Directors individually were carried out by the Board, with the Director being evaluated staying out. Independent Directors at their separate meeting evaluated the performance of the Board, the non-independent directors and the Chairman. Performance of the Secretarial Department was also included in the evaluation.

The Directors expressed their satisfaction at the performance of all concerned.

THE NAMES OF COMPANIES WHICH HAVE BECOME OR CEASED TO BE SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR:

During the year under review, Assurene Products Corporation ceased to be a subsidiary company as this company was liquidated.

PERFORMANCE AND FINANCIAL POSITION OF EACH OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENT:

Highlights of performance of subsidiaries, associates and joint venture companies and their contribution to the overall performance of the company during the period under report is presented in **Form AOC-1** elsewhere in the Annual Report and is not being reproduced here to avoid repetition.

CONSOLIDATED FINANCIAL STATEMENTS:

Pursuant to the provisions of the Companies Act, 2013 and in accordance with Ind AS 110 – Consolidated Financial Statements read with Ind AS 28 - Investments in Associates and Ind AS 31 - Interests in Joint Ventures,, the audited consolidated financial statements are provided elsewhere in the Annual Report.

DETAILS RELATING TO DEPOSITS COVERED UNDER CHAPTER V OF THE ACT AND DEPOSITS WHICH ARE NOT IN COMPLIANCE WITH THE REQUIREMENTS OF CHAPTER V OF THE ACT:

Company has not accepted any deposit covered under Chapter V of the Companies Act, 2013 of any deposit not in compliance with the requirements of Chapter V of the Companies Act, 2013.

THE DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

No Order has been passed by any Regulator, Court or Tribunal impacting the going concern status and the Company's operations in future.

THE DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The Company has in place adequate internal control with reference to the financial statements. During the year under review, such controls were put to test and were found to be adequate.

EMPLOYEE RELATED DISCLOSURES:

Pursuant to the requirements of Section 197(12) of the Companies Act reads with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the information sought thereat is given in **Annexure- 7**

Neither the Managing Director nor the Director-Works was paid commission from the Company and they did not receive any commission from any subsidiary company.

Disclosure under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

A. Top ten employees in terms of remuneration drawn:

Name, Age, Qualification	Designation and Nature of Employment Whether contractual or otherwise	Remuneration Received (in ₹)	Date of Joining and experience	Particulars of last employment
Given in Annexure-7				

B. Name of employee employed throughout the financial year ended 31st March 2017 and was in receipt of remuneration not less than ₹1,02,00,000/- or more per annum:

Name, Age, Qualification	Designation and Nature of Employment	Remuneration Received (in ₹)	Date of Joining and experience	Particulars of last employment
Not Applicable				

c. Name of employee employed for part of the financial year ended 31st March 2016 and was in receipt of remuneration not less than ₹ 8,50,000/- or more per month:

Name, Age, Qualification	Designation and Nature of Employment	Remuneration Received (in ₹)	Date of Joining and experience	Particulars of last employment
Not Applicable				

ISSUE OF EQUITY SHARES WITH DIFFERENTIAL RIGHTS, SWEAT EQUITY, EMPLOYEE STOCK OPTION:

The Company has not issued any shares with differential rights, sweat equity or as employee stock options.

AUDIT COMMITTEE:

The Audit Committee comprises of Independent Directors Mr. K. M. Doongaji (Chairman), Mr. S. N. Chaturvedi and Mr. Anup P. Shah. Non-executive Director, Mr. Virendra Jain is the other member of the Committee.

All recommendations made by the Audit Committee were accepted by the Board.

INDUSTRIAL RELATIONS:

The relations with the employees remained cordial and satisfactory during the year under review.

TRANSFER OF UNPAID/ UNCLAIMED AMOUNTS TO IEPF:

Pursuant to the provisions of Section 205A of the Companies Act, 1956, the declared dividends which remained unpaid/ unclaimed for a period of 7 years have been transferred by the Company to the Investor Education and Protection Fund (IEPF) established by the Central Government pursuant to Section 205C of the Companies Act, 1956.

CORPORATE GOVERNANCE:

The Company is committed to maintain highest standards of corporate governance. Your Directors adhere to the requirements of the Securities and Exchange Board of India's corporate governance practices and has implemented all the mandatory requirements. A separate section on Corporate Governance forms part of the Annual Report. A certificate from the statutory auditors of the Company regarding compliance of the requirements of Regulation 34(3) read with Schedule V to the Listing Regulations is attached to this Report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

The Management Discussion and Analysis Report portion of the Corporate Governance Report for the year under review, as stipulated under Regulation 34(3) read with Schedule V to the Listing Regulations is presented in a separate section in the Annual Report and forms a part of this Report.

OUTLOOK:

The Company has invested in entities carrying on the businesses pertaining to essential integrated urban infrastructure. These businesses relate to special economic zones, port, real estate etc. The Company also intends to focus on the asset management business carried out through its wholly-owned subsidiary. In addition, the Company is also taking steps to improve the performance and efficiency of its existing manufacturing businesses. As a result of these factors, your Directors are confident that the Company will continue sustaining our strengths.

ACKNOWLEDGEMENT:

Your Directors express their grateful appreciation for the assistance and co-operation received from banks, financial institutions, Government authorities, customers, vendors and shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the executives, staff and workers of the Company.

For and on behalf of the Board of Directors

Mumbai,
9th August, 2017

Anand Jain
Chairman
DIN: 00003514

ANNEXURE-1 to Directors' Report

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURN

as on financial year ended on 31.03.2017

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I REGISTRATION & OTHER DETAILS:

i	CIN	L17120MH1985PLC036500
ii	Registration Date	06.06.1985
iii	Name of the Company	JAI CORP LIMITED
iv	Category/Sub-category of the Company	Public Company/ Limited by shares
v	Address of the Registered office & contact details	A-3, M.I.D.C Indl. Area, Nanded - 431 603, Maharashtra
vi	Whether listed company	Yes
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	Karvy Computershare Private Limited Karvy Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad – 500 032. Tel. No.: +91-40-6716 2222 Toll Free No.: 1800-345-4001. Fax No.:+91 40-230 01153 E-mail address: einward.ris@karvy.com Website: www.karvy.com

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	PP Woven Sacks Fabrics and Bags	3923	78.97%
2	Steel Products	27171 & 27190	13.00%
3	Spinning Yarn	1311	8.03%

III PARTICULARS OF HOLDING , SUBSIDIARY & ASSOCIATE COMPANIES

SI No	Name & Address of the Company	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1	Ashoka Realty and Developers Limited	U45200MH2008PLC177610	Subsidiary	100%	2(87)(ii)
2	Belle Terre Realty Limited	n/a	Subsidiary	100%	2(87)(ii)
3	Ekdant Realty & Developers Limited	U45400MH2007PLC173313	Subsidiary	100%	2(87)(ii)
4	Hari Darshan Realty Limited	U70101MH2005PLC156719	Subsidiary	100%	2(87)(ii)
5	Hill Rock Construction Limited	U45200MH2005PLC156700	Subsidiary	100%	2(87)(ii)
6	Hind Agri Properties Limited	U45201MH2006PLC165967	Subsidiary	100%	2(87)(ii)
7	Iconic Realtors Limited	U70102MH2007PLC173249	Subsidiary	100%	2(87)(ii)
8	Jailaxmi Realty and Developers Limited	U45200MH2008PLC177606	Subsidiary	100%	2(87)(ii)

9	Jai Realty Ventures Limited	U70102MH2007PLC176139	Subsidiary	100%	2(87)(ii)
10	Krupa Land Limited	U70102MH2007PLC172876	Subsidiary	100%	2(87)(ii)
11	Krupa Realtors Limited	U45400MH2007PLC173312	Subsidiary	100%	2(87)(ii)
12	Multifaced Impex Limited	U36912MH1994PLC083128	Subsidiary	100%	2(87)(ii)
13	Novelty Realty & Developers Limited	U70102MH2007PLC173248	Subsidiary	100%	2(87)(ii)
14	Oasis Holding FZC	n/a	Subsidiary	75%	2(87)(ii)
15	Rainbow Infraprojects Limited	U45203MH2007PLC174538	Subsidiary	100%	2(87)(ii)
16	Rudradev Developers Limited	U45400MH2007PLC174700	Subsidiary	100%	2(87)(ii)
17	Swar Land Developers Limited	U45201MH2007PLC168339	Subsidiary	100%	2(87)(ii)
18	Swastik Land Developers Limited	U45201MH2007PLC168337	Subsidiary	100%	2(87)(ii)
19	UI Wealth Advisors Limited	U74140MH2008PLC187622	Subsidiary	100%	2(87)(ii)
20	Urban Infrastructure Trustees Limited	U65991MH2005PLC158050	Subsidiary	100%	2(87)(ii)
21	Urban Infrastructure Venture Capital Limited	U67190MH2005PLC158049	Subsidiary	100%	2(87)(ii)
22	Vasant Bahar Realty Limited	U70100MH2005PLC156793	Subsidiary	100%	2(87)(ii)
23	Welldone Real Estate Limited	U70100MH2006PLC159918	Subsidiary	100%	2(87)(ii)
24	Yug Developers Limited	U45200MH2007PLC167531	Subsidiary	100%	2(87)(ii)
25	Jai Corp Welfare Foundation	U85300MH2015NPL263579	Subsidiary	100%	2(87)(ii)
26	Searock Developers FZC	n/a	Associate	50%	2(6)
27	Urban Infrastructure Holdings Private Limited	U45200MH2005PTC154303	Associate	32%	2(6)

During the year, Assurene Products Corporation ceased to be a subsidiary

1	Assurene Products Corporation upto 17.03.2017	n/a	Subsidiary	100%	2(87)(ii)
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IV Shareholding Pattern (Equity Share Capital break up as % to total Equity)

(i) Category - Wise Share Holding Between 31/03/2016 AND 31/03/2017

Category Code	Category of Shareholder	No. of shares held at the beginning of the year (01.04.2016)			No. of shares held at the end of the year (31.03.2017)			% Change during the year (2016-17)
		Demat (III)	Physical (IV)	Total (V)	Demat (VII)	Physical (VIII)	Total (IX)	
(I)	(II)							
(A)	PROMOTER AND PROMOTER GROUP							
(1)	INDIAN							
(a)	Individual /HUF	128982400	0	128982400	128982400	0	128982400	72.26
(b)	Central Government/State Government(s)	0	0	0	0	0	0	0.00
(c)	Bodies Corporate	1300000	0	1300000	1300000	0	1300000	0.73
(d)	Financial Institutions / Banks	0	0	0	0	0	0	0.00
(e)	Others	0	0	0	0	0	0	0.00
	Sub-Total A(1) :	130282400	0	130282400	130282400	0	130282400	72.99
(2)	FOREIGN							
(a)	Individuals (NRIs/Foreign Individuals)	0	0	0	0	0	0	0.00
(b)	Bodies Corporate	0	0	0	0	0	0	0.00
(c)	Institutions	0	0	0	0	0	0	0.00
(d)	Qualified Foreign Investor	0	0	0	0	0	0	0.00
(e)	Others	0	0	0	0	0	0	0.00
	Sub-Total A(2) :	0	0	0	0	0	0	0.00
	Total A=A(1)+A(2)	130282400	0	130282400	130282400	0	130282400	72.99
(B)	PUBLIC SHAREHOLDING							
(1)	INSTITUTIONS							
(a)	Mutual Funds /UTI	56404	228280	284684	55700	228280	283980	0.16
(b)	Financial Institutions /Banks	3080182	22400	3102582	3154704	22400	3177104	1.78
(c)	Central Government / State Government(s)	0	0	0	0	0	0	0.00
(d)	Venture Capital Funds	0	0	0	0	0	0	0.00
(e)	Insurance Companies	0	0	0	0	0	0	0.00
(f)	Foreign Institutional Investors	8364896	0	8364896	8127923	0	8127923	4.55
(g)	Foreign Venture Capital Investors	0	0	0	0	0	0	0.00
(h)	Qualified Foreign Investor	0	0	0	0	0	0	0.00
(i)	Others	0	0	0	0	0	0	0.00
	Sub-Total B(1) :	11501482	250680	11752162	11338327	250680	11589007	6.49

Category Code	Category of Shareholder	No. of shares held at the beginning of the year (01.04.2016)			No. of shares held at the end of the year (31.03.2017)			% Change during the year (2016-17)
		Demat (III)	Physical (IV)	Total (V)	Demat (VII)	Physical (VIII)	Total (IX)	
(I)	(II)							
(2)	NON-INSTITUTIONS							
(a)	Bodies Corporate	7421045	23100	7444145	6659911	23100	6683011	3.74
(b)	Individuals							
	(i) Individuals holding nominal share capital upto ₹1 lakh	25172333	770500	25942833	25875327	753410	26628737	14.92
	(ii) Individuals holding nominal share capital in excess of ₹1 lakh	1689068	0	1689068	1919368	0	1919368	1.08
(c)	Others							
	Clearing Members	277049	0	277049	322145	0	322145	0.18
	Forfeited Shares (not re-issued)	0	44600	44600	0	44600	44600	0.02
	Non Resident Indians	968443	5300	973743	932532	5300	932532	0.52
	Trusts	3300	0	3300	2300	0	2300	0.00
	Unclaimed Shares (held in separate demat account as per SEBI Regulations)	84710	0	84710	84610	0	84610	0.05
(d)	Qualified Foreign Investor	0	0	0	0	0	0	0.00
	Sub-Total B(2) :	35615948	843500	36459448	35796193	826410	36617303	20.52
	Total B=B(1)+B(2) :	47117430	1094180	48211610	47134520	1077090	48206310	27.01
	Total (A+B) :	177399830	1094180	178494010	177416920	1077090	178488710	100.00
(C)	Shares held by custodians, against which Depository Receipts have been issued							
(1)	Promoter and Promoter Group	0	0	0	0	0	0	0.00
(2)	Public	0	0	0	0	0	0	0.00
	GRAND TOTAL (A+B+C) :	177399830	1094180	178494010	177416920	1077090	178488710	100.00

(II) Shareholding of Promoter

Shareholder's Name	Shareholding at the beginning of the year (01.04.2016)		Shareholding at the end of the year (31.03.2017)		% Change during the year (2016-17)
	No. of shares	% of total Shares	No. of shares	% of total Shares	
HARSH JAIN	23251560	13.03	23251560	13.03	0.00
RINA JAIN	21719220	12.17	21719220	12.17	0.00
SATYAPAL JAIN	18211800	10.20	18211800	10.20	0.00
SUSHMA JAIN	16130740	9.04	16130740	9.04	0.00
ANKIT JAIN	15401700	8.63	15401700	8.63	0.00
LAXMI JAIN	14253540	7.99	14253540	7.99	0.00
GAURAV JAIN	10527200	5.90	10527200	5.90	0.00
VIRENDRA JAIN	5871620	3.29	5871620	3.29	0.00
ANAND JAIN	3610240	2.02	3610240	2.02	0.00
JAI KUMAR JAIN	4780	0.00	4780	0.00	0.00
HIDE N CHIC FURNITURE PVT. LTD.	200000	0.11	200000	0.11	0.00
KASTURI TRADING CO PVT LTD	200000	0.11	200000	0.11	0.00
PET FIBRES LTD	200000	0.11	200000	0.11	0.00
RICHMOND TRADERS PVT. LTD.	200000	0.11	200000	0.11	0.00
RIDHI SYNTHETICS LTD	100000	0.06	100000	0.06	0.00
SOMERSET TRADING PVT LTD	200000	0.11	200000	0.11	0.00
SPARSH TRADING PVT LTD	200000	0.11	200000	0.11	0.00
Total	130282400	72.99	130282400	72.99	0.00

(III) Change in Promoters' Shareholding During 2016-17

Sl. No.	Type	Name of the Share Holder	Shareholding at the beginning of the Year (01.04.2016)		Cumulative Shareholding during the Year (2016-17)	
			No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1	Opening Balance	HARSH JAIN	23251560	13.03	23251560	13.03
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		23251560	13.03	23251560	13.03
2	Opening Balance	RINA JAIN	21719220	12.17	21719220	12.17
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		21719220	12.17	21719220	12.17
3	Opening Balance	SATYAPAL JAIN	18211800	10.20	18211800	10.20
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		18211800	10.20	18211800	10.20
4	Opening Balance	SUSHMA JAIN	16130740	9.04	16130740	9.04
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		16130740	9.04	16130740	9.04
5	Opening Balance	ANKIT JAIN	15401700	8.63	15401700	8.63
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		15401700	8.63	15401700	8.63
6	Opening Balance	LAXMI JAIN	14253540	7.99	14253540	7.99
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		14253540	7.99	14253540	7.99
7	Opening Balance	GAURAV JAIN	10527200	5.90	10527200	5.90
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		10527200	5.90	10527200	5.90
8	Opening Balance	VIRENDRA JAIN	5871620	3.29	5871620	3.29
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		5871620	3.29	5871620	3.29
9	Opening Balance	ANAND JAIN	3610240	2.02	3610240	2.02
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		3610240	2.02	3610240	2.02
10	Opening Balance	JAI KUMAR JAIN	4780	0.00	4780	0.00
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		4780	0.00	4780	0.00

Sl. No.	Type	Name of the Share Holder	Shareholding at the beginning of the Year (01.04.2016)		Cumulative Shareholding during the Year (2016-17)	
			No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
11	Opening Balance	HIDE N CHIC FURNITURE PVT. LTD.	200000	0.11	200000	0.11
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		200000	0.11	200000	0.11
12	Opening Balance	KASTURI TRADING CO PVT. LTD.	200000	0.11	200000	0.11
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		200000	0.11	200000	0.11
13	Opening Balance	PET FIBRES LTD.	200000	0.11	200000	0.11
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		200000	0.11	200000	0.11
14	Opening Balance	RICHMOND TRADERS PVT. LTD.	200000	0.11	200000	0.11
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		200000	0.11	200000	0.11
15	Opening Balance	RIDHI SYNTHETICS LTD.	100000	0.06	100000	0.06
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		100000	0.06	100000	0.06
16	Opening Balance	SOMERSET TRADING PVT. LTD.	200000	0.11	200000	0.11
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		200000	0.11	200000	0.11
17	Opening Balance	SPARSH TRADING PVT. LTD.	200000	0.11	200000	0.11
	Date wise increase/ (decrease)		0	0.00	0	0.00
	Closing Balance		200000	0.11	200000	0.11
			130282400	72.99		

There was no change in Promoters' shareholding during 2016-17

(IV) Shareholding Pattern of Top 10 Shareholders (Other than Directors and Promoters) Between 31/03/2016 and 31/03/2017

Sl no	Folio/Dpid-Clientid	Type	Name of the Share Holder	Shareholding at the beginning of the Year (01.04.2016)		Cumulative Shareholding during the Year (2016-17)	
				No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
1	IN30005410077083	Opening Balance	MORGAN STANLEY MAURITIUS COMPANY LIMITED	0	0.00	0	0.00
	06/01/2017	Purchase				7556073	4.23
	17/03/2017	Purchase				7564142	4.24
	24/03/2017	Purchase				7569666	4.24
	31/03/2017	Closing Balance				7569666	4.24
2	IN30081210000012	Opening Balance	LIFE INSURANCE CORPORATION OF INDIA	2677522	1.50	2677522	1.50
	31/03/2017	Closing Balance				2677522	1.50
3	IN30292710110943	Opening Balance	JM FINANCIAL INSTITUTIONAL SECURITIES LIMITED	0	0.00	0	0.00
	31/03/2017	Purchase				1200000	0.67
	31/03/2017	Closing Balance				1200000	0.67
4	IN30109810435661	Opening Balance	AJINKYA ELECTROMELT PVT LTD	750600	0.42	750600	0.42
	31/03/2017	Closing Balance				750600	0.42
5	IN30047610545253	Opening Balance	CHETAN JAYANTILAL SHAH	500000	0.28	500000	0.28
	03/03/2017	Purchase				600000	0.34
	31/03/2017	Closing Balance				600000	0.34
6	IN30016710081087	Opening Balance	MV SCIF MAURITIUS	404160	0.23	404160	0.23
	22/04/2016	Purchase				444913	0.25
	29/04/2016	Purchase				460193	0.26
	24/06/2016	Purchase				476243	0.27
	19/08/2016	Sale				470983	0.26
	23/09/2016	Purchase				473591	0.27
	23/12/2016	Sale				450019	0.25
	06/01/2017	Sale				444983	0.25
	03/02/2017	Sale				443366	0.25
	03/03/2017	Sale				436864	0.24
	24/03/2017	Purchase				444982	0.25
	31/03/2017	Closing Balance				444982	0.25

Sl no	Folio/Dpid-Clientid	Type	Name of the Share Holder	Shareholding at the beginning of the Year (01.04.2016)		Cumulative Shareholding during the Year (2016-17)	
				No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
7	IN30012610770180	Opening Balance	DILIP THAKKAR	0	0.00	0	0.00
	06/01/2017	Purchase				271000	0.15
	31/03/2017	Closing Balance				271000	0.15
8	IN30047610040825	Opening Balance	BHADRA JAYANTILAL SHAH	200000	0.11	200000	0.11
	08/04/2016	Purchase				250000	0.14
	31/03/2017	Closing Balance				250000	0.14
9	IN30134820016807	Opening Balance	ICICI BANK LIMITED	187776	0.11	187776	0.11
	08/04/2016	Sale				184717	0.10
	22/04/2016	Purchase				222288	0.12
	29/04/2016	Purchase				222735	0.12
	06/05/2016	Sale				218791	0.12
	13/05/2016	Sale				217030	0.12
	20/05/2016	Sale				207236	0.12
	27/05/2016	Sale				195217	0.11
	03/06/2016	Sale				143382	0.08
	10/06/2016	Sale				138455	0.08
	17/06/2016	Purchase				138526	0.08
	24/06/2016	Purchase				214926	0.12
	30/06/2016	Purchase				242005	0.14
	01/07/2016	Sale				233462	0.13
	08/07/2016	Sale				194238	0.11
	15/07/2016	Purchase				200801	0.11
	22/07/2016	Purchase				228645	0.13
	29/07/2016	Purchase				248711	0.14
	05/08/2016	Purchase				271749	0.15
	12/08/2016	Purchase				306728	0.17
	19/08/2016	Purchase				317036	0.18
	26/08/2016	Sale				279680	0.16
	02/09/2016	Purchase				295520	0.17
	09/09/2016	Sale				286061	0.16
	16/09/2016	Purchase				363725	0.20
	23/09/2016	Purchase				365397	0.20

Sl no	Folio/Dpid-Clientid	Type	Name of the Share Holder	Shareholding at the beginning of the Year (01.04.2016)		Cumulative Shareholding during the Year (2016-17)	
				No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
	30/09/2016	Purchase				365468	0.20
	07/10/2016	Sale				344246	0.19
	14/10/2016	Purchase				350619	0.20
	21/10/2016	Sale				350507	0.20
	28/10/2016	Sale				326681	0.18
	04/11/2016	Purchase				337694	0.19
	11/11/2016	Sale				337231	0.19
	18/11/2016	Purchase				342821	0.19
	25/11/2016	Sale				332624	0.19
	02/12/2016	Sale				289436	0.16
	09/12/2016	Sale				264540	0.15
	16/12/2016	Sale				253655	0.14
	23/12/2016	Sale				207913	0.12
	30/12/2016	Purchase				213462	0.12
	06/01/2017	Sale				181234	0.10
	13/01/2017	Purchase				181236	0.10
	20/01/2017	Sale				177817	0.10
	27/01/2017	Purchase				179712	0.10
	03/02/2017	Purchase				188554	0.11
	10/02/2017	Sale				187524	0.11
	17/02/2017	Sale				184358	0.10
	24/02/2017	Sale				172069	0.10
	03/03/2017	Sale				160869	0.09
	10/03/2017	Purchase				163735	0.09
	17/03/2017	Sale				163158	0.09
	24/03/2017	Purchase				208403	0.12
	31/03/2017	Sale				206822	0.12
	31/03/2017	Closing Balance				206822	0.12

Sl no	Folio/Dpid-Clientid	Type	Name of the Share Holder	Shareholding at the beginning of the Year (01.04.2016)		Cumulative Shareholding during the Year (2016-17)	
				No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
10	IN30115125003969	Opening Balance	IL AND FS SECURITIES SERVICES LIMITED	58000	0.03	58000	0.03
	22/04/2016	Purchase				150270	0.08
	20/05/2016	Sale				142770	0.08
	27/05/2016	Sale				139770	0.08
	03/06/2016	Sale				128770	0.07
	10/06/2016	Purchase				208500	0.12
	17/06/2016	Sale				197500	0.11
	24/06/2016	Sale				130500	0.07
	29/07/2016	Purchase				156496	0.09
	11/11/2016	Purchase				169008	0.09
	25/11/2016	Sale				149008	0.08
	02/12/2016	Sale				133008	0.07
	16/12/2016	Sale				121008	0.07
	23/12/2016	Sale				109656	0.06
	17/02/2017	Purchase				180424	0.10
	03/03/2017	Sale				172424	0.10
	24/03/2017	Purchase				201198	0.11
	31/03/2017	Sale				195198	0.11
	31/03/2017	Closing Balance				195198	0.11

V INDEBTEDNESS

(₹ In Lakh)

Indebtedness of the Company including interest outstanding/accrued but not due for payment				
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	44	-	17	61
ii) Interest due but not paid	-	-	2	2
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	44	-	19	63
Change in Indebtedness during the financial year				
Additions	-	-	-	-
Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
i) Principal Amount	0	-	6	6
ii) Interest due but not paid	-	-	1	1
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	0	-	7	7

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole time director and/or Manager:

(₹ In Lakh)

Sl. No	Particulars of Remuneration	Name of the MD/WTD/ Manager		Total Amount
1	Gross salary	Gaurav Jain	V. S. Pandit	
		MD	WTD	
	(a) Salary as per provisions contained in section 17(1) of the Income Tax, 1961.	-	36.95	36.95
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-
2	Stock option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	as % of profit	-	-	-
	others (specify)	-	-	-
5	Others, please specify			
	Total (A)	-	36.95	36.95
	Ceiling as per the Act (being 10% of the net profits calculated as per Section 198 of the Companies Act, 2013)			45.90

B. Remuneration to other directors:

(₹ In Lakh)

Sl. No	Particulars of Remuneration	Name of the Directors					Total Amount
		K M Doongaji	S N Chaturvedi	S H Junnarkar	Anup P Shah	Aziza Chitalwala	
1	Independent Directors						
	(a) Fee for attending board committee meetings	1.40	1.33	0.47	0.94	0.40	4.53
	(b) Commission	-	-	-	-	-	
	(c) Others, please specify	-	-	-	-	-	
	Total (1)	1.40	1.33	0.47	0.94	0.40	4.53
2	Other Non Executive Directors	Anand Jain	Virendra Jain				
	(a) Fee for attending board committee meetings	0.48	1.23				
	(b) Commission	-	-				
	(c) Others, please specify.	-	-				
	Total (2)	0.48	1.23				1.71
	Total (B)=(1+2)						6.24
	Total Managerial Remuneration *						
	Overall Ceiling as per the Act (being 1% of the net profits calculated as per Section 198 of the Companies Act, 2013)						4.59

* Total of Managing Director, Whole-time Director, Independent Directors and other non-executive directors

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

(₹ In Lakh)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			Total Amount
		CEO	Company Secretary	CFO	
1	Gross Salary				
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	As mentioned above	25.80	48.00	73.80
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961		-	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961		-	-	-
2	Stock Option				
3	Sweat Equity				
4	Commission				
	as % of profit				
	others, specify				
5	Others, please specify				
	Total	-	25.80	48.00	73.80

VII PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD/NCLT/ Court)	Appeal made if any (give details)
A. COMPANY					
Penalty			NIL		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			NIL		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			NIL		
Punishment					
Compounding					

ANNEXURE - 2 to Directors' Report

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2017

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Jai Corp Limited
A-3, M.I.D.C. Indl. Area
Nanded 431603 Maharashtra

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Jai Corp Limited (hereinafter called "the Company") – CIN L17120MH1985PLC036500. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the period covering the financial year ended on 31st March, 2017 (hereinafter referred to as "audit period") complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2017, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder; the applicable provisions of the Companies Act, 1956 and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; -- **Not applicable to the Company since it has no Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings**
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; -- **Not applicable to the Company during the audit period.**
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; -- **Not applicable to the Company since it has no Employee Stock Option Scheme / Employee Stock Purchase Scheme.**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; -- **Not applicable to the Company since it has not issued any debt securities.**
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; -- **Not applicable to the Company during the audit period** and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; -- **Not applicable to the Company since it has not bought back any securities during the audit period.**

- (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India and notified by the Ministry of Corporate Affairs.
- (ii) The Listing Agreements entered into by the Company with BSE Limited (BSE) and National Stock Exchange of India Limited (NSE).

During the audit period the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. as mentioned above.

I further report that, on an examination, on a test check basis, the relevant records and documents, and having regard to the compliance management system prevailing in the Company, the Company has complied with the following laws applicable specifically to the Company:

- The Explosives Act, 1884
- The Boilers Act, 1923

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period:

- (i) the Company has redeemed 3,45,000 1% non-cumulative non-participating redeemable Preference Shares of Re.1/- each aggregating to nominal value of ₹ 3,45,000/-.

Signature: _____

Name

G.B.B. Babuji

Company Secretary in Whole-time Practice

Membership No.

FCS-1182

C P No.

8131

Place : Mumbai

Date: May 19, 2017

To,
The Members,
Jai Corp Limited
A-3, M.I.D.C. Indl. Area
Nanded 431603 Maharashtra

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Signature: _____

Name **G.B.B. Babuji**
Company Secretary in Whole-time Practice

Membership No. FCS-1182

C P No. 8131

Place : Mumbai
Date: May 19, 2017

**ANNEXURE - 3 to Directors' Report
Statement on Impact of Audit Qualification**

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017 on Consolidated Financial Statements

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualification)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover/ Total Income	₹ 76,990 Lacs	Refer 'Details of Audit Qualification' below
	2.	Total Expenditure	₹ 75,643 Lacs	-do-
	3.	Net Profit/(Loss) [after taxes, minority interest and share of profit/(loss) of associates	₹ (1,826) Lacs	-do-
	4.	Earnings Per Share	₹ (1.02)	-do-
	5.	Total Assets	₹ 2,25,613 Lacs	-do-
	6.	Total Liabilities	₹ 1,02,029 Lacs	-do-
	7.	Net Worth	₹ 1,23,584 Lacs	-do-
	8.	Any other financial item(s)	Not Applicable	Not Applicable
II.	Audit Qualifications			
	a.	Details of Audit Qualification: The Consolidated Audited Financial Statements also include the Group's share of total comprehensive income (net loss plus other comprehensive income) of ₹ 846 lacs for the year ended 31 st March, 2017, in respect of one of the associates, whose financial statements have not yet been audited. The consolidated financial statements of that associate are unaudited and have been approved by the Board of Directors of that associate and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the above associate, is based solely on these unaudited consolidated financial statements. Consequently, effects on the Group's share of net loss or profit, if any, pursuant to the audit of that associate, is not ascertainable at this stage.		
	b.	Type of Audit Qualification: Qualified Opinion		
	c.	Frequency of Audit Qualification: Since March 2016		
	d.	For Audit Qualification where the impact is quantified by the auditor, Management's Views: Not Applicable		
	e.	For Audit Qualification where the impact is not quantified by the auditor:		
		(i) Management's estimation on the impact of audit qualification: Not Applicable		
		(ii) If the Management is unable to estimate the impact, reasons for the same: The statutory Auditors of the Company have qualified their report on the Consolidated Financial Statements for the year ended 31 st March 2017 in respect of inclusion of the Company's share in the total comprehensive income (net loss plus other comprehensive income) of an associate of ₹ 846 lacs based on the unaudited consolidated financial statements of that associate in the Consolidated Financial Statement of the Company. As the consolidated financial statements of an associate company is unaudited, it is not possible at this stage to estimate the impact, if any, whether the figure of the loss will vary after audit.		
		(iii) Auditors' Comments on (i) or (ii) above: Refer " Basis for Qualified Opinion " in the Independent Audit Report on the Consolidated Financial Statements dated 30 th May, 2017		
III.	Signatories:			

For Jai Corp Limited

Gaurav Jain
(CEO/Managing Director)

Pramod Jaiswal
(Chief Financial Officer)

Khurshed M. Doongaji
(Audit Committee Chairman)

Refer our Independent Auditor's Report dated 30th May, 2017 on the Consolidated Financial Statements of the Company.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No – 101720 W

R. Koria
Partner
Membership No – 35629

Place: Mumbai
Date: 30th May, 2017

ANNEXURE - 4 to Directors' Report

Particulars of loans, guarantees or investments under Section 186

The Company has provided following loans and guarantees and made following investments pursuant to Section 186 of the Companies Act, 2013:

S. No.	Name of the Entity	Relation	₹ In Lacs	Particulars of loans, guarantees and investments	Purpose for which the loan, guarantee or security is proposed to be utilized
1	Jai Realty Ventures Ltd.	Wholly Owned Subsidiary	350.55	Further Investments in Equity Shares	To Meet that company's requirement for Funds
			12,388.00	ZOFCD	
			8,269.26	Deemed Investments	
2	Ashoka Realty and Developers Limited	Wholly Owned Subsidiary	5.00	Initial Investments in Equity Shares	To make that company into a direct WOS
			95.00	1% NCPS	To Meet that company's requirement for Funds
3	Ekdant Realty & Developers Limited	Wholly Owned Subsidiary	5.00	Initial Investments in Equity Shares	To make that company into a direct WOS
			1,675.00	ZOFCD	To Meet that company's requirement for Funds
4	Hari Darshan Realty Limited	Wholly Owned Subsidiary	5.00	Initial Investments in Equity Shares	To make that company into a direct WOS
			102.00	1% OCPS	To Meet that company's requirement for Funds
5	Hill Rock Construction Limited	Wholly Owned Subsidiary	786.22	ZOFCD	To Meet that company's requirement for Funds
			5.00	Initial Investments in Equity Shares	To make that company into a direct WOS
6	Hind Agri Properties Limited	Wholly Owned Subsidiary	95.50	1% OCPS	To Meet that company's requirement for Funds
			533.25	ZOFCD	To Meet that company's requirement for Funds
7	Iconic Realtors Limited	Wholly Owned Subsidiary	5.00	Initial Investments in Equity Shares	To make that company into a direct WOS
			244.00	ZOFCD	To Meet that company's requirement for Funds
8	Jailaxmi Realty and Developers Limited	Wholly Owned Subsidiary	7.50	Initial Investments in Equity Shares	To make that company into a direct WOS
			11,930.50	ZOFCD	To Meet that company's requirement for Funds
9	Krupa Land Limited	Wholly Owned Subsidiary	5.00	Initial Investments in Equity Shares	To make that company into a direct WOS
			1,942.00	ZOFCD	To Meet that company's requirement for Funds
10	Krupa Realtors Limited	Wholly Owned Subsidiary	8.50	Initial Investments in Equity Shares	To make that company into a direct WOS
			1,985.08	ZOFCD	To Meet that company's requirement for Funds
11	Multifaced Impex Limited	Wholly Owned Subsidiary	5.00	Initial Investments in Equity Shares	To make that company into a direct WOS
			826.00	ZOFCD	To Meet that company's requirement for Funds
			844.89	Initial Investments in Equity Shares	To make that company into a direct WOS
			4.50	1% OCPS	To Meet that company's requirement for Funds
			101.50	ZOFCD	To Meet that company's requirement for Funds

S. No.	Name of the Entity	Relation	₹ In Lacs	Particulars of loans, guarantees and investments	Purpose for which the loan, guarantee or security is proposed to be utilized
12	Novelty Realty & Developers Limited	Wholly Owned Subsidiary	5.00 979.00	Initial Investments in Equity Shares ZOFCD	To make that company into a direct WOS To Meet that company's requirement for Funds
13	Rainbow Infraprojects Limited	Wholly Owned Subsidiary	5.00 1,233.00	Initial Investments in Equity Shares ZOFCD	To make that company into a direct WOS To Meet that company's requirement for Funds
14	Rudrdev Developers Limited	Wholly Owned Subsidiary	5.00 1,174.00	Initial Investments in Equity Shares ZOFCD	To make that company into a direct WOS To Meet that company's requirement for Funds
15	Swar Land Developers Limited	Wholly Owned Subsidiary	5.00 4.00	Initial Investments in Equity Shares 1% NCPS	To make that company into a direct WOS To Meet that company's requirement for Funds
16	Swastik Land Developers Limited	Wholly Owned Subsidiary	1,900.00 4.81	ZOFCD Initial Investments in Equity Shares	To Meet that company's requirement for Funds To make that company into a direct WOS
17	Vasant Bahar Realty Limited	Wholly Owned Subsidiary	95.00 5.00	1% NCPS Initial Investments in Equity Shares	To Meet that company's requirement for Funds To make that company into a direct WOS
18	Welldone Real Estate Limited	Wholly Owned Subsidiary	33.00 119.34	1% OCPS ZOFCD	To Meet that company's requirement for Funds To Meet that company's requirement for Funds
19	Yug Developers Limited	Wholly Owned Subsidiary	5.00 73.50 472.55	Initial Investments in Equity Shares 1% OCPS ZOFCD	To make that company into a direct WOS To Meet that company's requirement for Funds To Meet that company's requirement for Funds
19	Jai Corp Welfare Foundation (Registered U/S 8 of Companies Act, 2013)	Wholly Owned Subsidiary	5.00 50.00 1,134.25	Initial Investments in Equity Shares 1% OCPS ZOFCD	To make that company into a direct WOS To Meet that company's requirement for Funds To Meet that company's requirement for Funds

Note:

1. WOS- Wholly-owned subsidiary
2. ZOFCD - 0% Optionally Fully Convertible Debentures
3. NCPS- Non-convertible Preference Shares
4. OCPS - Optionally Convertible Preference Shares

ANNEXURE - 5 to Directors' Report
Form No - AOC - 2

(Pursuant to clause (h) of Sub-Section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

1. Details of contracts or arrangements or transactions not at arm's length basis

S. No.	Name of the related Party	Nature of Relationship	Nature of Contracts / transactions	Duration of Contracts	Salient terms of contracts / transactions	Date(s) of approval by the Board, if any	₹ In Lacs	
			NIL					

2. Details of material contracts or arrangement or transactions at arm's length basis.

S. No.	Name of the related Party	Nature of Relationship	Nature of Contracts / transactions	Duration of Contracts	Salient terms of contracts / transactions	Date(s) of approval by the Board, if any	₹ In Lacs 2015-16
1	Assurene Products Corporation	Wholly-owned subsidiary	Sale of Goods		Sale of PP/PE Woven Fabrics		5,705.12
2	Assurene Products Corporation	- do -	Reimbursement of expenses (Net)		Sea Freight		5,705.12
3	Malhar Developers Pvt Ltd	Promoters/Directors together with relative holds > 2% of the share capital	Rent & related expenses		Use of office premises		418.98
							78.98
							78.98

ANNEXURE - 6 to Directors' Report

Format for the Annual Report on CSR activities to be included in the Board's Report

1. A brief outline of the Company's CSR policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR Policy and projects or programs.

An essential component of Jai Corp's corporate social responsibility is to care for the community. The Company endeavors to make a positive contribution to the under privileged communities by supporting a wide range of socio-economic, educational and health initiatives.

The Company is helping implement the roadmap drafted with the help of the Administration of Dadra & Nagar Haveli (D & NH) and the District Panchayat of D & NH. The Administration of D & NH has encouraged the Company to participate in a private-public initiative to make the village Sindoni in the Mandoni Patelad of the Union Territory D & NH, a 'model village'. Further, with the active involvement of the Administration of D & NH, in terms of selection of candidates, the Company has provided tuition fee for students by paying such fee directly to the concerned institutions; paid the requisite fee directly to the organisations imparting necessary training to youths to enable them to obtain driving license etc. The Company's CSR policy is placed on the website of the Company at <http://www.jaicorpindia.com/investor/policies.html>.

2. The composition of the CSR Committee

1. Mr. Anand Jain – Chairman
2. Mr. Virendra Jain - Member
3. Mr. Sachin Nath Chaturvedi – Member
4. Mr. Anup Shah – Member.

3. Average net profit of the Company for the last three financial years: ₹ 9432.76 crore**4. Prescribed CSR expenditure (two per cent of the amount as in item 3 above) ₹ 188.66 crore****5. Details of CSR spent during the financial year**

(a) Total amount to be spent for the financial year: ₹ 209.96 crore

(b) Amount unspent, if any: Not Applicable

(c) Manner in which the amount spent during the financial year is detailed below:

(1) S. No.	(2) CSR project or activity identified	(3) Sector in which the project is covered	(4) Project or programs (1) local area or other (2) Specify the State and district where projects or programs was undertaken	(5) Amount outlay (budget) project or program wise (₹ In lakh)	(6) Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs. (2) Overheads. (₹ In lakh)	(7) Cumulative expenditure up to the reporting period (in 2015-16) (₹ In lakh)	(8) Amount spent- Direct or through implementing agency
1.	Community Development- CSR at manufacturing location Infrastructure Development Project including painting of 89 tribal houses in "Model Village Sindoni" , .	Cl. (iii) & Cl. (x) rural development projects	Village- Sindoni, in Mandoni patelad, Dadra & Nagar Haveli.	35.40	2.45 (up to 31 st March 2017)	23.25	Direct
2.	Education -CSR at manufacturing location Sponsoring Academic fee of Domicile, Non Domicile students in Dadra & Nagar Haveli	Cl. (ii) promoting education	Fees paid 2,199 Domicile, Non Domicile students of Dadra & Nagar Haveli, Silvassa.	160.00	157.27	157.27	Direct
3.	Health-CSR at manufacturing location Sponsoring medical/ blood donation camps for senior citizen and police.	Cl. (i) promoting preventive healthcare	865 People of Dadra & Nagar Haveli	10.00	9.64	9.64	Direct
4.	Community Development- CSR at manufacturing location Vocational Training (Skill Enhancement & Development Programme) Providing LMV Training	Cl. (ii) employment enhancing vocation skills	Trained 132 Domicile Candidates of Dadra & Nagar Haveli.	5.00	4.75	4.75	Direct
5.	Health-CSR at manufacturing location Cost of blood to patients suffering from sickle cell anemia and thalassemia.	Cl. (i) promoting preventive healthcare	381 People of Dadra & Nagar Haveli	2.00	1.91	1.91	Direct
6.	Health-CSR at manufacturing location Paid premium of Sanjeevani Health Insurance of girl students.	Cl. (i) promoting preventive healthcare	8,944 girls of Silvassa Municipal Corporation School Dadra & Nagar Haveli benefitted.	16.00	15.34	15.34	Direct

7.	Education -CSR at manufacturing location Distributional of educational material at Red Cross Special School For Handicapped Children, Amli	Cl. (ii) promoting education	Children of Dadra & Nagar Haveli	5.00	4.94	4.94	Direct
8.	Education -CSR at manufacturing location Road Safety awareness Programme	Cl. (ii) promoting education	1,800 People of D & NH	0.80	0.77	0.77	Direct
9.	Health-CSR at Corporate Office location Running of Medical Clinic	Cl. (i) promoting preventive healthcare		5.00	5.00	5.00	Rajasthan Mahila Mandal
10.	Environment Sustainability, ecological balance -CSR at manufacturing location Tree plantation programme	Cl. (iv) ensuring Environment Sustainability, ecological balance		0.10	0.03	0.03	Direct
11.	Education -CSR at manufacturing location Providing Educational Infrastructure (chairs) to a school.	Cl. (ii) promoting education	100 chairs to Govt. Higher Scoundray School, Khanvel	0.25	0.24	0.24	
12.	Salary of CSR Staff	Admin		8.00	7.62	7.62	Direct
			Total	247.55	209.96	230.76	

6. **Reasons for not spending the amount:**

Not Applicable.

7. **Responsibility Statement:**

The implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the Company.

(Gaurav Jain)Chief Executive Officer/
Managing Director
DIN: 00077770**(Anand Jain)**Chairman, CSR
Committee
DIN:00003514

May 30, 2017

ANNEXURE - 7 to Directors' Report

EMPLOYEE RELATED DISCLOSURES:

1. Top ten employees in terms of remuneration drawn:

Name, Age, Qualification	Designation and Nature of Employment Whether contractual or otherwise	Remuneration Received (p.a.)	Date of Joining and experience	Particulars of last employment
ASHOK KUMAR 66 Years B. Sc (Metallurgical Engineering)	President	69,60,000	03/04/2006 Experience 43 years	Steel Authority of India Ltd., Bokaro; Dy. General Manager
CHARLES THOMAS 54 Year B.E (Civil)	VP Construction	49,88,076	15/10/2007 Experience 31 years	CB Richard Ellis General Manager
PRAMOD KUMAR JAISWAL 51 Years AICWA	Chief Financial Officer	48,00,000	11/04/2011 Experience 25 years	Adventity Global Services Pvt Ltd CAO
RAJENDRA VISHWANATH SINGH 52 Years B. TECH Mechanical	Chief Operating Officer	48,00,000	01/01/2005 Experience 29 years	Pet Fibers Ltd. GM
V.S.PANDIT 65 Years B. Sc	Director - Works	42,00,000	05/01/1988 Experience 42 years	Auro Plast Pvt Ltd Plant Manager
DINESH DEOKINANDAN PALIWAL 49 Years M.Engg.	Sr. Vice President	40,80,000	05/01/2010 Experience 27 years	Prime Wovens Ltd Director Works
MANOJ KUMAR JAIN 44 Years CS	Vice President - Commercial	40,80,000	17/09/2012 Experience 25 years	Proec Energy Ltd Head Operations
S.N.YELGAWAKAR 61 Years BAMS	VP HR	39,39,996	07/07/1999 Experience 35 years	ORKAY Polyester Group HR Manager
DILIP K LUNAWAT 62 Years B.com, LLB, FCMA	Vice President - Commercial	37,48,200	14/11/2005 Experience 37 years	Aurangabad Electricals Ltd Aurangabad Dy. General Manager
Atul Dattatraya Pawar 49 Years DBM	General Manager - Marketing	33,79,464	01/04/2008 Experience 29 years	Magico Exports & Consultants Ltd. Sr. Manager

All appointments are contractual.

2. The ratio of remuneration of each director to the median remuneration of the employees of the Company for the financial year 2016-17 and the percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager in the financial year 2016-17:

Sr. No.	Name of Director	Designation	Remuneration paid during F. Y. 2016-17 (₹ in lakh)	Remuneration paid during F.Y. 2015-16 (₹ in lakh)	Percentage increase in remuneration	Ratio of remuneration of each director to the median remuneration of the employees
1.	Anand Jain*	Chairman	0.48	0.75	-36%	0.29 times
2.	Virendra Jain*	Vice Chairman	1.15	1.58	-27.22%	0.69 times
3.	Gaurav Jain**	Managing Director & Chief Executive Officer	-	14.00	N.A.	N.A.
4.	V. S. Pandit	Director-Works	36.95	31.62	16.86%	22.13 times

Sr. No.	Name of Director	Designation	Remuneration paid during F. Y. 2016-17 (₹ in lakh)	Remuneration paid during F.Y. 2015-16 (₹ in lakh)	Percentage increase in remuneration	Ratio of remuneration of each director to the median remuneration of the employees
5.	K.M. Doongaji*	Independent Director	1.33	1.68	-20.83%	0.80 times
6.	S.H. Junnarkar*	Independent Director	0.48	0.85	-43.53%	0.29 times
7.	S.N. Chaturvedi*	Independent Director	1.25	1.53	-18.30%	0.75 times
8.	Anup P. Shah*	Independent Director	0.95	1.05	9.52%	0.57 times
9.	Aziza A. Chitalwala*	Independent Director	0.40	0.40	0%	0.24 times
10.	P.K. Jaiswal	Chief Financial Officer	48.0	44.40	8.11%	28.74 times
11.	A. Datta	Company Secretary	25.80	23.40	10.26%	15.45 times

* Remuneration received by way of sitting fee only.

** Has voluntarily stopped accepting any remuneration w.e.f. 01.11.2015

3. The percentage increase in the median remuneration of employees in the financial year 2016-17 :

Median remuneration of employees in F.Y. 2016-17	Median remuneration of employees in F.Y. 2015-16	Percentage Increase
₹ 1,66,885/-	₹ 1,48,800/-	12.15%

4. The number of permanent employees on the rolls of the Company: 2,415

5. Average percentile increase already made in the salaries of employees other than managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof:

Average percentile increase in the salaries of employees other than managerial personnel in F.Y. 2016-17	Average percentile increase in managerial remuneration in F.Y. 2016-17	Justification
(-)8.01%	(-)2.36 %	Average increase in remuneration is guided by several factors such as normal salary revision, inflation, market condition, talent retention etc.

6. It is affirmed that the remuneration is as per the remuneration policy of the Company.

For and on behalf of the Board of Directors

Mumbai,
9th August, 2017

Anand Jain
Chairman
DIN: 00003514

REPORT ON CORPORATE GOVERNANCE

Pursuant to Regulation 34(3) read with Schedule V to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015[‘Listing Regulations’] pertaining to Corporate Governance, the Company submits hereunder a report on the matters mentioned in Section C of Schedule V to SEBI LODR *vis-a-vis* the practices followed by the Company.

1. Company’s philosophy on code of governance:

The Company strongly believes in fair, efficient and transparent business operations, proper disclosure of relevant information and to serve the best interests of all the stakeholders, viz., employees, shareholders, customers, lenders, the Government and the society at large. The Company strives towards excellence through adoption of best governance and disclosure practices.

2. Board of Directors:

The Composition of the Board, category of directorship, attendance of Directors in Board Meetings, last Annual General Meeting (AGM), number of other directorships and chairmanships/ memberships of committees of the board of other Indian public limited companies are as follows:

(A) Composition of Board

The Board of Directors of the Company has an optimum combination of executive and non-executive directors and a woman director. The present strength of the Board is nine directors, of which two directors i.e. Managing Director and Director-Works are executive directors and seven directors are non-executive directors of which five are independent directors.

(B) Independent Directors

(i) Formal Letter of Appointment to Independent Directors

On appointment, the concerned Independent Director is issued a Letter of Appointment setting out in detail, the terms of appointment, duties and responsibilities.

Every Independent Director, at the first meeting of the Board in which he participates as a Director and thereafter at the first meeting of the Board in every financial year, gives a declaration that he meets the criteria of Independent as provided under the Companies Act, 2013 and Listing Regulations. Draft of the formal letter of appointment has been uploaded on the website of the Company.

(ii) Performance Evaluation of Independent Directors

The Performance Evaluation of the Independent Directors of the Company based on the evaluation criteria laid down by the Nomination and Remuneration Committee will be carried out at the ensuing Board meeting.

(iii) Separate Meeting of the Independent Directors

As per the Code of Independent Directors under Schedule IV of the Companies Act, 2013 and Regulation 25(3) of the Listing Regulations a separate meeting of the Independent Directors was held on 08.03.2017 under the Chairmanship of Mr. K.M. Doongaji, to review the performance of the non-independent directors and the Board as a whole along with the Chairman of the Company. The Independent Directors also assessed the quality, quantity and timeliness of flow of information between the Management and the Board and it’s Committees which is necessary to effectively and reasonably perform their duties.

(iv) Training/Familiarization programme for Independent Directors

Familiarization Program were conducted for the Independent Directors to familiarize them with the Company, his/her role, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company so that he/she can contribute in a meaningful way to the Company.

Four Board Meetings were held during the financial year ended 31.03.2017, with a time gap of not more than one hundred and twenty days between two consecutive meetings. The dates of the Board Meetings were: 24.05.2016, 23.08.2016, 12.12.2016 and 31.01.2017. Separate meeting of the independent directors were held on 08.03.2017 which was attended by all such directors.

Name of the Director	Category of directorship & designation	Attendance of meetings during 2016-17		@No. of other directorships held in other Indian companies	*No. of board committee positions held in other Indian public limited companies
		Board Meetings#	Last AGM		
Mr. Anand Jain	Promoter, Non-Executive Director & Chairman	4	No	6	1 - member
Mr. Virendra Jain	Promoter, Non-Executive Director & Vice Chairman	4	No	18	1- member
Mr. Gaurav Jain	Promoter, Executive Director & Managing Director/ CEO	4	Yes	18	Nil
Mr. Khurshed M. Doongaji	Independent, Non- Executive Director	4	Yes	1	1 -Member
Mr. Sandeep H. Junnarkar	Independent, Non- Executive Director	3	Yes	5	5-Member of which 1 as Chairman
Mr. Sachindra N. Chaturvedi	Independent, Non- Executive Director	4	No	6	6-Member of which 4 as Chairman
Dr. Anup P. Shah	Independent, Non- Executive Director	4	No	11	8-Member of which 4 as chairman
Ms. Aziza A. Chitalwala	Independent, Non- Executive Woman Director	3	No	1	Nil
Mr. Vasudeo S. Pandit	Non-Promoter, Non-Independent, Executive Director & Director- Works	3	Yes	Nil	Nil

does not include separate meeting of the independent directors.

@ including public limited, private limited and Section 8 companies.

* In accordance with Regulation 26(1)(a) of the Listing Regulations, for the purpose of considering the limits of the committees on which a director can serve, all public limited companies, whether listed or not, is included and all other companies including private limited companies, foreign companies and companies under Section 8 of the Companies Act, 2013 were excluded. In accordance with 26(1)(b) of the Listing Regulations, for the purpose of reckoning the limit of committees, chairmanship/ membership of the Audit Committee and the Stakeholders' Relationship Committee alone were considered.

No director is a member of more than ten Audit Committees and Stakeholders' Relationship

Committees and acts as chairman of more than five such committees across all companies he/ she is a director.

3. Equity shares of the Company held by non-executive directors as on 31.03.2017:

Sr. No.	Name of the Non-Executive Director	No. of Shares
1.	Mr. Anand Jain	36,10,240
2.	Mr. Virendra Jain	58,71,620
3.	Mr. Khurshed M. Doongaji	400
4.	Mr. Sandeep H. Junnarkar	Nil
5.	Mr. Sachin N. Chaturvedi	Nil
6.	Mr. Anup P. Shah	Nil
7.	Ms. Aziza A. Chitalwala	Nil

4. Directors' Profile:

Brief resume of all directors, including those who are proposed to be appointed/ re-appointed, nature of their expertise in specific functional areas and names of all Indian listed entities in which they hold the directorship and the membership of Board Committees, their shareholdings in the Company and relationship between them *inter-se* are furnished below:

Mr. Anand Jain (DIN 00003514)

Mr. Anand Jain (60 years) is the Chairman and a promoter director of the Company. He has been associated with the Company since its inception. He graduated from the University of Mumbai and has done a course in Risk Management from the London Business School. He has over 25 years' experience in various business. He is also a director of Mumbai SEZ Limited, Rewas Ports Limited, Urban Infrastructure Venture Capital Limited and several private limited companies. He is a member of the Audit Committee of Urban Infrastructure Venture Capital Limited. As on 31.03.2017, he held 36,10,240 equity shares and 1,25,000 preference shares of the Company. He is related to the following directors of the Company: Mr. Virendra Jain and Mr. Gaurav Jain.

Mr. Virendra Jain (DIN 00077662)

Mr. Virendra Jain (58 years) is the Vice Chairman and a promoter director of the Company.

He has been associated with the Company since its inception. He graduated from the University of Mumbai. He has over 25 years' experience in the business of plastic processing. He is also a director of Jai Realty Ventures Limited, Pet Fibres Limited, Prime Wovens Limited, Techfab (India) Industrial Limited and several private limited companies. He is also a director of a couple of Section 8 companies including Jaicorp Welfare Foundation, a wholly-owned subsidiary of the Company. He is a member of the Audit Committee of Jai Realty Ventures Limited. As on 31.03.2017, he held 58,71,620 equity shares of the Company. He is related to the following directors of the Company: Mr. Anand Jain and Mr. Gaurav Jain.

Mr. Gaurav Jain (DIN 00077770)

Mr. Gaurav Jain (37 years) is the Managing Director/ Chief Executive Officer of the Company since 04.06.2008. He graduated with dual degrees from the Warton School – Bachelor of Science in Economics with specialisation in finance and School of Engineering and Applied Science – Bachelor of Science in Engineering with major in Computer Science and Engineering

from the University of Pennsylvania, United States of America. He was instrumental in setting up Adventivity Global Services Private Limited, a business process outsourcing company. He is also a director of Jailaxmi Realty and Developers Limited, Jai Realty Ventures Limited, Novelty Realty & Developers Limited, Welldone Real Estate Limited and several private limited companies. As on 31.03.2017, he held 1,05,27,200 equity shares and 5,41,250 preference shares of the Company. He is a promoter director related to the following directors of the Company: Mr. Anand Jain and Mr. Virendra Jain.

Mr. Khurshed Minocher Doongaji (DIN 00090939)

Mr. Khurshed Minocher Doongaji (77 years) holds bachelors' degrees in economics and law from the University of Mumbai. He holds a diploma in Business Management and has varied experience of over 40 years in project and corporate finance, legal, operations and corporate laws with the erstwhile ICICI Limited. He has been associated with the Company since 1999 and is the Chairman of the Audit Committee, Stakeholders Relationship Committee, Nomination and Remuneration Committee and Preference Share Redemption Committee. He is also a director of Balakrishna Industries Limited and a member of its Audit Committee. As on 31.03.2017, he held 400 equity shares of the Company. He is an independent director and is not related to any other director of the Company.

Mr. Sandeep Hemendra Junnarkar (DIN 00003534)

Mr. Sandeep Hemendra Junnarkar (65 years) holds bachelors' degrees in science and law from the University of Mumbai. He is a solicitor by profession and a partner of Junnarkar and Associates, Advocates, Solicitors and Notary. His area of specialization include banking laws, corporate laws including competition laws, foreign exchange laws, securities laws and regulations etc. He has been associated with the Company since 1994 and is a member of the Nomination and Remuneration Committee. He is also a director of IIDC Limited, IL&FS Tamil Nadu Power Company Limited, Jai Realty Ventures Limited, Reliance Commercial Dealers Limited and Reliance Industrial Infrastructure Limited. He is the chairman of the Audit Committee of IL&FS Tamil Nadu Power Company Limited, member of the Audit Committees of Reliance Commercial Dealers Limited, Reliance Industrial Infrastructure Limited and Jai Realty Ventures Limited and a member of the Stakeholders Relationship

Committee of Reliance Industrial Infrastructure Limited. He does not hold any share in the Company. He is an independent director and is not related to any other director of the Company.

Mr. Sachindra Nath Chaturvedi (DIN 00553459)

Mr. Sachindra Nath Chaturvedi (66 years) holds a bachelors' degree with honours in technology. He is a Fellow Member of the Institute of Chartered Accountants of India and also holds a master's in business administration. He has over 20 years of experience as a practicing Chartered Accountant. He is a partner of Messrs Chaturvedi & Co., Chartered Accountants. He has varied experience of audit of banks, financial institutions, public sector units and many large companies. He also has valuable experience in monitoring/ inspecting/ investigating of units/ companies at the behest of banks/ financial institutions/ income-tax authorities/ High Courts/ Company Law authorities as well as inspection of books of mutual funds/ stock exchange brokers/ plantation companies on behalf of SEBI. He has been associated with the Company since 2004 and is a member of the Audit Committee, Stakeholders Relationship Committee, Corporate Social Responsibility Committee and Preference Share Redemption Committee. He is also a director of Balkrishna Industries Limited, Balkrishna Paper Mills Limited, Jai Realty Ventures Limited, N.R. Agarwal Industries Limited and a couple of private limited companies. He is the chairman of the Audit Committees of Balkrishna Industries Limited, Jai Realty Ventures Limited and Balkrishna Paper Mills Limited and a member of the Audit Committee of N.R. Agarwal Industries Limited. He is a chairman and member of Stakeholders Relationship Committee of Balkrishna Industries Limited and N.R. Agarwal Industries Limited respectively. He does not hold any share in the Company. He is an independent director and is not related to any other director of the Company.

Dr. Anup Pravin Shah (DIN 00293207)

Dr. Anup Pravin Shah (40 years) holds Ph.D. in Commerce and bachelor's degrees in law and commerce. He is a Fellow Member of the Institute of Chartered Accountants of India. He has over 18 years of experience in the areas of tax advisory, business restructuring, capital markets regulations, foreign investments, international tax, PE investments, real estate structuring, management consultancy, valuations, property matters and Accounting. He has contributed articles / papers to several publications, newspapers and at conferences, delivered talks at seminars and workshops across India

and published books and articles on the above mentioned subjects. He is also director of Claris Injectibles Limited, Claris Lifesciences Limited, JM Financial Credit Solutions Limited, JM Financial Services Limited, Marathon Nextgen Realty Limited, The Ruby Mills Limited and several private limited companies. He is also a director of a couple of Section 8 companies including Jaicorp Welfare Foundation, a wholly-owned subsidiary of the Company. He has been associated with the Company since 2013 and is a member of the Audit Committee, Corporate Social Responsibility Committee and Preference Share Redemption Committee. He is the chairman of the Audit Committees of Claris Injectibles Limited, Claris Lifesciences Limited, JM Financial Services Limited and The Ruby Mills Limited and a member of the Audit Committee of Marathon Nextgen Realty Limited; He is a member of the Stakeholders Relationship Committee of The Ruby Mills Limited and Claris Lifesciences Limited respectively. He does not hold any share in the Company. He is an independent director and is not related to any other director of the Company.

Ms. Aziza Ashraf Chitalwala (DIN 00436939)

Ms. Aziza Ashraf Chitalwala (53 years) holds a bachelor's degree in Commerce from the University of Mumbai. She is a Member of the Institute of Chartered Accountants of India. She has about 30 years' experience in handling accounts and related matter of limited companies. She has hands on experience in implementation of enterprise resource planning (ERP). She has been associated with the Company since 2015. She is also director of Zarhak Steels Private Limited. She does not hold any share in the Company. She is an independent director and is not related to any other director of the Company.

Mr. Vasudeo Srinivas Pandit (DIN 00460320)

Mr. Vasudeo Srinivas Pandit (66 years) is an Executive Director (Director-Works) of the Company.

He holds bachelors' degree in science and has nearly 40 years' experience in the plastic industry with more than 38 years in woven sacks/bags industry, in setting up and operating woven sacks manufacturing units. He has been associated with the Company since 1988 and has been the Executive Director since 1997 with the overall responsibility of the manufacturing and export activities of the packaging division. He is not a director in any other company and does not hold any share of the Company. He is a non-promoter executive director and is not related to any other director of the Company.

5. CEO/CFO:

Mr. Gaurav Jain, Managing Director is designated as Chief Executive Officer (CEO) and Mr. Pramod Kumar Jaiswal is designated as Chief Financial Officer (CFO).

The Managing Director-cum-Chief Executive Officer and the Chief Financial Officer of the Company have given annual certification on financial reporting and internal controls to the Board in terms of Regulation 17(7) read with Part B of Schedule II to the Listing Regulations. The Managing Director-cum-Chief Executive Officer and the Chief Financial Officer also give quarterly certifications in financial results while placing the financial results before the Board in terms of Regulation 33(2)(a) of the Listing Regulations.

6. Board Meetings:

The Board of Directors meets at least once in every quarter to review the performance of the Company along with the financial results. The functions of the Board are effectively and efficiently discharged by briefing each Board Members of the development that have taken place. The agenda and notes to the agenda are circulated to the directors in advance. All material information is incorporated in the agenda for facilitating meaningful and focused discussions at the meetings. In situations where it is not practicable to attach any document to the agenda, the same is tabled at the meeting; specific reference to this effect is made in the agenda. In special and exceptional circumstances, additional or supplementary items are permitted to be included in the agenda. The Board is given presentation covering finance, investments, sales, marketing and operations of the Company, before taking on record the quarterly results of the Company. The Board periodically reviews compliance reports of laws applicable to the Company, prepared by the Company as well as steps taken by the Company to rectify instances of non-compliance.

The Company Secretary records/ enters the minutes of the proceedings of each Board and Committee Meeting within 30 days from the conclusion of the meeting.

The minutes of the meetings of all committees of the Board were placed before the Board.

The minutes of Board Meetings of subsidiaries and step down subsidiaries were placed before the Board.

7. Board Committees:

Procedure at the Committee Meetings-

The procedure of the Board Meetings is applicable to the meetings of the Committees of the Board as far as practicable. The Minutes of the meetings of the Committees are placed before the Board for perusal and noting.

7.1 Audit Committee-

Pursuant to Regulation 18 of the Listing Regulations, the Audit Committee has four members out of which three are independent directors. Mr. Khurshed Minocher Doongaji, independent director, has been appointed the Chairman of the Committee. Mr. Sachindra Nath Chaturvedi, Dr. Anup P. Shah independent directors and Mr. Virendra Jain are the other members. The Managing Director-cum-Chief Executive Officer, Mr. Gaurav Jain attended all the meetings of the Audit Committee. The constitution of the Audit Committee meets with the requirements of Section 177 of the Companies Act, 2013. All the members of the Audit Committee are financially literate and possess accounting and financial management expertise.

The Chairman of the Audit Committee attended the last Annual General Meeting of the Company.

(a) Powers of Audit Committee:

The Audit Committee has the following powers –

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.

(b) Role of the Audit Committee :

The terms of reference stipulated by the Board to the Audit Committee are, contained in Regulation 18 read with Part C of Schedule II to the Listing Regulations, as follows-

1. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. Recommendation for appointment, remuneration and terms of appointment of auditors of the Company;

3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
4. Reviewing, with the management, the annual financial statements, auditor's report thereon before submission to the board for approval, with particular reference to:
 - a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section (3) section 134 of the Companies Act, 2013.
 - b. Changes, if any, in accounting policies and practices and reasons for the same
 - c. Major accounting entries involving estimates based on the exercise of judgment by management.
 - d. Significant adjustments made in the financial statements arising out of audit findings.
 - e. Compliance with listing and other legal requirements relating to financial statements.
 - f. Disclosure of any related party transactions.
 - g. Qualifications in the draft audit report;
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue and making appropriate recommendations to the Board to take up steps in this matter;
7. Review and monitor the auditor's independence and performance and effectiveness of audit process;
8. Approval or any subsequent modification of transactions of the Company with related parties;
9. Scrutiny of inter-corporate loans and investments;
10. Valuation of undertakings or assets of the Company, wherever it is necessary;
11. Evaluation of internal financial controls and risk management systems;
12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
13. Reviewing the adequacy of internal audit function, if any, including the structure of internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
14. Discussion with internal auditors of any significant findings and follow up thereon;
15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of any material nature and reporting the matter to the board;
16. Discussion with the statutory auditors before audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
17. To look into reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
18. To review the functioning of the Whistle Blower mechanism;
19. Approval of appointment of CFO (i.e. whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualification, experience and background etc. of the candidate;
20. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

(c) Review of information by Audit Committee:

The Audit Committee shall mandatorily review the following information:

1. Management discussion and analysis of financial condition and results of operations;
2. Statement of significant related party transactions (as defined by the audit committee), submitted by management;
3. Management letters / letters of internal control weaknesses issued by the statutory auditors;
4. Internal audit reports relating to internal control weaknesses; and
5. The appointment, removal and terms of remuneration of the Chief internal auditor.
6. Statement of deviations:
 - (a) Quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1)
 - (b) Annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/ notice in terms of Regulation 32(7).

(d) Meeting of the Audit Committee:

As against the minimum requirement of four meetings during a financial year, six Audit Committee Meetings were held during the financial year ended 31.03.2017, with a time gap of not more than four months between two consecutive meetings. The dates of the Audit Committee meetings were 13.05.2016, 24.05.2016, 10.06.2016, 23.08.2016, 12.12.2016, and 31.01.2017.

Representatives of the statutory auditors, internal auditor, cost auditors were invited and were either present at the Audit Committee Meeting or sought specific leave of absence.

(e) Attendance of each member at the Audit Committee meetings held during 2016-17:

Name of Director	Designation	No. of Meetings held	No. of Meetings attended
Mr. K.M. Doongaji	Chairman	6	6
Mr. S.N. Chaturvedi	Member	6	6
Dr. Anup P. Shah	Member	6	6
Mr. Virendra Jain	Member	6	6

Mr. Ananjan Datta, the Company Secretary acts as the Secretary to the Committee.

7.2 Nomination and Remuneration Committee and details of remuneration to Directors-

- (a)** Pursuant to Regulation 19 of the Listing Regulations, the Nomination and Remuneration Committee comprises of four non-executive directors, Mr. Anand Jain, Mr. Virendra Jain, Mr. K. M. Doongaji and Mr. S. H. Junnarkar. The Chairman of the Committee is Mr. K. M. Doongaji, and independent director.

The Chairman of the Nomination and Remuneration Committee attended the last Annual General Meeting of the Company.

(b) Terms of reference:

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees;
2. Formulation of criteria for evaluation of Independent Directors and the Board;
3. Devising a policy on Board diversity;
4. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal.
5. Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.

(c) Meeting of the Nomination and Remuneration Committee-

The Nomination and Remuneration Committee met one time during the financial year ended 31.03.2017. The date of the meeting was 24.05.2016.

(d) Attendance of each member at the Nomination and Remuneration Committee meetings held during 2016-17:

Name of Director	Designation	No. of Meetings held	No. of Meetings attended
Mr. K.M. Doongaji	Chairman	1	1
Mr. Anand Jain	Member	1	1
Mr. Virendra Jain	Member	1	1
Mr. S.H. Junnarkar	Member	1	1

Mr. Ananjan Datta, the Company Secretary acts as the Secretary to the Committee.

(d) Remuneration Policy:

The remuneration policy is performance driven to motivate employees commensurate with the seniority, experience and competence. The Nomination & Remuneration Policy for Directors, KMPs & Senior Management is placed on the website of the Company at <http://www.jaicorpindia.com/investor/policies.html>.

POLICY**(i) Remuneration to Directors:**

The N&RC is, inter alia, required to oversee remuneration payable to directors.

The executive directors including managing directors are paid remuneration by way of salary, perquisites, contribution to provident fund, superannuation fund, gratuity, encashment of leave etc. as per the terms of agreement entered into with them and approved by the shareholders pursuant to the requirements of the Act.

Non-executive directors are paid a sitting fee for attending each Board and/or Committee meetings except for those committees where no sitting fee is payable to attend the meetings. Such fee shall be fixed by the Board of Directors on receiving recommendation in that respect from the N&RC. Shareholder's approval will be taken where the same is mandated by the

provisions of the Act and/ or the Listing Agreement.

No commission is presently payable to the directors and the Company has presently not granted any stock option to its directors. The independent directors are not entitled to stock options as mandated by law.

(ii) Re-imbusement of expenses of non-executive directors:

The Company recognizes that non-executive directors, particularly non-executive promoter directors, also play a vital role in the business of the Company. The non-executive promoter directors contribute their time, energy, and expertise in helping the Company garner business and run its operations successfully, thereby ultimately resulting in value addition to the Company.

It is fair that the expenses incurred by directors exclusively for the purposes of the Company be borne by the Company or be reimbursed to them. Payment may be made on their behalf either by the Company or be paid by them directly. Where the concerned director seeks to claim reimbursement, he/she is required to submit a claim along with relevant particulars in supporting of the expenses incurred.

The following is an illustrative list of expenses incurred, whether in India or abroad, in any currency that may be reimbursed by the Company-

1. Air/Train fare;
2. Hotel accommodation;
3. Meals for self and guests, where the concerned director is entertaining guests for business purposes of the Company;
4. Car rental;
5. Use of personal vehicle for official purpose.

(iii) Availing of outside professional advice:

The Board and its Committees shall have the authority to obtain legal and other professional advice from external sources to assist in their decision making process. These professional advisors shall report directly to the

Board or to the concerned Committee as the case may be. The fee and other related expenses of any such advisors shall be borne by the Company.

(iv) Appointment and remuneration to Key Managerial Personnel and Senior Management:

It shall be the endeavor of the N&RC to identify suitable candidates to be appointed as Key Managerial Personnel (KMP) and in the position of senior management of the Company.

To be eligible for appointed as a KMP or in the rank of senior management, a person should possess adequate qualification commensurate with the designation and where required specific professional qualification depending upon the requirement of the post.

The compensation package will be commensurate with the seniority, experience and competence of the person and his/ her designation. While finalizing the remuneration, the N&RC shall take note of industry norms.

Annual increment shall be determined based upon individual performance relatable to the performance benchmarks as decided from time to time. The N&RC will be guided by recommendations of the management but not bound to follow the same. It may, at its own discretion and for sufficient reasons, deviate from the recommendations of the management as it may deem fit.

The overall endeavor shall be to attract and retain talent in the Company.

The N&RC shall, from time to time, identify the Company personnel in its core management team who are to be included within the ambit of the expression senior management.

(v) General:

The compensation package to directors, KMPs and senior management will generally be determined having regard to long term and short term performance objectives appropriate to the working of the Company, the Company's goals and will, accordingly, be a balanced combination of fixed salary, perquisites, incentive bonus and/or commission.

(e) Details of remuneration:

Presently, there is one Managing Director and one Whole-time Director. The remuneration paid to them is subject to the limits laid down under Sections 196, 197 read with Schedule V to the Companies Act, 2013. The remuneration consists of salary, contribution to provident fund, gratuity, perquisites and allowances in accordance with respective service contracts and rules of the Company, applicable from time to time.

The Managing Director and the Whole-time Director are not paid any sitting fee for attending the Board/ Committee meetings. The non-executive directors are paid sitting fees @ ₹ 10,000/- per Board Meeting and @ ₹ 7,500/- per Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee meetings and out-of-pocket expenses to attend these meetings, if any.

(a) The terms of appointment of the Executive Directors are as under-

Name of the Director, Designation	Salary	Commission	Perquisites & Allowance*	Service Contract	
				Tenure	Notice Period
Mr. Gaurav Jain, Managing Director/ Chief Executive Officer	₹2,00,000/- per month	Not exceeding the limits laid down in Section 309(3) of the Companies Act, 1956.	Upto ₹ 2,00,000/- per month, subject to overall ceiling of remuneration as stipulated under the Companies Act, 1956.	04.06.2013 to 03.06.2018	3 months
Mr. Vasudeo Pandit, Director-Works	Not exceeding ₹4,00,000/- per month	Not exceeding the limits laid down in Section 197 of the Companies Act, 2013.	Upto ₹ 2,00,000/- per month, subject to overall ceiling of remuneration as stipulated under the Companies Act, 2013.	01.04.2015 to 31.03.2018	3 months

*Perquisites and Allowances include accommodation (furnished or otherwise) or house rent allowance in lieu thereof, house maintenance allowance together with re-imbursalment of expenses or allowances for the utilization of gas, electricity, water, furnishing and repairs, medical expenses/ re-imbursalment for self and his family including dependents, leave travel concession for self and his family including dependents, club fees, medical insurance and such other perquisites and allowances as agreed/ authorized by the Board.

There is no separate provision for payment of severance fee.

(b) The details of remuneration paid to the Directors (including perquisites and allowances) for the year ended 31.03.2017 are a under:

Name of Director	Sitting Fees* (₹)	Salary (₹)	Perquisites (₹)	Total (₹)
Mr. Anand Jain	47,500	Nil	Nil	47,500
Mr. Virendra Jain	1,15,000	Nil	Nil	1,15,000
Mr. Khurshed M. Doongaji	1,32,500	Nil	Nil	1,32,500
Mr. Sandeep H. Junnarkar	47,500	Nil	Nil	47,500
Mr. Sachin N. Chaturvedi	1,25,000	Nil	Nil	1,25,000
Mr. Anup P. Shah	95,000	Nil	Nil	95,000
Mr. Aziza A. Chitalwala	40,000	Nil	Nil	40,000
Mr. Gaurav Jain **	Nil	Nil	Nil	Nil
Mr. Vasudeo S. Pandit	Nil	36,94,571	Nil	36,94,571

* excluding service tax

** Has voluntarily stopped accepting any remuneration w.e.f. 01.11.2015

7.3 Stakeholders Relationship Committee:

Pursuant to Regulation 20 of the Listing Regulations, the Stakeholders Relationship Committee was formed to specifically look into the redressal of grievances of shareholders, debenture holders and other security holders. Non-executive director, Mr. Khurshed Minocher Doongaji has been appointed the Chairman of the Committee. Mr. Sachin Nath Chaturvedi, Mr. Virendra Jain and Mr. Gaurav Jain are the other members.

The Chairman of the Stakeholders Relationship Committee attended the last Annual General Meeting of the Company.

The Stakeholders Relationship Committee meet at least once in every quarter to resolve the grievances of the security holders of the Company including complaints related to transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends etc.

(a) Meeting of the Stakeholders Relationship Committee-

The Stakeholders Relationship Committee met four times during the financial year ended 31.03.2017. The dates of the meeting were 24.05.2016, 23.08.2016, 12.12.2016 and 31.01.2017.

(b) Attendance of each member at the Stakeholders Relationship Committee meetings held during 2016-17:

Name of Director	Designation	No. of Meetings held	No. of Meetings attended
Mr. K.M. Doongaji	Chairman	4	4
Mr. S.N. Chaturvedi	Member	4	4
Mr. Virendra Jain	Member	4	4
Mr. Gaurav Jain	Member	4	4

Mr. Ananjan Datta, the Company Secretary acts as the Secretary to the Committee and is also the compliance officer.

(c) Investor Complaints Redressal:

0 investor complaint was unresolved at the beginning of the year, 104 investor complaints were received during the financial year ended 31.03.2017 out of which 104 complaints were resolved. As on 31.03.2017, nil complaint was unresolved.

7.4 Share Transfer Committee:

Pursuant to Regulation 40(2) of the Listing Regulations, the Board has delegated *inter alia* the powers to deal with transfer, transmission of shares held in physical form to the Share Transfer Committee. Mr. Virendra Jain, is the Chairman, Mr. Gaurav Jain and Mr. V.S. Pandit are the other members of the Committee.

(a) Meeting of the Share Transfer Committee-

The Share Transfer Committee met 4 times during the financial year ended 31.03.2017

(b) Attendance of each member at the Share Transfer Committee meetings held during 2016-17:

Name of Director	Designation	No. of Meetings held	No. of Meetings attended
Mr. Virendra Jain	Chairman	4	4
Mr. Gaurav Jain	Member	4	4
Mr. V.S. Pandit	Member	4	3

Mr. Ananjan Datta, the Company Secretary acts as the Secretary to the Committee.

7.5 Risk Management Committee:

The Board has constituted the Risk Management Committee though not mandated to do so under Regulation 21(5) of the Listing Regulations and delegated the monitoring and reviewing of the risk management plan. Mr. Virendra Jain, is the Chairman, Mr. Gaurav Jain and Mr. V.S. Pandit are the other members of the Committee.

(a) Meeting of the Risk Management Committee-

The Risk Management Committee met 1 time during the financial year ended 31.03.2017.

(b) Attendance of each member at the Risk Management Committee meetings held during 2016-17:

Name of Director	Designation	No. of Meetings held	No. of Meetings attended
Mr. Virendra Jain	Chairman	1	1
Mr. Gaurav Jain	Member	1	1
Mr. V.S. Pandit	Member	1	1

Mr. Ananjan Datta, the Company Secretary acts as the Secretary to the Committee

8. Prevention of Insider Trading:

The Code of Conduct for Prevention of Insider Trading was approved by the Board at its meeting held on 29.05.2009. Pursuant to this Code, all directors, officers and designated employees have furnished quarterly/ annual statements of their shareholdings in the Company.

9. Code of Conduct and Business Ethics for Directors and Senior Management:

The revised Code of Conduct and Business Ethics for Directors and Senior Management was approved by the Board at its meeting held on 04.11.2014. The Code lays down the standards of business conduct, ethics and governance. The Code was circulated and is posted in the website of the Company. All directors, senior management and designated employees have affirmed their compliance to the Code annually.

10. Compliance officer:

Mr. Ananjan Datta, the Company Secretary, is the Compliance Officer for complying with SEBI Regulations and requirements under the Listing Agreement/ Listing Regulations.

11. Subsidiary monitoring framework:

All subsidiaries of the Company are Board managed with their respective Boards having rights and obligations to manage such companies in the best interest of their respective stakeholders. As the majority shareholder, the Company has placed two of its independent directors on the Board of a subsidiary company where it has made substantial investments. It monitors the performance of all subsidiary companies *inter alia* by the following means-

- Financial statements, in particular the investments made by the unlisted subsidiary companies are reviewed and noted by the Audit Committee of the Company.
- All minutes of the meetings of the unlisted subsidiary companies are placed before the Company's Board.
- A statement containing all significant transactions and arrangements entered into by the unlisted subsidiary company is placed before the Board.

The Company has formulated a policy for determining 'material' subsidiaries and it has been uploaded on the website of the Company.

12. General body meetings:

- (i) (a) Location and time of **last three Annual General Meetings** of the Company and the special resolutions passed in these meetings-

Year	Date	Day	Time	Location	Special Resolution Passed
2014	19.09.2014	Friday	11:00 am	Registered Office, A-3, M.I.D.C. Industrial Area, Nanded – 431 603, Maharashtra	None.
2015	23.09.2015	Wednesday	-do-	-do-	Approval for roll over of preference shares.
2016	21.09.2016	Wednesday	-do-	-do-	None.

- (b) Location and time of **Extra-ordinary General Meetings** of the Company held during the last three financial years and the special resolutions passed in these meetings-

No Extra-ordinary General Meeting was held in the last three financial years.

- (d) Details of **postal ballots** held during the last three financial years and the special resolutions passed in these meetings-

No postal ballot was held in the last three financial years.

(ii) Details of special resolutions passed last year through postal ballot-

No resolution was passed through postal ballot last year.

(iii) Persons who conducted the postal ballot exercise-

Not Applicable.

(iv) Special resolution proposed to be passed through postal ballot-

None of the businesses proposed to be transacted at the ensuing Annual General Meeting require passing of special resolution by postal ballot.

(v) Procedure of postal ballot-

Not Applicable.

13. Disclosures:**(i) Disclosures on materially significant related party transactions that may have potential conflict with the interests of company at large-**

None of the transactions with any of the related parties were in conflict with the interests of the Company at large. The Company has formulated a policy on determining materiality of and dealing with related party transactions and posted the same on the website of the Company.

Material related party transactions with a wholly-owned subsidiary Assurene Products Corporation whose accounts will be consolidated and placed before the shareholders for approval. Hence provisions of sub-regulations 2, 3 and 4 of Regulation 16 of Listing Regulations are not applicable. All transactions are in ordinary course of business and on an arm's length basis.

Further in compliance to the Indian Accounting Standard (IndAS-24), a detailed disclosure of transactions with related parties has been made in Note 40 of the standalone financial statements.

(ii) Disclosure of Accounting Treatment

Pursuant to Notification dated 16.02.2015 by the Ministry of Corporate Affairs (Indian Accounting Standards (Ind AS) became applicable to certain classes of companies from 01.04.2016 with a transition date of 01.04.2015. Ind AS replaced the generally accepted accounting principles (Indian GAAP) prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

- (iii) **Details of non-compliance by the company, penalties, strictures imposed on the company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years-**

There was no non-compliance on any matter related to capital markets during the last three years.

- (iv) **Whistle Blower policy and affirmation that no personnel has been denied access to the audit committee-**

The Vigil Mechanism & Whistle Blower Policy is posted on the website of the Company. No personnel were denied access to the Audit Committee.

- (v) **Details of compliance with mandatory requirements and adoption of the non-mandatory requirements of this clause-**

All mandatory provisions have been complied with.

- (vi) **Management Discussion & Analysis Report, 2017 -**

The Management Discussion & Analysis Report is a part of the Directors' Report for the year ended 31.03.2017.

14. **Secretarial Audit:**

In compliance to SEBI Regulations and Listing Agreement with the Stock Exchanges, the Company subjects itself to secretarial audits as per the frequencies mandated. The Company confirms that there exists no discrepancy with regard to its issued equity share capital, listed equity share capital, equity share capital held in de-materialised form and equity share capital held in physical form. Practicing Company Secretary, Messrs SavitaJyoti Associates conducted the secretarial audits.

In compliance with Section 204 of the Companies Act, 2013 Secretarial Audit Report prepared Pursuant to Rule 9 of the Companies (Appointment & Remuneration of Management personnel) Rules, 2014 forms part of the Directors' Report.

15. **Means of Communication:**

Quarterly Results- The quarterly and annual financial results are published in newspapers, displayed on the Company's website www.jaicorpindia.com and are available on the portals of BSE and NSE.

- (i) **Newspapers wherein results normally published –** The financial results are normally published in 'The Free Press Journal' and 'Navshakti'.

Website where displayed- The financial results, quarterly corporate governance reports, quarterly shareholding pattern, announcements to shareholders, loss of share certificates etc. are displayed on the Company's website www.jaicorpindia.com.

Display official news releases, presentation etc.- All news release such as notice of meetings, outcome of board/general meetings, clarifications issued to the Stock Exchanges etc. are displayed on the website of the Company, www.jaicorpindia.com. The website contains a separate dedicated section 'Investor Relations' where information of interest to the investors is available.

- (ii) **Other means of communication:**

- (a) **Annual Report-**

Annual Report containing, *inter alia*, audited accounts, consolidated financial statements, Directors' Report, independent Auditors' Report, Corporate Governance Report, notice of Annual General Meeting, and other important and relevant information are circulated to the members and others entitled to receive it. The Management Discussion and Analysis (MD&A) Report forms part of the Annual Report. Annual Reports are available in the website of the Company.

- (b) **Reminder to investors –**

Reminder to the investors to cash unclaimed dividend, to make nomination etc. are included in the notice to the Annual General Meeting.

- (c) **Designated exclusive e-mail address-**

The Company has designated the following e-mail address exclusively for investor servicing: cs2@jaicorpindia.com.

16. **General Shareholder Information:**

- (i) **32nd Annual General Meeting: Date, Time and Venue –**

Tuesday, the 12th day of September, 2017 at 11:00 a.m. at the Registered Office of the Company at A-3, M.I.D.C. Industrial Area, Nanded – 431 603, Maharashtra.

(ii) **Financial Year** : 01-04-2017 to 31-03-2018.

(iii) **Financial Calendar (Tentative)**

- Results for the quarter ended June, 2016 : 2nd week of August, 2017
- Results for the quarter ended September, 2016 : 2nd week of November, 2017
- Results for the quarter ended December, 2016 : 2nd week of February, 2018
- Results for the quarter ended March, 2017 : 2nd week of May, 2018
- 32nd Annual General Meeting : 3rd week of September, 2018

(iv) **Dates of Book Closure** : 06-09-2017 to 12-09-2017

(both days inclusive)

(v) **Dividend Payment Date** : on or after 13-09-2017

(vi) **Listing on Stock Exchanges** :

The Company's shares are listed on the following Stock Exchanges:

- a) **BSE Limited (BSE)** at 'Phiroze Jeejeebhoy Towers', Dalal Street, Mumbai – 400 001.
- b) **National Stock Exchange of India Limited (NSE)** at 'Exchange Plaza', Plot No. C/1, 'G' Block, Bandra- Kurla Complex, Bandra (East), Mumbai – 400 051.

Annual Listing fee have been paid to both these Stock Exchanges for the financial years 2016-17 and 2017-18.

(vii) **De-materialisation of shares:**

The equity shares of the Company are traded in compulsory de-materialisation list with effect from 09.03.2001. The Company has entered into agreements with both the depositories enabling the investors to hold shares of the Company in electronic form through the depository of their choice -

- a) **National Securities Depository Limited (NSDL)** at 'Trade World', A Wing, 4th & 5th Floors, Kamala Mills Compound, Lower Parel (West), Mumbai – 400013.
- b) **Central Depository Services (India) Limited (CDSL)** at 17th Floor, 'Phiroze Jeejeebhoy Towers', Dalal Street, Mumbai – 400 001.

(viii) **Stock Codes** :

- a) **BSE** : 512237
- b) **NSE** : JAICORPLTD
- c) **Demat ISIN for NSDL and CDSL** : INE070D01027

(ix) **Registration Details with the Registrar of Companies** :

The Company is registered in the State of Maharashtra, India. It falls under the jurisdiction of the Registrar of Companies Maharashtra, Mumbai at 'Everest Building', #100, Marine Drive, Mumbai – 400 002.

The Corporate Identity Number (CIN) allotted to the Company by the Ministry of Corporate Affairs (MCA) – L17120MH1985PLC036500.

(x) **Registrar & Share Transfer Agents:**

Karvy Computershare Private Limited is the Registrar & Share Transfer Agent of the Company. Contact details of Karvy Computershare Private Limited:

- a) Postal : Unit - Jai Corp Limited, Karvy Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad – 500 032.
- b) Telephone : (91-40) 67162222/ 1800-345-4001.
- c) Fax : (91-40) 230 01153.
- d) E-mail : einward.ris@karvy.com

(xi) **Address for correspondence:**

Investors' correspondence should be addressed to the Registrar & Share Transfer Agent of the Company as per details furnished at '(x)' above.

The investors can also contact the Company through the designated e-mail address – cs2@jaicorpindia.com.

(xii) **Website of the Company:**

Investors can visit the website of the Company at www.jaicorpindia.com for information.

(xiii) **Share Transfer System:**

a) **Shares held in physical form-**

Transfers of shares held in physical form are processed and share certificates returned within a period of 10-15 days from the date of receipt, subject to the documents being valid and complete in

all respects. The Board has delegated the authority for approving transfer, transmission etc. of the Company's shares to Share Transfer Committee. A summary of transfer, transmission etc. of shares of the Company so approved by the Committee is placed at every Board meeting. The Company obtains from a Company Secretary in Practice half-yearly certificate of compliance with the share transfer formalities as required under Clause 47 (c) of the Listing Agreement with Stock Exchanges and files a copy of the certificate with the Stock Exchanges.

b) Shares held in de-materialised form-

For transfer/ transmission of shares held in de-materialised form a shareholder has to approach his/her Depository Participant and lodge/follow the prescribed instruction slip/ the process required by the Depository Participant.

(xiv) Dematerialization of equity shares and liquidity :

a) As at 31.03.2017, 17,74,16,920 equity shares were de-materialised representing 99.42% of the total paid-up/ listed equity share capital.

b) Details of de-materialised and physical equity shares as on 31.03.2017-

Sr. No.	Particulars	No. of Equity shareholders	No. of Equity Shares	Percentage of Equity Shares
1	CDSL	29,841	1,26,14,930	7.07
2	NSDL	44,409	16,48,01,990	92.35
	Total Dematerialised Holding	74,250	17,74,16,920	99.42
3	Physical	986	10,32,490	0.58
	Total	75,236	17,84,49,410*	100.00

*paid-up/ listed share capital. Does not include 44,600 shares forfeited but not re-issued.

c) Liquidity of equity shares –

The number of equity shares of the Company that were traded in BSE and NSE during 01.04.2016 to 31.03.2017 and the value thereof are given below:

Particulars	BSE	NSE	Total
Shares (nos.)	7,29,39,354	25,10,70,527	32,40,09,881
Value (in ₹ Lakh)	53,009.50	1,84,364.05	2,37,373.55

(xv) Distribution of shareholding:

a) The equity shareholding pattern as at 31.03.2017 is as follows-

Sr. No.	Particulars	No. of Equity shareholders	No. of Equity Shares	Percentage of Equity Shares
1	Promoters, Non-promoter Directors and their relatives	18	13,02,82,800	73.01
2	Mutual Funds	12	2,83,980	0.16
3	Domestic Financial Institutions & Banks	9	31,77,104	1.78
4	Domestic Bodies Corporate	992	66,83,011	3.74
5	NRIs/ Foreign Nationals/ FIIs/ Foreign Bodies Corporate	531	90,65,755	5.08
6	Resident Individuals/ HUF	73,505	2,82,62,177	15.84
7	Trusts	4	2,300	0.00
8	NBFC	9	2,85,528	0.16
9	Clearing Members	155	3,22,145	0.18
10	Unclaimed Suspense Account	1	84,610	0.05
	Total	75,236	17,84,49,410*	100.00

*paid-up/ listed share capital. Does not include 44,600 shares forfeited but not re-issued.

b) Distribution of equity shareholding as at 31.03.2017 is as follows-

Sr. No.	Particulars	No. of Equity shareholders	No. of Equity Shares	Percentage of Equity Shareholders
1	1-5,000	74,340	1,92,62,268	98.81
2	5,001-10,000	458	33,34,623	0.61
3	10,001-20,000	251	35,87,537	0.33
4	20,001-30,000	72	18,12,204	0.10
5	30,001-40,000	31	10,95,307	0.04
6	40,001-50,000	15	6,77,708	0.02
7	50,001-1,00,000	29	20,13,269	0.04
8	1,00,001 and above	40	14,66,66,494	0.05
	Total	75,236	17,84,49,410*	100.00

*paid-up/ listed share capital. Does not include 44,600 shares forfeited but not re-issued.

(xvi) Performance in comparison of broad based indices of BSE and NSE:

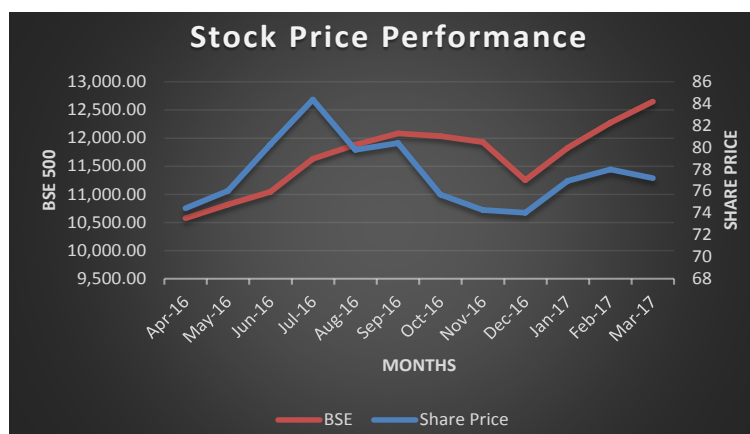
a) Market price data (high and low) during each month of the last financial year on BSE and NSE is given below-

Month	BSE		NSE	
	High (in ₹)	Low (in ₹)	High (in ₹)	Low (in ₹)
April, 2016	74.45	66.85	74.45	66.70
May, 2016	76.05	66.05	76.00	65.95
June, 2016	80.30	66.75	80.40	66.80
July, 2016	84.40	75.55	84.40	75.55
August, 2016	79.80	71.00	79.80	70.80
September, 2016	80.40	65.55	80.35	65.00
October, 2016	75.70	69.30	75.40	69.20
November, 2016	74.30	52.30	74.20	52.30
December, 2016	74.05	65.10	74.00	65.00
January, 2017	76.95	69.05	76.80	69.00
February, 2017	78.00	68.20	78.35	68.05
March, 2017	77.20	71.50	77.20	71.45

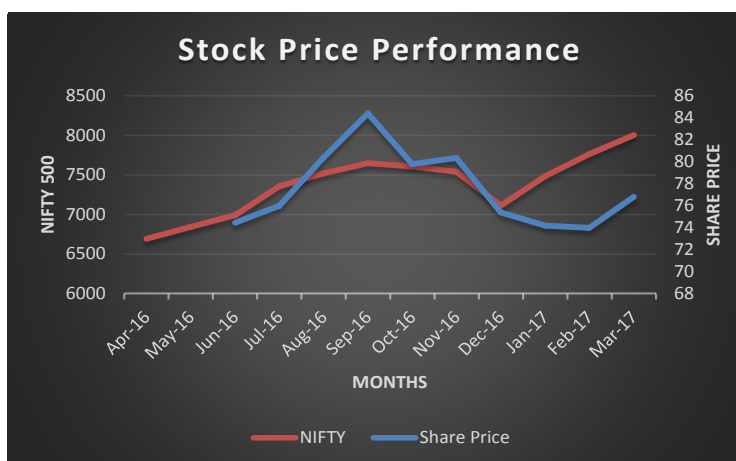
(xvii) Performance in comparison to BSE and NSE indices-

The Company's shares form a part of the BSE 500 index of BSE and S & P CNX 500 index of NSE. The performance of the shares of the Company vis-à-vis these two indices are given below:

a) Company's shares vis-à-vis BSE 500



b) Company's shares vis-à-vis NIFTY 500



(xviii) Outstanding GDRs/ ADRs/ Warrants or any convertible instruments, conversion date and likely impact on equity share capital:

Not applicable as the Company has not issued any such instrument.

(xix) Plant Locations:

The Company's plants vis-à-vis their locations are given division-wise below-

Sr. No.	Division	Location
1	Steel	Nanded, Maharashtra
2	Plastic Processing	Khadoli, Silvassa (Dadra & Nagar Haveli- UT), Dabhel, Daman (Daman & Diu-UT) – 2 units.
3	Plastic Processing and Master Batch	Dabhel, Daman (Daman & Diu-UT)
4	Plastic Processing and PSF	Athal, Silvassa, (Dadra & Nagar Haveli- UT)
5	Textile-Twisting	Masat, Silvassa, (Dadra & Nagar Haveli- UT)
6	Textile-Dyeing	Sarigam, Valsad, Gujarat
7	Textile-Spinning	Vasona, Silvassa, (Dadra & Nagar Haveli- UT)

(xx) Build-up of equity share capital:

Sr. No.	Particulars	Year of Event	No. of Equity Shares
1	Subscribers to the Memorandum	1985	70
2	Further Issue	-do-	1,99,930
3	Public Issue	-do-	3,00,000
4	Rights Issue	1987	3,00,000
5	Bonus Issue	1994	24,00,000
6	Public Issue	1994	11,00,000
7	Amalgamation of Sipta Coated Steels Limited and Comet Steels Limited with the Company.	1996	49,63,522
8	Cancellation of shares under the Scheme of Arrangement	2002	6,32,122
9	Share Split (1:10)	2007	8,63,14,000
10	Bonus shares (1:1 excluding shares forfeited but not cancelled or re-issued)	-do-	8,62,69,400
11	Preferential Offer	-do-	59,10,610

(xxi) Transfer of Unclaimed and Unpaid Dividend Amount to Investor Education & Protection Fund:

During the year under review, ₹ 3,41,217/- amount was credited to the Investor Education and Protection Fund (IEPF) pursuant to Section 124 of the Companies Act, 2013 and the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016.

(xxii) Equity Shares in the Suspense Account:

In terms of Regulation 39 read with Schedule V to the Listing Regulations, details in respect of equity shares lying in the suspense accounts which were issued in demat form and physical form, respectively:

Particulars	Demat		Physical	
	Number of Shareholders	Number of equity shares	Number of Shareholders	Number of equity shares
Aggregate Number of shareholders and the outstanding shares in the suspense account lying as on 01.04.2016.	123	84,710	-	-
Number of shareholders who approached the Company for transfer of shares and shares transferred from suspense account during the year.	1	100	-	-
Number of shareholders and aggregate number of shares transferred to the Unclaimed Suspense Account during the year.	-	-	-	-
Aggregate Number of shareholders and the outstanding shares in the suspense account lying as on March 31, 2017	122	84,610	-	-

The voting rights on the shares in the suspense account shall remain frozen till the rightful owners claim the shares.

(xxiii) Non-Mandatory Requirements:**(a) Audit Qualifications**

There was no qualification in the standalone Audit Report for the year ended March 31st, 2017.

(b) Separate posts of Chairman and CEO

The Company has separate persons as the Chairman and the Chief Executive Officer.

(c) Reporting of Internal Auditor

The Internal Auditor reports directly to the Audit Committee.

(xxiv) Compliance with corporate governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of Listing Regulations:

Particulars	Regulation Number	Compliance Status
Board composition	17(1)	Yes
Meeting of Board of directors	17(2)	Yes
Review of Compliance Reports	17(3)	Yes
Plans for orderly succession for appointments	17(4)	Yes
Code of Conduct	17(5)	Yes
Fees/ compensation	17(6)	Yes
Minimum Information	17(7)	Yes
Compliance Certificate	17(8)	Yes
Risk Assessment & Management	17(9)	Yes
Performance Evaluation of Independent Directors	17(10)	Yes
Composition of Audit Committee	18(1)	Yes
Meeting of Audit Committee	18(2)	Yes
Composition of Nomination & Remuneration Committee	19(1) & (2)	Yes
Composition of Stakeholder Relationship Committee	20(1) & (2)	Yes
Composition and role of Risk Management Committee	21(1), (2), (3), (4)	NA

Particulars	Regulation Number	Compliance Status
Vigil Mechanism	22	Yes
Policy for related party transaction	23(1),(5),(6), (7) & (8)	Yes
Prior or omnibus approval of Audit Committee for all related party transactions	23(2), (3)	Yes
Approval for material related party transactions	23(4)	NA
Composition of Board of Directors of unlisted material subsidiary	24(1)	NA
Other Corporate Governance requirements with respect to subsidiary of listed entity	24(2), (3), (4), (5) & (6)	NA
Maximum directorship & tenure	25(1) & (2)	Yes
Meeting of independent directors	25(3) & (4)	Yes
Familiarization of independent directors	25(7)	Yes
Membership in Committees	26(1)	Yes
Affirmation with compliance to code of conduct from members of Board of Directors and Senior Management	26(3)	Yes
Disclosure of shareholding by Non-Executive Directors	26(4)	Yes
Policy with respect to obligations of directors and senior management	26(2) & 26(5)	Yes
Terms and conditions of appointment of independent directors	46(2)(b)	Yes
Composition of various committees of board of directors	46(2)(c)	Yes
Code of conduct of board of directors and senior management personnel	46(2)(d)	Yes
Details of establishment of vigil mechanism/ Whistle Blower Policy	46(2)(e)	Yes
Criteria for making payments to non-executive directors	46(2)(f)	Yes
Policy for dealing with related party transactions	46(2)(g)	Yes
Policy for determining 'material' subsidiaries	46(2)(h)	Yes
Details of familiarization programmes imparted to independent directors	46(2)(i)	Yes

DECLARATION OF CODE OF CONDUCT

Pursuant to the provisions of Clause D of Schedule V to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, it is hereby declared that the members of the board of directors and senior management personnel have affirmed compliance with the Code of Conduct of board of directors and senior management of the Company.

Gaurav Jain
Managing Director and Chief Executive Officer
DIN 00077770

Place: Mumbai,
Date: 30th May, 2017

CERTIFICATE OF CORPORATE GOVERNANCE

As required under Regulation 17(8) read with Part B of Schedule II to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 we confirm as under:

- A. We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:
- (1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (2) these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the listed entity during the year which are fraudulent, illegal or violative of the listed entity's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of internal control systems of the listed entity pertaining to financial reporting and they have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps they have taken or propose to take to rectify these deficiencies.
- D. We have indicated to the auditors and the Audit committee
- (1) significant changes in internal control over financial reporting during the year;
 - (2) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (3) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

(Gaurav Jain)
Managing Director / Chief Financial Officer

(Prmod Kumar Jaiswal)
Chief Executive Officer

Place: Mumbai,
Dated: 30-05-2017

AUDITOR'S CERTIFICATE OF CORPORATE GOVERNANCE

To,

The Members,

Jai Corp Limited,

We have examined the compliance of conditions of Corporate Governance by **Jai Corp Limited** ('the Company'), for the year ended 31st March 2017, as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

MANAGEMENTS' RESPONSIBILITY

The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in Listing Regulations.

AUDITOR'S RESPONSIBILITY

Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

OPINION

Based on our examination of the relevant records and according to the information and explanations provided to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the Listing Regulations during the year ended 31st March, 2017.

We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For CHATURVEDI & SHAH
Chartered Accountants
Firm Registration No: 101720W

R. Koria
Partner
Membership No. 35629

Place: Mumbai
Date: 30th May, 2017

INDEPENDENT AUDITOR'S REPORT

To the Members of
Jai Corp Limited

Report on the Standalone Ind AS Financial Statements

We have audited the accompanying Standalone Ind AS Financial Statements of **JAI CORP LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Ind AS Financial Statements that give a true and fair view of state of affairs (financial position), profit (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with relevant rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these Standalone Ind AS Financial Statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the rules made there under.

We conducted our audit of the Standalone Ind AS Financial Statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain

reasonable assurance about whether the Standalone Ind AS Financial Statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Ind AS Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2017, and its profit including total comprehensive income, its cash flows and the statement of changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under

section 133 of the Act read with relevant rules issued thereunder.

- e) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164(2) of the Act;
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure A**”;
 - g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (a) The Company has disclosed the impact of pending litigations on its financial position in its Standalone Ind AS Financial Statements as referred to in Note no. 41 to the financial statements.
 - (b) The Company does not have long term contracts including derivative contracts for which there were any material foreseeable losses
 - (c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - (d) The Company has provided requisite disclosures in the Standalone Ind AS financial statements as regards to its holdings and dealings in Specified Bank Notes as defined in the Notification S.O. 3407 (E) dated 8th November, 2016 of the Ministry of Finance, during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedure performed and representations provided to us by the management, we report that the disclosures are in accordance with the books of account maintained by the Company and as produced to us by the management.
2. As required by the Companies (Auditor’s Report) Order, 2016 (“the Order”) issued by the Central Government of India, in terms of sub-section (11) of Section 143 of the Act, we give in “**Annexure B**” hereto, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No: 101720W

R. Koria
Partner
Membership No. 035629

Place: Mumbai
Date: 30th May, 2017

“ANNEXURE A” TO INDEPENDENT AUDITORS’ REPORT

(Referred to in paragraph 1 (f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date to the members of Jai Corp Limited on the Standalone Ind AS financial statements for the year ended 31st March, 2017)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of **Jai Corp Limited (“the Company”)** as of 31st March, 2017 in conjunction with our audit of the Standalone Ind AS financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company’s assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2017 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For Chaturvedi & Shah

Chartered Accountants
Firm Registration No: 101720W

R. Koria

Partner
Membership No. 035629

Place: Mumbai
Date: 30th May, 2017

“ANNEXURE B” TO INDEPENDENT AUDITORS’ REPORT

(Referred to in paragraph 2 under the heading “Report on Other Legal and Regulatory Requirements” of our report of even date to the members of Jai Corp Limited on the Standalone Ind AS financial statements for the year ended 31st March, 2017)

- i. In respect of its fixed assets:
- The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
 - As explained to us, the Company has physically verified fixed assets, in accordance with a phased program of verification, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such physical verification as compared with the available records.
 - As per the information and explanation provided to us and the records examined by us and based on the examination of the registered sale deed/ conveyance deed, we report that, the title deeds, comprising all the immovable properties of, land and building which are freehold, are held in the name of the Company as at the balance sheet date and which are leasehold, the lease agreements are in the name of the Company, where the Company is the lessee in the agreement, except the following:-

Particulars	Actual Cost as at 31 st March 2017 (Rs. In lacs)	Net Block as at 31 st March 2017 (Rs. In lacs)	Remarks
Freehold/Leasehold land (No of Lands: 7)	44.86	41.79	The title deeds are in the names of erstwhile Companies that merged with the Company under Section 391 to 394 of the Companies Act, 1956 pursuant to Schemes of Amalgamation and Arrangement as approved by the Honorable High Court.
Buildings (No of Buildings: 7)	8.85	5.27	

- ii. In respect of its inventories:
- As explained to us, inventories except goods in transit have been physically verified during the year by the management. In our opinion the frequency of verification is reasonable. Discrepancies noticed on physical verification of the inventories between the physical inventories and book records were not material, having regard to the size of the operations of the Company, and the same have been properly dealt with.
- iii. In respect of loans, secured or unsecured, granted by the Company to companies, firms, Limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. According to the information and explanation given to us:
- In our opinion and according to the information given to us, the terms and conditions of the loans given by the Company are prima facie, not prejudicial to the interest of the Company.
 - The schedule of repayment of principal and payment of interest has been stipulated and repayments of principal amounts and /or receipts of interest have been regular as per stipulations.
 - There are no overdue amounts as at the year-end in respect of both principal and interest.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of sections 185 & 186 of the Act as applicable, in respect of grant of loans and making investments.
- v. According to the information and explanations given to us, the Company has not accepted any deposit from the public. Therefore, the provisions of clause (v) of paragraph 3 of the Order are not applicable to the Company.
- vi. We have broadly reviewed the cost records maintained by the Company pursuant to Companies (Cost Records & Audit) Rules 2014 prescribed by Central Government under section 148 (1) (d) of the Act as applicable and are of the opinion that prima-facie, the prescribed accounts and records have been made and maintained. We have not, however made a detailed examination of the records with a view to determine whether they are accurate and complete.
- vii. According to the information and explanations given to us, in respect of statutory dues:
- The Company has been generally regular in depositing undisputed statutory dues, including provident fund, employees’ state insurance, income tax, sales-tax, service tax, duty of customs, duty of excise,

value added tax, cess and any other statutory dues to the appropriate authorities as applicable during the year. According to the information and explanations given to us, no undisputed amounts payable in respect of such statutory dues were outstanding as at 31st March, 2017 for a period of more than six months from the date they became payable

- b. Details of dues of Income tax and sales tax / Value added tax aggregating to Rs. 1627.40 Lacs that have not been deposited on account of disputed matters pending before appropriate authorities are as under:

Name of the Statute	Nature of the Dues	Amount (Rs. in Lacs)*	Period to which the amount relates	Forum where dispute is pending
Income-tax Act, 1961	Income Tax	170.45	AY 2003-04 to AY 2006-07	Commissioner of Income Tax (Appeal)
		1427.24	AY 2008-09, AY 2009-10, AY 2011-12 and AY 2013-14	Commissioner of Income Tax (Appeal)
Central Excise Act, 1944	Excise Duty	3.43	2004-05	Commissioner (Appeal)
Bombay Sales Tax Act	Sales Tax	26.28	2000-01 & 2002-03	Maharashtra Sales Tax Tribunal
Total		1627.40		

(*) Net of amount deposited under protest

- viii. Based on our audit procedures and according to the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to banks. During the year, the Company did not have any loans from financial institutions or by way of debentures.
- ix. According to the information and explanations given to us, during the year the Company has not raised any money by way of initial public offer, further public offer (including debt instruments) and no term loans raised during the year. Therefore, provisions of clause (ix) of paragraph 3 of the Order are not applicable to the Company.
- x. Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and on the basis of information and explanations given by the management, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
- xii. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the Company.
- xiii. According to the information and explanations given to us, Company's transactions with the related parties are in compliance with section 177 and 188 of the Act as applicable and details of such transactions have been disclosed in the financial statements as required by the applicable Indian accounting standards.
- xiv. According to the information and explanations give to us and based on our examination of the records of the Company, during the year, the Company has not raised any money by preferential allotment or private placement of share or debentures. Therefore, the provisions of clause (xiv) of paragraph 3 of the Order are not applicable to the Company.
- xv. According to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with directors or persons connected with him, Therefore, the provisions of clause (xv) of paragraph 3 of the Order are not applicable to the Company.
- xvi. In our opinion and according to information and explanations provided to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Chaturvedi & Shah

Chartered Accountants

Firm Registration No: 101720W

R Koria

Partner

Membership No. 035629

Place: Mumbai

Date : 30th May 2017

BALANCE SHEET AS AT 31ST MARCH 2017

Particulars	Note	(Rs.in Lacs)		
		As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
I. ASSETS				
1 Non-current assets				
(a) Property, plant and equipment	2	17,255.23	17,314.03	18,962.15
(b) Capital work-in-progress	2	629.49	1,018.26	595.12
(c) Investment properties	3	661.07	671.70	682.36
(d) Intangible assets	4	5.92	9.73	14.28
(e) Financial assets				
(i) Investments	5	1,50,680.00	1,44,734.68	97,960.58
(ii) Loans	6	-	-	1,262.80
(iii) Other Non-current financial assets	7	406.65	550.67	672.08
(f) Non-current tax assets (Net)	8	1,711.28	1,440.06	1,243.97
(g) Other Non-current assets	9	12,872.13	12,721.69	12,670.70
2 Current assets				
(a) Inventories	10	7,491.38	8,900.72	7,595.18
(b) Financial assets				
(i) Investments	11	2,364.64	909.80	-
(ii) Trade receivables	12	7,496.22	7,739.26	9,687.35
(iii) Cash and Cash Equivalents	13	380.63	280.87	927.31
(iv) Bank Balances other than (iii) above	14	554.44	628.30	441.37
(v) Loans	15	18.03	10.53	39,064.49
(vi) Other current financial assets	16	429.47	256.95	1,888.99
(c) Other current assets	17	2,129.79	2,576.96	2,107.74
(d) Assets classified as held for sale	18	878.77	976.59	378.90
TOTAL ASSETS		2,05,965.14	2,00,740.80	1,96,155.37
II. EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital	19(a)	1,784.71	1,784.71	1,784.71
(b) Other equity	19(b)	1,06,640.94	1,00,111.81	88,006.42
Liabilities				
1 Non-current liabilities				
(a) Financial liabilities				
(i) Borrowings	20	-	89,468.09	890.47
(b) Deferred tax liabilities (net)	21	3,086.67	4,407.44	2,959.99
2 Current liabilities				
(a) Financial liabilities				
(i) Borrowings	22	0.03	44.20	42.92
(ii) Trade payables	23	455.03	2,127.92	1,435.24
(iii) Other financial liabilities	24	93,579.84	1,482.22	1,00,455.18
(b) Other current liabilities	25	98.96	814.29	292.58
(c) Provisions	26	318.96	500.12	287.86
TOTAL EQUITY AND LIABILITIES		2,05,965.14	2,00,740.80	1,96,155.37
Significant accounting policies	1			
Notes to the financial statements	1 to 47			

As per our report of even date

For and on behalf of the Board of Directors

For Chaturvedi & Shah

Chartered Accountants
(Firm Registration No. 101720 W)

Gaurav Jain

Managing Director
(DIN 00077770)

V. S. Pandit

Director (Works)
(DIN 00460320)

R.Koria

Partner
Membership No.35629Pramod Jaiswal
Chief Financial OfficerA. Datta
Company Secretary

Place : Mumbai

Date : 30th May, 2017

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2017

		(Rs.in Lacs)	
Particulars	Note	For the year ended 31 st March 2017	For the year ended 31 st March 2016
I. Revenue From Operations	27	70,987.02	66,821.74
II. Other Income	28	1,526.11	3,519.78
III. Total Revenue (I + II)		72,513.13	70,341.52
IV. Expenses:			
Cost of Materials Consumed	29	41,900.39	40,149.87
Purchase of Stock-in-Trade		186.15	32.37
Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	30	1,014.35	(1,263.83)
Excise duty expense		5,446.01	4,606.41
Employee Benefits Expense	31	5,256.21	6,116.46
Finance Costs	32	7,753.01	8,243.31
Depreciation and Amortization Expense		1,643.61	1,770.43
Other Expenses	33	8,702.62	9,236.46
Total Expenses		71,902.34	68,891.48
V. Profit Before Exceptional items and Tax (III-IV)		610.79	1,450.04
VI. Exceptional items		-	-
VII. Profit Before Tax (V-VI)		610.79	1,450.04
VIII. Tax Expense:	34		
(i) Current Tax		3,407.15	3,080.01
(ii) Deferred Tax Expenses/(Credit)		(1,345.41)	(1,552.04)
		2,061.74	1,527.97
IX. Net Loss After Tax (VII-VIII)		(1,450.95)	(77.93)
X. Other Comprehensive Income			
A. (i) Items that will not be reclassified to profit or loss	35	8,618.07	6,910.75
(ii) Income tax relating to items that will not be reclassified to profit or loss		(24.63)	(15.27)
		8,593.44	6,895.48
B. (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
XI. Total Comprehensive Income for the year (IX+X)		7,142.49	6,817.55
XII. Earnings per Equity Share:	45		
Basic & Diluted (in Rs.)		(0.81)	(0.04)
Face Value per Share (in Rs.)		1.00	1.00
Significant Accounting Policies	1		
Notes to the Financial Statements	1 to 47		

As per our report of even date

For Chaturvedi & Shah
Chartered Accountants
(Firm Registration No. 101720 W)

R.Koria
Partner
Membership No.35629

Place : Mumbai
Date : 30th May, 2017

For and on behalf of the Board of Directors

Gaurav Jain
Managing Director
(DIN 00077770)

V. S. Pandit
Director (Works)
(DIN 00460320)

Pramod Jaiswal
Chief Financial Officer

A. Datta
Company Secretary

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017
STATEMENT OF CHANGES IN EQUITY

	(Rs.in Lacs)		(Rs.in Lacs)							Total			
	Equity share capital	Amount	Number of shares	Amount	Capital reserve	Capital redemption reserve	Reserves and surplus		Equity component of preference shares		FVOCI - equity instruments	Remeasurements of defined benefit plans	
As at 01st April 2015		1,784.71	17,84,49,410		92.17	79.25	43,348.95	19,883.17	27,977.93	16,272.97	(19,648.02)	-	88,006.42
Changes during the year		-	-		-	-	-	-	(77.93)	-	-	-	(77.93)
As at 31st March 2016		1,784.71	17,84,49,410		-	-	-	-	-	-	6,866.62	28.86	6,895.48
Changes during the year		-	-		-	-	-	-	-	-	-	-	-
As at 31st March 2017		1,784.71	17,84,49,410		92.17	79.25	43,348.95	19,883.17	27,977.93	16,272.97	(19,648.02)	-	88,006.42
Other equity													
Opening balance as at 1st April 2015													
Total comprehensive income for the year													
Loss for the year													
Other comprehensive income for the year													
Transactions during the year													
Transfer from retained earnings on account of redemption of preference shares						6.30	-	(6.30)	-	-	-	-	-
Dividend Paid						-	-	-	(240.84)	-	-	-	(240.84)
Transfer from FVOCI - equity instruments on financial assets sold						-	-	-	(2.74)	-	2.74	-	-
Transactions with owners in capacity of owners													
Term Extension of Preference Shares (Net off tax)										5,627.41	-	-	5,627.41
Early Redemption of Preference Shares										(98.75)	-	-	(98.75)
Others									0.02	-	-	-	0.02
Closing balance as at 31st March 2016					92.17	85.55	43,348.95	19,876.87	27,656.44	21,801.63	(12,778.66)	28.86	1,00,111.81

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Other equity	Reserves and surplus				Equity component of preference shares	FVOCI - equity instruments	Remeasurements of defined benefit plans	Total
	Capital reserve	Capital redemption reserve	Securities premium reserve	General reserve				
Opening balance as at 1st April 2016	92.17	85.55	43,348.95	19,876.87	21,801.63	(12,778.66)	28.86	1,00,111.81
Total comprehensive income for the year	-	-	-	-	(1,450.95)	-	-	(1,450.95)
loss for the year	-	-	-	-	-	-	-	-
Other comprehensive income for the year	-	-	-	-	-	8,546.90	46.54	8,593.44
Transactions during the year								
Transfer from retained earnings on account of redemption of preference shares	-	3.45	-	(3.45)	-	-	-	-
Dividend Paid	-	-	-	-	(240.84)	-	-	(240.84)
Tax on dividends	-	-	-	-	(47.79)	-	-	(47.79)
Early Redemption of Preference Shares	-	-	-	-	-	(324.73)	-	(324.73)
Closing balance as at 31st March 2017	92.17	89.00	43,348.95	19,873.42	21,476.90	(4,231.76)	75.40	1,06,640.94

(Rs.in Lacs)

As per our report of even date

For Chaturvedi & Shah

Chartered Accountants
(Firm Registration No. 101720 W)

For and on behalf of the Board of Directors

Gaurav Jain

Managing Director
(DIN 00077770)

V. S. Pandit

Director (Works)
(DIN 00460320)

R.Koria

Partner
Membership No.35629

Pramod Jaiswal

Chief Financial Officer

A. Datta

Company Secretary

Place : Mumbai

Date : 30th May, 2017

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax as per Statement of Profit and Loss	610.79	1,450.04
Adjusted for :		
Depreciation and Amortization Expense	1,643.61	1,770.43
Net loss on foreign currency transaction and translation	48.96	50.64
Sundry Balances Written Off (Net)	77.34	70.46
Income from non-current investments	-	(134.24)
Profit on sale/discarding of Property, Plant and equipment (Net)	(151.32)	(300.87)
Gains on sales of Investments	(117.66)	(73.68)
Fair valuation of forward contracts	-	2.46
Finance Costs	7,753.01	8,243.31
Interest Income	(29.17)	(1,080.56)
Gain on Prepayment of Sales Tax loan	-	(382.52)
Fair value gains / losses on Financial assets classified and measured at FVTPL	1,365.77	1,491.70
Dividend Income	(211.48)	(1,158.26)
	10,379.06	8,498.86
Operating Profit before Working Capital Changes	10,989.85	9,948.90
Adjusted for :		
Trade & Other Receivables	483.41	1,478.17
Inventories	1,409.35	(1,305.54)
Trade and Other Payables	(1,999.42)	885.71
Cash generated from operations	10,883.19	11,007.24
Direct taxes paid	(3,679.04)	(3,270.16)
Net Cash From Operating Activities	7,204.15	7,737.08
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and equipment	(1,603.53)	(1,570.37)
Sale of Property, Plant and equipment	317.39	1,358.68
Purchase of Investments including Share Application Money		
- Subsidiaries	(15.00)	(43,215.39)
- Others	(39,151.00)	(1,409.38)
Reduction / Sale of Investments	38,578.40	2,389.48
Movement in Loans (Net)	(6.10)	41,285.41
Income from non-current investments	-	137.25
Interest Income	30.55	1,576.20
Dividend Income	211.48	1,158.26
Net Cash (used)/From Investing Activities	(1,637.81)	1,710.14

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017 (CONTD.)

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
C. CASH FLOW FROM FINANCING ACTIVITIES		
Redemption of Preference Shares	(5,237.96)	(9,230.79)
Repayment of non-current loans	-	(507.95)
Fixed Deposits/Margin Money with Banks and Government Authorities (Net)	109.89	(52.78)
Unclaimed for Scheme of Arrangement	-	(0.15)
Finance Costs Paid	(5.72)	(61.76)
Dividend Paid including tax thereon	(288.62)	(241.51)
Net Cash (used in) Financing Activities	(5,422.41)	(10,094.94)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	143.93	(647.72)
Opening Balance of Cash and Cash Equivalents	236.67	884.39
Effect of exchange rate on Cash and Cash Equivalents	-	4.66
Balance of Cash and Cash Equivalents	<u>380.63</u>	<u>276.21</u>
Closing balance of Cash and Cash Equivalents	380.60	236.67
Components of Cash and Cash Equivalents:		
Balances with Banks in Current Accounts	379.50	278.79
Cheques, Drafts in Hand	0.07	-
Cash on Hand	1.06	2.08
Less: Working Capital Loan from Bank repayable on Demand	<u>(0.03)</u>	<u>(44.20)</u>

Notes :

- 1) Bracket indicates cash outflow.
- 2) Previous year figures have been regrouped, reclassified and rearranged wherever necessary.
- 3) The above statement of cash flow has been prepared under the "Indirect Method" as set out in Ind AS 7 on Statement of Cash Flow.

As per our report of even date

For Chaturvedi & Shah
Chartered Accountants
(Firm Registration No. 101720 W)

R.Koria
Partner
Membership No.35629

Place : Mumbai
Date : 30th May, 2017

For and on behalf of the Board of Directors

Gaurav Jain
Managing Director
(DIN 00077770)

Pramod Jaiswal
Chief Financial Officer

V. S. Pandit
Director (Works)
(DIN 00460320)

A. Datta
Company Secretary

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**Company Information**

Jai Corp Limited ('the Company') is a company limited by shares and is domiciled in India. The Company's registered office is at **A-3, M.I.D.C. Industrial Area, Nanded - 431 603**. These financial statements are the separate financial statements of the company. The company is primarily involved in manufacturing activities which produces Flexible intermediate bulk containers (FIBC Jumbo Bags), woven sacks and fabrics, manmade fiber yarns, Masterbatch and steel coils and sheets.

Basis of Preparation

The separate financial Statements have been prepared to comply in all material aspects with the Accounting Standards notified under Section 133 of Companies Act, 2013 as per Companies (Indian Accounting Standards (Ind AS)) Rules, 2015 and other relevant provisions of the Companies Act, 2013 and rules framed thereunder. Till the year ended 31st March 2016 the financial statement of the company have been prepared as Companies (Accounting Standards) Rules, 2006 as amended and other relevant provisions of the Companies Act, 2013 and rules framed thereunder. These are the first Ind AS Financial statements of the company. As per the principles of Ind AS 101, the transition date to Ind AS is 1st April 2015 and hence the comparatives for the previous year ended 31st March 2016 and balances as on 1st April 2015 have been restated as per the principles of Ind AS.

The Financial Statements have been prepared under the historical cost convention and on accrual basis, except for certain financial assets and liabilities (including derivative instruments) measured at fair value; assets held for sale – measured at fair value less cost to sell and defined benefit plan assets measured at fair value.

1 Significant accounting policies**a Investment in subsidiaries and associates**

Investments in subsidiaries and associates are accounted at cost in accordance with Ind AS 27 – Separate financial statements.

b Foreign currency translation

The functional currency of the company is Indian national rupee (INR) which is also the presentation currency. All other currencies are accounted for as foreign currency.

Transactions denominated in foreign currencies are initially recorded at the exchange rate prevailing at the date of transaction.

Foreign currency monetary items are reported using the closing exchange rates. 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 the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss.

c Revenue recognition

Revenue is measured at the fair value of consideration received or receivable. Revenue is recognised only when it can be reliably measured and it is probable that future economic benefits will flow to the company.

Revenue from operations includes sales of goods, services, scrap, commission, export incentives. Revenue includes excise duty wherever charged from the customer but excludes service tax and sales tax / value added taxes.

Revenue from sale of goods is recognised when significant risk and rewards of ownership of the goods have passed to the customer. Amounts disclosed as revenue are inclusive of excise duty and net of returns, value added taxes and amounts collected on behalf of third parties.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Interest income for all debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

Dividend Income is recognised when right to receive the payment is established by the balance sheet date.

Commission and job-work income are recognised on an accrual basis in accordance with the terms of relevant agreement.

Export incentives other than advance license are recognised at the time of exports and the benefit in respect of advance license received by the Company against exports made by it are recognised as and when goods are imported against them.

d Income taxes

The income tax expense or credit for the year is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period.

Deferred income tax is provided in full, using the balance sheet approach, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

e Government grants

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the company will comply with all attached conditions.

Government grants relating to income are deferred and recognised in the profit or loss over the period necessary to match them with the costs that they are intended to compensate and presented within other income.

Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred income and are credited to profit or loss on a straight-line basis over the expected lives of the related assets and presented within other income.

f Leases

As a lessee

Leases where the company is a lessee and has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the fair value of the

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

As a lessor

Lease income from operating leases where the company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.

g Impairment of non-financial assets

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An asset is treated as impaired when the carrying amount exceeds its recoverable value. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to the present value using a pre-tax discount rate that reflects current market assessment of the time value of money and risks specific to the assets. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

h Valuation of inventories

In general, all inventories of finished goods, work-in-progress etc., are stated at lower of cost and net realisable value. Cost of inventories comprise of all cost of purchase, cost of conversion and other cost incurred in bringing the inventory to their present location and condition. Raw material and stores and spares are stated at lower of cost and net realisable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. The cost is determined on FIFO basis in respect of Packaging / Spinning Division and on average basis in respect of Steel Division. Scrap and trial run products are valued at estimated net realisable value. Inventories of finished goods and scrap include excise duty wherever applicable.

i Non – current assets held for sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and a sale is considered highly probable. They are measured at the lower of their carrying amount and fair value less costs to sell.

An impairment loss is recognised for any initial or subsequent write-down of the asset to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset, but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the non-current asset is recognised at the date of de-recognition.

Non-current assets are not depreciated or amortised while they are classified as held for sale. Interest and other expenses attributable to the liabilities of a disposal company classified as held for sale continue to be recognised.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

j Investments and financial assets

Classification

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

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The company reclassifies debt investments when and only when its business model for managing those assets changes.

Measurement

At initial recognition, the company measures a financial asset at its fair value except investments in subsidiaries and associates plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Measurement of debt instruments

Subsequent measurement of debt instruments depends on the company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the company classifies its debt instruments:

- **Amortised cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost, is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.
- **Fair value through other comprehensive income (FVOCI):** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in other gains/ (losses). Interest income from these financial assets is included in other income using the effective interest rate method.
- **Fair value through profit or loss:** Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss, is recognised in profit or loss and presented net in the statement of profit and loss within other gains/(losses) in the year in which it arises. Interest income from these financial assets is included in other income.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**Measurement of equity instruments**

The company subsequently measures all equity investments at fair value except investments in subsidiaries and associates. Where the company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments are recognised in profit or loss as other income when the company's right to receive payments is established.

Changes in the fair value of financial assets measured at fair value through profit or loss are recognised as other gain/ (losses) in the statement of profit and loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Impairment of financial assets

The company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables, the company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

De-recognition of financial assets

A financial asset is derecognised only when

- The company has transferred the rights to receive cash flows from the financial asset or
- retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the company has not retained control of the financial asset. Where the company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

k Derivatives and embedded derivatives

The company enters into certain derivative contracts to hedge risks which are not designated as hedges. Such contracts are accounted for at fair value through profit or loss and are included in other gains / (losses).

Derivatives embedded in a host contract that is an asset within the scope of Ind AS 109 are not separated. Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Derivatives embedded in all other host contract are separated only if the economic characteristics and risks of the embedded derivative are not closely related to the economic characteristics and risks of the host and are measured at fair value through profit or loss. Embedded derivatives closely related to the host contracts are not separated.

l Property, plant and equipment

Property, plant and equipment are stated at cost of acquisition or construction, net of MODVAT / CENVAT, Value Added Tax, less accumulated depreciation and impairment loss, if any. Cost comprises of purchase price, borrowing cost if capitalisation criteria are met, and directly attributable cost of bringing the asset to its working conditions for the intended use.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Depreciation on property, plant and equipment

Depreciation on fixed assets is provided to the extent of depreciable amount on straight-line method over the useful life of asset as assessed by the management and the same is similar to the useful lives as prescribed in Part-C of Schedule II to the Companies Act, 2013 except acquisition of insurance spares and additions/extensions forming an integral part of existing plants, which are depreciated over residual useful life of the respective property, plant and equipment.

The property, plant and equipment acquired under finance leases is depreciated over the asset's useful life or over the shorter of the asset's useful life and the lease term if there is no reasonable certainty that the company will obtain ownership at the end of the lease term.

Property, plant and equipment where ownership vests with the Government/local authorities are amortised over the useful life of asset as prescribed in Part-C of Schedule II to the Companies Act, 2013.

m Intangible assets

Intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the intangible assets.

Identifiable intangible assets are recognised when it is probable that future economic benefits attributed to the asset will flow to the Company and the cost of the asset can be reliably measured.

Computer softwares are capitalised at the amounts paid to acquire the respective license for use and are amortised over the period of useful lives or period of three years, whichever is less. The assets' useful lives are reviewed at each financial year end.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised.

n Investment properties

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

Depreciation on investment properties are provided using straight line method over the estimated useful lives as specified in Schedule II to the Companies Act, 2013. Residual values, useful lives and method of depreciation of investment properties are reviewed at each financial year end and are adjusted prospectively, if appropriate. The effects of any revision are included in the statement of profit and loss when the changes arises.

Though the Company measures investment properties using cost based measurement, the fair value of investment property is disclosed in the notes.

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

o Borrowings and other financial liabilities

Borrowings and other financial liabilities are initially recognised at fair value (net of transaction costs incurred). Difference between the fair value and the transaction proceeds on initial is recognised as an asset / liability based on the underlying reason for the difference.

Subsequently all financial liabilities are measured at amortised cost using the effective interest rate method

Preference shares which are redeemable on a specific date are classified as a financial liability. Dividends on preference shares are recognised in statement of profit and loss.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss. The gain / loss is recognised in other equity in case of transaction with shareholders.

p Borrowing costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to the statement of profit and loss as finance costs.

q Provisions, contingent liabilities and contingent assets

Provisions are recognised when the Company has 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. If the effect of the time value of money is material, provisions are discounted using equivalent period government securities interest rate. Unwinding of the discount is recognised in the statement of profit and loss as a finance cost. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the Notes to the Financial Statements. Contingent assets are not recognised. However, when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognised as an asset.

r Employee benefits

Short-term employee benefits are recognized as an expense at the undiscounted amount in the statement of Profit and Loss for the year in which the related service is rendered.

Post-employment and other long term employee benefits are recognized as an expense in the Statement of Profit and Loss for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable determined using actuarial valuation techniques.

Re-measurement gains and losses pertaining to defined benefit obligations arising from experience adjustments and changes in actuarial assumptions are recognised in other comprehensive income in the period in which they occur

Compensated absences are accounted similar to the short term employee benefits.

Retirement benefits in the form of Provident Fund and other Funds are defined contribution scheme and the contributions are charged to the Statement of Profit and Loss of the year when the contribution to the respective funds are due. There are no other obligations other than the contribution payable to the fund.

s Earnings per share

Basic earnings per share is computed using the net profit for the year attributable to the shareholders' and weighted average number of equity shares outstanding during the year.

Diluted earnings per share is computed using the net profit for the year attributable to the shareholder' and weighted average number of equity and potential equity shares outstanding during the year including share options, convertible preference shares and debentures, except where the result would be anti-dilutive. Potential equity shares that are converted during the year are included in the calculation of diluted earnings per share, from the beginning of the year or date of issuance of such potential equity shares, to the date of conversion.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

t Dividends

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period.

u Contributed equity

Equity shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

v Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions and banks, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

w Current and non-current classification:

The Company presents assets and liabilities in statement of financial position based on current/non-current classification. The Company has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by MCA.

An asset is classified as current when it is:

- a) Expected to be realised or intended to be sold or consumed in normal operating cycle,
- b) Held primarily for the purpose of trading,
- c) Expected to be realised within twelve months after the reporting period, or
- d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when it is:

- a) Expected to be settled in normal operating cycle,
- b) Held primarily for the purpose of trading,
- c) Due to be settled within twelve months after the reporting period, or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Deferred tax assets and liabilities are classified as non-current assets and liabilities. The Company has identified twelve months as its normal operating cycle.

x Fair value measurement:

The Company measures financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

- a) In the principal market for the asset or liability, or
- b) In the absence of a principal market, in the most advantageous market for the asset or liability.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy.

y Off-setting financial Instrument:

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable rights to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable rights must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or counterparty.

z SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS:

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based on its assumptions and estimates on parameters available when the financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

- i) Property, plant and equipment, Investment Properties and Intangible Assets:

Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values as per schedule II of the Companies Act, 2013 or are based on the Company's historical experience with similar assets and taking into account anticipated technological changes, whichever is more appropriate.

- ii) Income Tax:

The Company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to an adjustment to the amounts reported in the standalone financial statements.

- iii) Contingencies:

Management has estimated the possible outflow of resources at the end of each annual reporting financial year, if any, in respect of contingencies/claim/litigations against the Company as it is not possible to predict the outcome of pending matters with accuracy.

- iv) Impairment of financial assets:

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

v) Impairment of non-financial assets:

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Units (CGU) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent to those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less cost of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples or other available fair value indicators.

vi) Defined benefits plans:

The Cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

vii) Recoverability of trade receivable:

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

viii) Provisions:

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgement to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

ix) Fair value measurement of financial instruments :

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 2 - Property, plant and equipment

(Rs. In Lacs)

	Land-Leasehold	Land - Freehold	Buildings	Plant and Equipment	Furniture and Fixtures	Vehicles	Office Equipments	Total
COST								
At 1st April, 2015	419.90	2,251.59	4,930.44	11,188.59	40.42	89.80	41.41	18,962.15
Additions	-	-	22.07	1,032.03	0.51	12.00	20.98	1,087.59
Disposals	152.48	-	341.47	549.09	0.22	6.72	1.16	1,051.14
At 31st March, 2016	267.42	2,251.59	4,611.04	11,671.53	40.71	95.08	61.23	18,998.60
Additions	-	-	173.76	1,649.00	0.26	-	7.83	1,830.85
Disposals	-	0.31	0.52	282.31	0.17	20.99	0.99	305.29
At 31st March, 2017	267.42	2,251.28	4,784.28	13,038.22	40.80	74.09	68.07	20,524.16
ACCUMULATED DEPRECIATION								
At 1st April, 2015	-	-	-	-	-	-	-	-
Depreciation	13.47	-	231.02	1,468.95	12.01	13.53	16.24	1,755.22
Disposals	7.18	-	14.53	48.41	0.04	-	0.49	70.65
At 31st March, 2016	6.29	-	216.49	1,420.54	11.97	13.53	15.75	1,684.57
Depreciation	6.27	-	217.10	1,370.56	12.05	10.54	12.65	1,629.17
Disposals	-	-	-	42.75	0.05	1.92	0.09	44.81
At 31st March, 2017	12.56	-	433.59	2,748.35	23.97	22.15	28.31	3,268.93
NET BLOCK								
At 1st April, 2015	419.90	2,251.59	4,930.44	11,188.59	40.42	89.80	41.41	18,962.15
At 31st March, 2016	261.13	2,251.59	4,394.55	10,250.99	28.74	81.55	45.48	17,314.03
At 31st March, 2017	254.86	2,251.28	4,350.69	10,289.87	16.83	51.94	39.76	17,255.23
CAPITAL WIP								
At 1st April, 2015								595.12
At 31st March, 2016								1,018.26
At 31st March, 2017								629.49

2.1 Building includes Rs. 0.01 Lacs (Rs. 0.01 Lacs as at 31st March, 2016 and Rs. 0.01 Lacs as at 1st April, 2015) being the cost of shares in Co-operative Housing Society towards ownership of residential flats.

2.2 Gross Block of Plant and Equipments includes Rs. 64.68 Lacs (Rs. 64.68 Lacs as at 31st March, 2016 and Rs. 64.68 Lacs as at 1st April, 2015) and Rs. 33.56 Lacs (Rs. 33.56 Lacs as at 31st March, 2016 and Rs. 33.56 Lacs as at 1st April, 2015) being the amount spent for laying Power Line and Water Pipe Line respectively, the ownership of which vests with the respective Government Authorities.

2.3 In accordance with the Indian Accounting Standard (Ind AS) 36 on "Impairment of Assets" the management during the year carried out an exercise of identifying the assets that may have been impaired in respect of each cash generating unit in accordance with the said Accounting Standard. On the basis of this review carried by the management there was no impairment loss on fixed assets during the year ended 31st March, 2017.

2.4 The carrying value (Gross Block less accumulated depreciation) as on 1st April, 2015 as per previous GAAP of the Property, plant and equipment is considered as a deemed cost on the date of transition.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 3 - Investments Properties

Particulars	(Rs.in Lacs)		
	Land	Buildings	Total
COST			
At 1st April, 2015	141.59	540.77	682.36
Additions	-	-	-
Disposals	-	-	-
At 31st March, 2016	141.59	540.77	682.36
Additions	-	-	-
Disposals	-	-	-
At 31st March, 2017	141.59	540.77	682.36
DEPRECIATION			
At 1st April, 2015	-	-	-
Depreciation	-	10.66	10.66
Disposals	-	-	-
At 31st March, 2016	-	10.66	10.66
Depreciation	-	10.63	10.63
Disposals	-	-	-
At 31st March, 2017	-	21.29	21.29
NET BOOK VALUE			
At 1st April, 2015	141.59	540.77	682.36
At 31st March, 2016	141.59	530.11	671.70
At 31st March, 2017	141.59	519.48	661.07

3.1. Fair value of investment properties

Particulars	(Rs.in Lacs)		
	31-Mar-2017	31-Mar-2016	1-Apr-2015
Freehold land	2,158.34	2,058.43	1,963.78
Buildings	2,460.24	2,343.10	2,231.52
Total	4,618.58	4,401.53	4,195.30

3.2. Income from Investment Properties generating Rental Income

Particulars	(Rs.in Lacs)	
	31-Mar-2017	31-Mar-2016
Rental Income derived from investment properties	2.69	2.69
Direct Operating expenses (including repairs and maintenance) generating rental income	-	-
Income arising from investment properties before depreciation	2.69	2.69
Depreciation	0.19	0.19
Income from Investment properties (Net)	2.50	2.50

3.3. Income from Investment Properties not generating Rental Income

Particulars	(Rs.in Lacs)	
	31-Mar-2017	31-Mar-2016
Rental Income derived from investment properties	-	-
Direct Operating expenses (including repairs and maintenance) generating rental income	30.78	32.84
Income arising from investment properties before depreciation	(30.78)	(32.84)
Depreciation	10.44	10.47
Income from Investment properties (Net)	(41.22)	(43.31)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**3.4. Estimation of fair value of investment properties:**

The best evidence of fair value is current price in an active market for similar properties. Where such information is not available, the Company considers information from a variety of sources including current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences.

The fair value measurement for all of the investment property has been categorised as a level 3 fair value based on the inputs to the valuation techniques used.

3.5 The carrying value (Gross Block less accumulated depreciation) as on 1st April, 2015 as per previous GAAP of the Investment Properties is considered as a deemed cost on the date of transition.

Note 4 - Intangible Assets

Particulars	(Rs.in Lacs)
	Amount
COST	
At 1st April, 2015	14.28
Additions	-
Disposals	-
At 31st March, 2016	14.28
Additions	-
Disposals	-
At 31st March, 2017	14.28
ACCUMULATED AMORTIZATION	
At 1st April, 2015	-
Amortization	4.55
At 31st March, 2016	4.55
Amortization	3.81
At 31st March, 2017	8.36
NET BLOCK	
At 1st April, 2015	14.28
At 31st March, 2016	9.73
At 31st March, 2017	5.92

4.1 The carrying value (Gross Block less accumulated amortisation) as on 1st April, 2015 as per previous GAAP of the Intangible assets is considered as a deemed cost on the date of transition.

4.2 Intangible assets represents software other than self generated.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 5 - Investments

	As at 31 st March, 2017			As at 31 st March, 2016			As at 1 st April, 2015		
	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount
A) In Subsidiaries carried at cost									
1. Equity Instruments									
a) Equity Shares - Unquoted fully paid-up									
Jai Realty Ventures Ltd. (including 6 shares of Rs. 10 each fully paid-up held jointly with nominees)	35,55,500	10	355.55	35,55,500	10	355.55	35,55,500	10	355.55
Sarbags Pty Ltd. (Refer note 5.1 and 5.4 below)	-	-	-	-	-	-	50,000	AS\$ 1	12.34
Urban Infrastructure Venture Capital Ltd. (including 60 Shares of Rs. 5 each fully paid-up held jointly with nominees)	1,00,00,000	5	100.28	1,00,00,000	5	100.28	1,00,00,000	5.00	100.28
Urban Infrastructure Trustees Ltd. (including 6 Shares of Rs. 10 each fully paid-up held jointly with nominees)	50,000	10	5.01	50,000	10	5.01	50,000	10	5.01
Assure Product Corporation (Refer note 5.1 and 5.5 below)	-	-	-	5,000	US\$1	3.03	5,000	US\$1	3.03
Ashoka Realty and Developers Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Ekdant Realty & Developers Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Hari Darshan Realty Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Hill Rock Construction Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Hind Agri Properties Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Iconic Realtors Limited	75,000	10	7.50	75,000	10	7.50	-	-	-
Jailaxmi Realty and Developers Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Krupa Land Limited	85,000	10	8.50	85,000	10	8.50	-	-	-
Krupa Realtors Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Multifaced Impex Limited	80,000	10	844.89	80,000	10	844.89	-	-	-
Novelty Realty & Developers Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Rainbow Infraprojects Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Rudradev Developers Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Swar Land Developers Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Swastik Land Developers Limited	50,000	10	4.81	50,000	10	4.81	-	-	-
Vasant Bahar Realty Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Welldone Real Estate Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Yug Developers Limited	50,000	10	5.00	50,000	10	5.00	-	-	-
Jai Corp Welfare Foundation	50,000	10	5.00	50,000	10	5.00	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

	As at 31 st March, 2017			As at 31 st March, 2016			As at 1 st April, 2015		
	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount
Total equity shares			1,401.54			1,404.57			476.21
b) 1% Optionally convertible non cumulative redeemable preference shares - Unquoted fully paid up									
Jai Realty Ventures Ltd.	5,000	10	50.00	5,000	10	50.00	5,000	10	50.00
Hari Darshan Realty Limited	10,200	10	102.00	10,200	10	102.00	-	-	-
Hill Rock Construction Limited	9,550	10	95.50	9,550	10	95.50	-	-	-
Multifaced Impex Limited	450	10	4.50	450	10	4.50	-	-	-
Vasant Bahar Realty Limited	3,300	10	33.00	3,300	10	33.00	-	-	-
Welldone Real Estate Limited	7,350	10	73.50	7,350	10	73.50	-	-	-
Yug Developers Limited	5,000	10	50.00	5,000	10	50.00	-	-	-
Total Preference shares			408.50			408.50			50.00
c) 0% Optionally fully convertible debentures - Unquoted fully paid up									
Ekdant Realty & Developers Ltd	1,67,500	1,000	1,675.00	1,67,500	1,000	1,675.00	-	-	-
Hari Darshan Realty Ltd	78,622	1,000	786.22	78,622	1,000	786.22	-	-	-
Hill Rock Constructions Ltd	53,325	1,000	533.25	18,825	1,000	188.25	-	-	-
Hind Agri Properties Ltd	24,400	1,000	244.00	94,400	1,000	944.00	-	-	-
Iconic Relators Ltd	11,93,050	1,000	11,930.50	11,91,550	1,000	11,915.50	-	-	-
Jai Laxmi Realty & Developers Ltd	1,94,200	1,000	1,942.00	1,94,200	1,000	1,942.00	-	-	-
Krupa Land Ltd	1,98,508	1,000	1,985.08	1,98,408	1,000	1,984.08	-	-	-
Krupa Realtors Ltd	82,600	1,000	826.00	82,600	1,000	826.00	-	-	-
Multi Faced Impex Ltd	10,150	1,000	101.50	10,000	1,000	100.00	-	-	-
Novelty Realty & Developers Ltd	97,900	1,000	979.00	97,900	1,000	979.00	-	-	-
Rainbow Infraprojects Ltd	1,23,300	1,000	1,233.00	1,23,300	1,000	1,233.00	-	-	-
Rudradev Developers Ltd	1,17,400	1,000	1,174.00	1,17,400	1,000	1,174.00	-	-	-
Swar Land Developers Ltd	1,90,000	1,000	1,900.00	2,44,500	1,000	2,445.00	-	-	-
Vasant Bahar Realty Ltd	11,934	1,000	119.34	11,934	1,000	119.34	-	-	-
Welldone Real Estate Ltd	47,255	1,000	472.55	47,255	1,000	472.55	-	-	-
Yug Developers Ltd	1,13,425	1,000	1,134.25	81,575	1,000	815.75	-	-	-
Jai Realty Ventures Ltd	12,38,800	1,000	12,388.00	12,38,800	1,000	12,388.00	-	-	-
Share application money towards OFCD's of subsidiary companies			-			666.00			-
Total Debentures			39,423.69			40,653.69			526.21
Total Equity Instruments			41,233.73			42,466.76			526.21
Deemed investment on Inter-corporate deposits									
Jai Realty Ventures Ltd.			8,269.26			8,269.26			8,269.26
Total investments in subsidiaries			49,502.99			50,736.02			8,795.47

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

	As at 31 st March, 2017			As at 31 st March, 2016			As at 1 st April, 2015		
	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount
B) In Associates carried at cost									
1. Equity Instruments									
a) Equity Shares - Unquoted fully paid-up									
Urban Infrastructure Holdings Pvt. Ltd.	11,35,17,714	10	11,351.77	11,35,17,714	10	11,351.77	11,35,17,714	10	11,351.77
Share application money towards Equity Shares of Associate company			-			-			8,522.71
Total equity Shares			<u>11,351.77</u>			<u>11,351.77</u>			<u>19,874.48</u>
b) Debentures - Unquoted fully paid-up									
Zero percent optionally fully convertible debentures of Urban Infrastructure Holdings Pvt. Ltd.	-	-	-	7,27,540	100	727.54	7,27,540	100	727.54
Zero percent optionally fully convertible debentures of Urban Infrastructure Holdings Pvt. Ltd.	-	-	-	8,52,27,110	10	8,522.71	-	-	-
Zero percent fully compulsorily convertible debentures of Urban Infrastructure Holdings Pvt. Ltd.	27,33,540	100	2,733.54	-	-	-	-	-	-
Zero percent fully compulsorily convertible debentures of Urban Infrastructure Holdings Pvt. Ltd.	8,52,27,110	10	8,522.71	-	-	-	-	-	-
Total debentures			<u>11,256.25</u>			<u>9,250.25</u>			<u>727.54</u>
Investments in associate			<u>22,608.02</u>			<u>20,602.02</u>			<u>20,602.02</u>
C) In Others									
(i) Financial assets classified and measured at Fair value through other comprehensive income									
1. Equity Instruments									
a) Equity Shares - Unquoted fully paid up									
Mumbai SEZ Ltd	22,93,77,346	10	22,456.04	22,93,77,346	10	22,456.04	22,93,77,346	10	22,823.05
Rewas Ports Ltd	5,00,00,000	10	4,540.00	5,00,00,000	10	4,565.00	5,00,00,000	10	4,635.00
Earnest Towers Pvt. Ltd.	-	-	-	18,12,794	10	874.29	18,12,794	10	858.05
Gold Bricks Infrastructure Pvt. Ltd.	8,06,700	10	342.48	8,06,700	10	513.47	8,06,700	10	559.40
Neelkanth Realty Pvt. Ltd. (Refer note 5.2 below)	2,13,333	10	77.33	2,13,333	10	77.33	2,13,333	10	77.33
Neelkanth Rice Lands Pvt. Ltd.	80,000	10	92.68	80,000	10	124.19	80,000	10	147.67
Nirmal Infrastructure Pvt. Ltd. (Refer Note 5.3 below)	1,09,000	10	100.00	-	-	-	-	-	-
Ozone Projects Pvt. Ltd.	9,57,133	10	1,056.73	9,57,133	10	116.30	9,57,133	10	144.42
Ozone Urbana Infra Developers Pvt. Ltd.	4,44,143	10	1,956.73	4,44,143	10	1,127.67	3,86,112	10	1,330.74
Sterling Urbana Infraprojects Pvt. Ltd.	44,00,000	10	197.81	44,00,000	10	526.62	44,00,000	10	654.88
Supernal Realtors Pvt. Ltd.	26,667	10	-	26,667	10	-	26,667	10	-
Vengas Realtors Pvt. Ltd.	26,667	10	-	26,667	10	-	26,667	10	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

	As at 31 st March, 2017			As at 31 st March, 2016			As at 1 st April, 2015		
	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount
b) Equity Shares - Unquoted Partly paid up Nilayami Realtors Pvt. Ltd. (Rs. 5/- paid up each)	1,06,000	10	84.85	1,06,000	10	104.52	1,06,000	10	102.79
c) Equity Shares - Quoted fully paid up Reliance Industries Ltd.	35,22,000	10	46,462.22	35,22,000	10	36,813.71	35,22,000	10	29,045.93
Total investment in equity shares			<u>75,410.14</u>			<u>67,299.14</u>			<u>60,379.26</u>
d) 0% Fully Compulsorily Convertible Debentures - Unquoted fully paid up Neelkanth Realty Pvt. Ltd. (Refer note 5.2 below) Neelkanth Rice Lands Pvt. Ltd. Supernal Realtors Pvt. Ltd. Vengas Realtors Pvt. Ltd.	33,600 11,200 18,721 26,733	100 1,000 1,000 1,000	33.60 145.52 - -	33,600 11,200 18,721 26,733	100 1,000 1,000 1,000	33.60 174.93 - -	33,600 11,200 18,721 26,733	100 1,000 1,000 1,000	33.60 196.84 - -
e) 0% Fully Compulsorily Convertible Debentures - Unquoted partly paid up Nilayami Realtors Pvt. Ltd. (Rs. 10/- paid up each) (FCCD)	8,480	1,000	16.26	8,480	1,000	33.74	8,480	1,000	32.21
Total debentures			<u>195.38</u>			<u>242.27</u>			<u>262.65</u>
Total equity instruments at FVOCI			<u>75,605.52</u>			<u>67,541.41</u>			<u>60,641.91</u>
(ii) Financial assets classified and measured at FVTPL									
1. Units									
HDFC India Real Estate Fund	8,886	1,000	85.75	9,242	1,000	89.18	27,375	1,000	136.33
Urban Infrastructure Opportunities Fund	7,619	60,430	2,877.72	7,619	79,930	5,766.05	7,619	86,160	7,784.85
Total units at FVTPL			<u>2,963.47</u>			<u>5,855.23</u>			<u>7,921.18</u>
Total non-current investments			<u>1,50,680.00</u>			<u>1,44,734.68</u>			<u>97,960.58</u>
Aggregate amount of quoted investments and market value thereof			<u>46,462.22</u>			<u>36,813.71</u>			<u>29,045.93</u>
Aggregate amount of unquoted investments			<u>1,04,217.78</u>			<u>1,07,920.97</u>			<u>68,914.65</u>

Note:

- 5.1 Represents face value in Australian Dollar and US Dollar.
- 5.2 Original Share / Debenture Certificates have been misplaced and steps are being taken to obtain duplicate certificates.
- 5.3 Original Equity shares of Nirmal Infrastructure Private Ltd. have been kept in Escrow Account and proposed transaction for disposal of investment is being executed.
- 5.4 Sarbags PTY Limited, a wholly owned subsidiary of the company registered in Australia has been deregistered w.e.f. 15.03.2016.
- 5.5 Assurene Product Corporation, a wholly owned subsidiary of the company registered in USA has been deregistered w.e.f. 17.03.2017.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 6 - Non current financial assets - Loans

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Unsecured, considered good			
Loan to subsidiaries			
Inter-Corporate Deposits (Refer note 40)	-	-	1,262.80
Total	<u>-</u>	<u>-</u>	<u>1,262.80</u>

6.1 The Company had granted Inter Corporate Deposits for the purpose of business and working capital needs of its subsidiary companies.

Note 7 - Other non current financial assets

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Bank Deposits with more than 12 months maturity (refer note 7.1 below)	126.04	159.04	277.93
Security Deposits	280.61	391.63	394.15
Total	<u>406.65</u>	<u>550.67</u>	<u>672.08</u>

7.1 Fixed Deposits with Banks having maturity more than 12 Months are held as Deposit with Electricity Department, Sales-tax Department and Customs Authorities

	126.04	159.04	277.93
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Note 8 - Non current tax assets (Net)

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Income-tax	1,711.28	1,440.06	1,243.97
Total	<u>1,711.28</u>	<u>1,440.06</u>	<u>1,243.97</u>

Note 9 - Other non current assets

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Capital advances	12,856.96	12,709.54	12,667.17
Prepaid Expenses	15.17	12.15	3.53
Total	<u>12,872.13</u>	<u>12,721.69</u>	<u>12,670.70</u>

Note 10 - Inventories

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Raw Materials			
Goods-in-Transit	16.83	552.65	422.76
Others	2,657.33	2,459.33	2,550.02
	<u>2,674.16</u>	<u>3,011.98</u>	<u>2,972.78</u>
Work-in-Progress	1,091.68	761.13	758.58
Finished Goods			
Goods-in-Transit	1,080.28	361.03	354.59
Others	1,939.19	3,982.89	2,737.28
	<u>3,019.47</u>	<u>4,343.92</u>	<u>3,091.87</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Stores and Spares			
Goods-in-Transit	-	-	2.11
Others	682.43	739.60	734.98
	682.43	739.60	737.09
Scrap	23.64	44.09	34.86
Total	7,491.38	8,900.72	7,595.18

10.1. For mode of valuation please refer note no 1 (h)

Note 11- Current investments

	(Rs.in Lacs)								
	As at 31st March, 2017			As at 31st March, 2016			As at 1st April, 2015		
	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount
(i) Financial assets classified and measured at Amortised Cost									
a) 1% Redeemable Non Cumulative Preference shares - Unquoted fully paid up									
Ashoka Realty and Developers Limited	9,50,000	10	95.00	9,50,000	10	95.00	-	-	-
Swastik Land Developers Limited	9,50,000	10	95.00	9,50,000	10	95.00	-	-	-
Swarland Developers Limited	40,000	10	4.00	40,000	10	4.00	-	-	-
Total Preference shares			194.00			194.00			
(ii) Financial assets classified and measured as fair value through profit and loss									
a) Mutual Funds - Unquoted Fully Paid-up									
Birla Sunlife Floating Rate Fund Short Term Plan Growth Direct Plan	1,96,487	100	426.09	3,54,687	100	715.80	-	-	-
Birla Sunlife Savings Fund -Growth Direct Plan	5,44,982	100	1,744.55			-			
Total Units in Mutual Funds at FVTPL			2,170.64			715.80			
Total Current Investments			2,364.64			909.80			
Aggregate amount of quoted investments and market value thereof			-			-			-
Aggregate amount of unquoted investments			2,364.64			909.80			-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 12 - Trade receivables

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Unsecured, considered good			
Trade Receivables	7,496.22	7,739.26	9,687.35
Total	7,496.22	7,739.26	9,687.35

Note 13 - Cash and Cash Equivalents

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Cash and Cash Equivalents			
Balances with Banks in Current Accounts	379.50	278.79	926.31
Cheques, Drafts in Hand	0.07	-	-
Cash on Hand	1.06	2.08	1.00
Total	380.63	280.87	927.31

13.1 For the purpose of the statement of cash flow, cash and cash equivalents comprise the followings

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Balances with Banks in Current Accounts	379.50	278.79	926.31
Cheques, Drafts in Hand	0.07	-	-
Cash on Hand	1.06	2.08	1.00
	380.63	280.87	927.31
Less: Working Capital Loan from Bank repayable on Demand	0.03	44.20	42.92
	380.60	236.67	884.39

13.2 Details of specified Bank Notes (SBN) held and transacted during the period 08.11.2016 to 30.12.2016 is as under:-

Particulars	(Amount in Rs.)		
	SBNs	Other Denomination Notes	Total
Closing Cash in hand as on 08.11.2016	46,000	1,38,803	1,84,803
(+) Permitted receipts	-	3,91,848	3,91,848
(-) Permitted payments	-	3,39,694	3,39,694
(-) Amount deposited in Banks	46,000	-	46,000
Closing Cash in hand as on 30.12.2016	-	1,90,957	1,90,957

Note 14 - Bank Balance other than Cash and Cash Equivalents

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Other Bank Balances - Earmarked			
Unpaid Dividend Accounts	36.67	33.64	34.70
Fixed Deposits with banks	517.77	594.66	406.67
Total	554.44	628.30	441.37
Earmarked Balances with Bank:			
14.1 Fixed Deposits with Bank towards Derivative Contracts.	-	65.00	-
14.2 Fixed Deposits with Banks as Deposit with Various Government Departments.	143.68	146.76	45.31
14.3 Fixed Deposits with Bank pledged against Bank Overdraft Facility	374.09	382.90	361.36

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 15 - Current financial assets - Loans

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Unsecured, considered good unless otherwise specified			
Loans and advances to related parties			
Inter-corporate deposits (Refer Note No. 40)	7.11	1.01	39,045.80
Others			
Interest Receivable	10.92	9.52	18.69
Total	18.03	10.53	39,064.49

15.1 Inter Corporate Deposits given for the working capital need of the subsidiary companies.

Note 16 - Other current financial assets

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Interest Accrued on Investments	-	-	1,477.38
Unbilled Revenue	-	-	74.68
Other Advances	429.47	256.95	336.93
Total	429.47	256.95	1,888.99

16.1 Other Advances mainly includes Claims & Discount receivables from various parties

Note 17 - Other current assets

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Scrap Material Held for Sale	-	17.90	19.61
Export Incentive Receivable	184.58	253.04	171.82
Balance with Customs & Excise Authorities	532.50	916.04	862.28
Other Advances	1,412.71	1,389.98	1,054.04
Total	2,129.79	2,576.96	2,107.74

17.1 Other Advances mainly includes Advance to Suppliers, VAT Receivables, Cenvat receivable etc.

Note 18 - Assets held for sale

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Property, Plant & Equipments Held for Disposal (refer note 18.1 below)	22.00	602.59	4.90
Investment in equity shares of Nirmal Infrastructure Pvt. Ltd. (refer 18.2 below) - Measured at fair value through other comprehensive income	-	374.00	374.00
Investment in equity shares of Earnest Towers Pvt. Ltd. (refer 18.3 below) - Measured at fair value through other comprehensive income	856.77	-	-
Total	878.77	976.59	378.90

18.1 Board of Directors of the Company at its meeting held on 22nd December 2015, had approved disposal of the Indore Unit as a going concern. Pending execution of Sale Deed, the amount of Rs. 497.69 Lacs classified as assets held for sale.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

18.2 Considering substantial delay in the project which is yet to start, the Promoters of Nirmal Infrastructure Pvt Ltd have proposed to purchase the entire stake of Jaicorp for a sum of approximately Rs. 374.00 Lacs including premium of Rs. 248.00 Lacs on a investment of Rs. 100.00 Lacs and interest of Rs. 26.00 Lacs being interest for the delayed period. Hence the same was classified as held for sale in earlier years.

Original Equity shares of Nirmal Infrastructure Private Ltd. have been kept in Escrow Account and proposed transaction for disposal of investment is being executed.

However during the year, the transaction in respect of proposed disposal has not been honoured by the promoters of the investee and hence the said investment is not classified as held for sale at the end of the reporting period. The same will be kept as a strategic investment and due to the change in classification the other comprehensive income for the year has reduced by Rs. 274.00 Lacs.

18.3 Considering substantial delay in the project which is yet to start, the Promoters of Earnest Towers Pvt. Ltd have proposed to purchase the entire stake of Jaicorp for a sum of approximately Rs. 856.77 Lacs . Hence the same was classified as held for sale.

18.4 Assets held for sale represents Plant and Machineries discarded in current year and earlier years and not in use and are carried at estimated net realisable value as determined by the management.

Note 19 (a) - Equity share capital

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Authorised:			
45,00,00,000 Equity Shares of Re. 1 each (45,00,00,000 Equity Shares of Re.1 each as at 31st March, 2016 and as at 1st April, 2015)	4,500.00	4,500.00	4,500.00
1,50,00,000 1% Non-Cumulative, Non-Participating Redeemable (1,50,00,000 Preference Shares of Re.1 each as at 31st March, 2016 and as at 1st April, 2015)	150.00	150.00	150.00
3,50,00,000 Unclassified Shares of Re. 1 each (3,50,00,000 Unclassified Shares of Re.1 each as at 31st March, 2016 and as at 1st April, 2015)	350.00	350.00	350.00
TOTAL	<u>5,000.00</u>	<u>5,000.00</u>	<u>5,000.00</u>
Issued and Subscribed:			
17,84,94,010 Equity Shares of Re. 1 each (17,84,94,010 Equity Shares of Re.1 each as at 31st March, 2016 and as at 1st April, 2015)	1784.94	1784.94	1784.94
TOTAL	<u>1784.94</u>	<u>1784.94</u>	<u>1784.94</u>
Paid-Up:			
17,84,49,410 Equity Shares of Re. 1 each fully paid up (17,84,49,010 Equity Shares of Re.1 each as at 31st March, 2016 and as at 1st April, 2015)	1,784.49	1784.49	1784.49
Add: Forfeited Shares (Amount originally paid on 4,460 (4,460) shares of Rs. 10 each)	0.22	0.22	0.22
TOTAL	<u>1,784.71</u>	<u>1784.71</u>	<u>1784.71</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

19(a).1 Reconciliation of number of Equity Shares outstanding at the beginning and at the end of the year:

Particulars	2016-17		2015-16		2014-15	
	(In Nos.)	(Rs. In Lacs)	(In Nos.)	(Rs. In Lacs)	(In Nos.)	(Rs. In Lacs)
Shares outstanding at the beginning of the year	17,84,49,410	1,784.49	17,84,49,410	1,784.49	17,84,49,410	1,784.49
Shares outstanding at the end of the year	17,84,49,410	1,784.49	17,84,49,410	1,784.49	17,84,49,410	1,784.49

19(a).2 The terms / rights attached to the Equity Shares:

The holder of equity shares of Re. 1 each is entitled to one vote per share. The equity shareholders are entitled to dividend only if dividend in a particular financial year is recommended by the Board of Directors and approved by the members at the annual general meeting of that year. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by share holders.

19(a).3 Details of shares in the Company held by each shareholder holding more than 5% shares:

Name of Shareholder	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	Number of Shares held	% of Holding	Number of Shares held	% of Holding	Number of Shares held	% of Holding
Equity Shares:						
Harsh Jain	2,32,51,560	13.03	2,32,51,560	13.03	2,32,51,560	13.03
Rina Jain	2,17,19,220	12.17	2,17,19,220	12.17	2,17,19,220	12.17
Satyapal Jaikummar Jain	1,82,11,800	10.21	1,82,11,800	10.21	1,82,11,800	10.21
Sushma Jain	1,61,30,740	9.04	1,61,30,740	9.04	1,61,30,740	9.04
Ankit Jain	1,54,01,700	8.63	1,54,01,700	8.63	1,54,01,700	8.63
Laxmi Jain	1,42,53,540	7.99	1,42,53,540	7.99	1,42,53,540	7.99
Gaurav Jain	1,05,27,200	5.90	1,05,27,200	5.90	1,05,27,200	5.90

19(a).4 Forfeited shares (Amount originally paid up):

Particulars	(Rs. in Lacs)		
	2016-17	2015-16	2014-15
44,600 (Previous Year 44,600) Equity Shares of Re.1 each (Originally 4,460 Equity Shares of Rs.10/- each)	0.22	0.22	0.22

Note 19 (b) - Other equity

Particulars	(Rs.in Lacs)	
	2016-17	2015-16
Capital reserve		
Opening balance	92.17	92.17
Transaction during the year	-	-
Closing balance	92.17	92.17

Nature and Purpose - The Reserve was created in pursuant to scheme for the merger of Comet Steels Ltd and Sipta Coated Steels Ltd with Jai Corp Ltd. The reserve will be utilized in the compliance with the provisions of the Company's Act, 2013.

Particulars	(Rs.in Lacs)	
	2016-17	2015-16
Capital redemption reserve		
Opening balance	85.55	79.25
Transaction during the year -	-	-
Transfer from retained earnings on account of redemption of preference shares	3.45	6.30
Closing balance	89.00	85.55

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Nature and Purpose - The reserve was created upon the redemption of preference shares and will be utilised with the compliance of the provisions of the Company's Act, 2013.

Particulars	(Rs.in Lacs)	
	2016-17	2015-16
Securities premium reserve		
Opening balance	43,348.95	43,348.95
Transaction during the year	-	-
Closing balance	43,348.95	43,348.95

Nature and Purpose - Securities premium was created when shares are issued at premium. The reserve will be utilised in accordance with the provisions of the Companies Act, 2013.

Particulars	(Rs.in Lacs)	
	2016-17	2015-16
General reserve		
Opening balance	19,876.87	19,883.17
Transaction during the year -	-	-
Transfer to capital redemption reserve	(3.45)	(6.30)
Closing balance	19,873.42	19,876.87

Nature and Purpose - General Reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purpose. This reserve is a distributable reserve.

Particulars	(Rs.in Lacs)	
	2016-17	2015-16
Retained earnings		
Opening balance	27,656.44	27,977.93
Transaction during the year -		-
Net profit / (loss) for the year	(1,450.95)	(77.93)
Dividends Paid	(240.84)	(240.84)
Tax on dividends	(47.79)	-
Transfer from FVOCI - equity instruments on financial assets sold	-	(2.74)
Others	-	0.02
Closing balance	25,916.86	27,656.44

Nature and Purpose - Retained earnings represents the accumulated profits / losses made by the Company over the years.

Particulars	(Rs.in Lacs)	
	2016-17	2015-16
FVOCI - Equity instruments		
Opening balance	(12,778.66)	(19,648.02)
Transaction during the year -		
Loss on sale of equity instruments	-	(2.74)
Losses realised on sale of equity instruments transferred to retained earnings	-	2.74
Fair value gains and losses on restatement to fair value on reporting date	8,546.90	6,869.36
Closing balance	(4,231.76)	(12,778.66)

Nature and Purpose - The company has elected to recognise changes in the fair value of certain investments in equity instruments in other comprehensive income.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	(Rs.in Lacs)	
	2016-17	2015-16
Remeasurements of defined benefit plans		
Opening balance	28.86	-
Transaction during the year -		
Actuarial gains	71.17	44.13
Deferred tax	(24.63)	(15.27)
Closing balance	75.40	28.86

Nature and purpose - Other comprehensive income also comprises of re-measurements of defined benefit obligations.

Particulars	(Rs.in Lacs)	
	2016-17	2015-16
Equity component of preference shares issued		
Opening balance	21,801.63	16,272.97
Transaction during the year -		
Term Extension of Preference Shares	-	8,611.62
Deferred tax on above	-	(2,984.22)
Early Redemption of Preference Shares	(324.73)	(98.75)
Closing balance	21,476.90	21,801.63

"Nature and purpose - The difference between the fair value of preference shares on the date of issue / modification and the transaction price is recognised as a deemed equity component by the promoters. Estimation of fair value - For computation of the below fair value benefit, the company has estimated the fair value of the financial liability on the date of issue / modification by considering comparable market interest rates adjusted to the facts and circumstances relevant to the company."

	(Rs.in Lacs)
Total other equity as at 31 March 2017	
01-Apr-15	88,006.42
31-Mar-16	1,00,111.81
31-Mar-17	1,06,640.94

Note 20 - Non - current financial liabilities - Borrowings

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Borrowings other than from banks			
Unsecured			
Interest free sales tax loan from government authorities (refer note 20.1 below)	-	-	890.47
1% Non-Cumulative, Non-Participating Redeemable Preference Shares (refer note 20.2 below)	-	89,468.09	-
Total	-	89,468.09	890.47

20.1 In the earlier year, Company availed Sales Tax Loan of Rs. 890.47 Lacs which was repayable by 2027.

During the previous year Company had paid Rs. 507.95 Lacs at Net Present Value against the Full and final settlement of the loan liability and differential amount had been credited to Statement of Profit and Loss under the head Other Income as "Gain on Prepayment of Sales Tax Loan".

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

20.2 The terms / rights attached to the Preference Shares:

On 27th November, 2007 1,50,00,000 1% Non - cumulative, Non - Participating Redeemable Preference Shares of Re.1 each fully paid-up were allotted. Subsequently 89,00,100 shares have been redeemed in various tranches and the balance 60,99,900 are redeemable at a premium of 6 % p.a. from the date of allotment over and above the total issue price of Rs. 1,000/- per share which were rolled over for a further period of two years with effect from 26th November, 2015 as approved by share holders at their meeting held on 23rd September, 2015, these Preference shares are to be redeemable on 25th November, 2017. The Preference Shareholders have a preferential right to dividend of 1% per annum, carry a preferential right for repayment of capital in priority to the equity shares, on liquidation of the Company or repayment of capital. However, the preference shares carry no further or other right to participate either in the profits or assets of the Company and have no voting rights.

20.3 Details of shares in the Company held by each shareholder holding more than 5% shares:

Name of Shareholder	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	Number of Shares held	% of Holding	Number of Shares held	% of Holding	Number of Shares held	% of Holding
Preference Shares:						
Harsh Jain	4,00,000	6.56	4,00,000	6.21	-	-
Sushma Jain	6,23,300	10.22	8,68,300	13.47	19,58,300	27.67
Gaurav Jain	5,41,250	8.87	-	-	-	-
Laxmi Jain	-	-	19,08,300	29.61	23,58,300	33.34
Rina Jain	-	-	19,03,300	29.53	23,58,300	33.34
Anurag Bagaria	-	-	5,50,000	8.53	-	-
Neha Bagaria	3,35,000	5.49	3,30,000	5.12	4,00,000	5.65
Prime Trust	17,03,300	27.92	-	-	-	-
Mega Trust	9,84,980	16.15	-	-	-	-
IIFL Cash Opportunities Fund	6,22,000	10.20	-	-	-	-

20.4 Reconciliation of number of Preference Shares outstanding at the beginning and at the end of the year:

(Rs. In Lacs)

Particulars	2016-17		2015-16		2014-15	
	(In Nos.)	(Rs. In Lacs)*	(In Nos.)	(Rs. In Lacs)*	(In Nos.)	(Rs. In Lacs)*
Shares outstanding at the beginning of the year	64,44,900	64.45	70,74,900	70.75	79,74,900	79.75
Less: Shares redeemed during the year	3,45,000	3.45	6,30,000	6.30	9,00,000	9.00
Shares outstanding at the end of the year	60,99,900	61.00	64,44,900	64.45	70,74,900	70.75

* Preference shares value shown above is valued at its Face Value.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 21 - Deferred tax liabilities

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Deferred tax liabilities			
Related to Property, plant and Equipments	2,136.53	1,957.69	2,031.58
Related to redeemable preference share liability	1,008.22	2,513.20	987.50
Financial assets measured at FVOCI	38.13	154.63	183.39
Taxable temporary differences on financial assets measured at FVTPL	2.89	0.47	-
Deferred tax assets			
Disallowance Under the Income-tax Act, 1961	60.97	63.07	59.09
Financial assets measured at FVOCI	38.13	154.63	183.39
Deferred tax asset (Others)	-	0.85	-
Net deferred tax liability	3,086.67	4,407.44	2,959.99

21.1 Movement in Deferred Tax Liabilities

Particulars	(Rs. In Lacs)					
	PPE	Prof. Share Liab	Financial assets measured at FVTPL	Disallowance under the Income Tax Act	Others	Total
As at 1st April, 2015	2,031.58	987.50	-	(59.09)	-	2,959.99
Charged/(Credited)						
- to Profit & Loss	(73.89)	(1,458.52)	0.47	(19.25)	(0.85)	(1,552.04)
- to Other Comprehensive Income				15.27		15.27
- to Other Components of Equity		2,984.22				2,984.22
As at 31st March, 2016	1,957.69	2,513.20	0.47	(63.07)	(0.85)	4,407.44
(Charged)/Credited						
- to Profit & Loss	178.84	(1,504.99)	2.42	(22.53)	0.85	(1,345.41)
- to Other Comprehensive Income				24.63		24.63
- to Other Components of Equity						-
As at 31st March, 2017	2,136.53	1,008.22	2.89	(60.97)	-	3,086.67

21.2 Unrecognised deferred tax assets:

a) On Deductible temporary differences -

Deferred tax assets are not recognised for certain deductible temporary differences arising on fair valuation of investments to the extent of **Rs. 29,340.17 Lacs** (31st March 2016 - 25,917.68 Lacs, 1st April 2015 - 22,822.37 Lacs) because it is not probable that future taxable profits will be available against which these deductible temporary differences can be utilised.

b) Capital Losses

In relation to Financial Year ending	(Rs. In Lacs)			
	As at 31st March 2017	Expiry Year	As at 31st March 2016	Expiry Year
2015-2016	8.31	2023-2014	8.31	2023-2014
2016-2017	607.10	2024-2025	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 22 - Current financial liabilities - Borrowings

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Secured Loans			
Working Capital Loans from Banks repayable on Demand (refer note 22.1 below)	0.03	44.20	42.92
Total	0.03	44.20	42.92

22.1. **Rs. 0.03 Lacs** (Rs. 44.20 Lacs as at 31st March, 2016 and Rs. 42.92 Lacs as at 1st April, 2015) is secured against pledge of fixed deposits with a bank.

Note 23 - Trade payables

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Micro, Small and Medium Enterprises	9.72	10.43	22.26
Others	445.31	2,117.49	1,412.98
Total	455.03	2,127.92	1,435.24

23.1 Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED 2006) have been determined based on the information as available with the Company and the details of amount outstanding due to them are as given below:

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
a) Principal amount Outstanding	9.72	10.43	22.26
b) Interest due thereon	-	-	-
c) Interest paid by the Company in terms of Section 16 of MSMED 2006, along with amount of the payment made to the suppliers beyond the appointed day during the year .	-	-	-
d) Interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED 2006.	-	-	-
e) Interest accrued and remaining unpaid	-	-	-
f) Further interest remaining due and payable in the succeeding years.	-	-	-

Note 24 - Other current financial liabilities

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Current Maturities of Non-current Borrowings	92,298.69	-	99,023.70
Unpaid Dividends	36.67	33.64	34.70
Unclaimed for Scheme of Arrangement	38.80	38.80	38.95
Creditors for Capital Expenditure	2.00	16.03	33.30
Derivative financial liability	-	18.37	-
Other Payables	1,203.68	1,375.38	1,324.53
Total	93,579.84	1,482.22	1,00,455.18

24.1 Unclaimed Dividends does not include amount, due and outstanding, to be credited to Investor Education and Protection Fund.

24.2 Other Includes Security Deposit from Customer and Liability for Expenses etc.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 25 - Other current liabilities

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Advances from Customers	23.63	37.94	97.19
Advance against Sale of Property, Plant and Equipment	-	675.00	50.00
Statutory Dues	74.33	101.35	145.39
Others (Refer Note 25.1 below)	1.00	-	-
Total	98.96	814.29	292.58

25.1 others includes advance rent etc.

Note 26 - Provisions - Current

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Provision for employee benefits			
Gratuity (Funded) (Refer Note No. 43)	30.21	51.64	71.92
Leave Encashment	145.95	130.61	123.84
Others			
Provisions for Wealth Tax	-	0.67	1.92
Provision for Excise Duty	142.80	317.20	90.18
Total	318.96	500.12	287.86

26.1 The Company had recognised liability based on substantial degree of estimation for excise duty payable on the clearance of goods lying in stock as on 31st March, 2016 of Rs. 317.20 Lacs and as on 31st March, 2015 of Rs. 90.18 Lacs as per the estimated pattern of dispatches. During the year 2016-17, Rs. 317.20 Lacs was utilised for clearance of goods and during the year 2015-16, Rs. 90.18 Lacs was utilised for clearance of goods. Liability recognised under this class for the year is Rs. 142.80 as at 31st March, 2017, which is outstanding as on 31st March, 2017. Actual outflow is expected in the next financial year.

Note 27 - Revenue from operations

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Sale of Products (including excise duty)	69,603.84	65,959.51
Traded Goods	186.15	32.25
Sale of Services	680.88	370.35
Other Operating Revenue	516.15	459.63
Total	70,987.02	66,821.74

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 28 - Other income

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Interest Income from Financial Assets measured at amortised cost		
From Inter-Corporate Deposits	0.35	1,054.10
From Fixed Deposits	70.52	76.88
From Customers	38.99	57.73
From Others	7.36	16.96
Dividend Income		
From Non-current investments - Subsidiary	211.48	436.25
From Equity Investments designated at FVOCI	-	722.01
Profit on Sale of Investments (Net)		
From Non-current investments	0.12	4.99
From Current Investments	117.54	105.16
Income from Non-current investments designated at FVTPL	-	134.24
Rent Income	2.69	2.73
Profit on Sale of Plant, Property and Equipments (Net)	151.32	300.87
Net Gain on Foreign Currency Transactions and Translation	-	129.75
Gain on Prepayment of Sales tax loan	-	382.52
Insurance Claim Received (Refer Note No. 28.1 below)	536.36	-
Miscellaneous Income	389.38	95.59
Total	1,526.11	3,519.78

28.1 Insurance Claim received includes Rs. 525.69 Lacs on account of final settlement of Loss of Profit (LOP) in respect of the Company's claim arising due to a major fire on 11th October, 2012 at one of the Company's HDPE/PP woven sacks units located at Daman.

28.2 Miscellenous Income includes Rs. 308.02 Lacs on account of refund of excess electricity charges paid and Rs. 40.53 lacs towards refund of excess excise duty.

Note 29 - Cost of materials consumed

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Opening Stock of Raw Material	3,011.98	2,972.78
Less: Cost of Raw Material Sold	-	44.40
Add: Purchases	41,562.57	40,233.47
	44,574.55	43,161.85
Less: Closing Stock of Raw Material	2,674.16	3,011.98
Cost of materials consumed	41,900.39	40,149.87

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 30 - Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
At the end of the Year		
Finished Goods	3,019.47	4,343.92
Work-in-Progress	1,091.68	761.13
Scrap	23.64	44.09
	<u>4,134.79</u>	<u>5,149.14</u>
At the beginning of the Year		
Finished Goods	4,343.92	3,091.87
Work-in-Progress	761.13	758.58
Scrap	44.09	34.86
	<u>5,149.14</u>	<u>3,885.31</u>
Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	<u>1,014.35</u>	<u>(1,263.83)</u>

Note 31 - Employee benefits expense

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Salaries, Wages and Perquisites	4,874.47	5,706.48
Contribution to Provident, Gratuity and Other Funds	337.00	351.34
Staff Welfare Expenses	44.74	58.64
Total	<u>5,256.21</u>	<u>6,116.46</u>

Note 32 - Finance costs

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Interest expense on redeemable preference shares measured at amortized cost	7,747.29	8,188.74
Interest on Other	5.72	54.57
Total	<u>7,753.01</u>	<u>8,243.31</u>

32.1 Interest Expenses includes of **Rs. Nil** (Previous Year Rs. 48.40 Lacs) on account of delay in Excise duty and Service Tax Payment.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 33 - Other expenses

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Stores, Spare parts and Packing Materials Consumed	1,491.06	1,780.37
Power and Fuel	2,933.35	2,854.39
Job Work Charges	198.76	58.91
Repairs to Machinery	83.62	66.69
Repairs to Buildings	42.57	96.50
Advertisement, Publicity and Sales Promotion Expenses	26.37	29.68
Brokerage, Discount and Commission	311.36	423.37
Freight Outward, Handling charges and Octroi (Net)	670.60	684.63
Payment to Auditors (Refer Note No. 33.1 below)	72.06	71.37
Rent	93.26	104.87
Rates and Taxes	59.09	82.25
Repairs & Maintenance - Others	41.45	26.77
Insurance	180.49	192.98
Legal, Professional and Consultancy Charges	374.80	469.91
Travelling and Conveyance	110.00	143.72
Directors' Sitting Fees	6.03	7.83
Donations	5.00	-
Bank Charges	13.75	18.59
Net Loss on Foreign Currency Transactions and Translations	67.33	-
Loss on Sale of Investments	-	36.47
Bad Debts	67.28	55.96
Sundry Balances Written Off (Net)	10.05	14.50
Corporate Social Responsibilities Expenditure	209.95	184.66
Miscellaneous Expenses	268.62	340.34
Fair value changes (net) on financial assets classified as fair value through profit and loss - net expense	1,365.77	1,491.70
Total	8,702.62	9,236.46

33.1 Payment to Auditors

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Audit Fees	36.00	36.00
Tax Audit Fees	10.00	10.00
Certification Charges	25.07	24.57
Reimbursement of Expenses	0.99	0.80
Total	72.06	71.37

33.2 Notes related to Corporate Social Responsibility expenditure

- CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the company during the year is **Rs. 188.66 Lacs** (Previous Year Rs. 201.99 Lacs)
- Expenditure related to Corporate Social Responsibility is **Rs. 209.95 Lacs** (Previous Year Rs. 184.66 Lacs).

Particulars	(Rs.in Lacs)	
	2016-17	2015-16
Education	162.44	154.84
Rural Transformation	29.35	20.80
Others	18.16	9.02
	209.95	184.66

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 34 - Tax expense

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Current tax expense		
Current tax for the year	3,407.15	3,080.01
Deferred taxes		
Change in deferred tax assets	-	(19.64)
Change in deferred tax liabilities	(1,345.41)	(1,532.40)
	<u>(1,345.41)</u>	<u>(1,552.04)</u>
Total	<u>2,061.74</u>	<u>1,527.97</u>

Note 34.1 - Tax reconciliation (for profit and loss)

Particulars	(Rs.in Lacs)	
	31-Mar-2017	31-Mar-2016
Profit before income tax expense	610.79	1,450.04
Tax at the rate of 34.608%	211.38	501.83
Realted to Property, Plant and Equipment	106.95	(123.13)
Expenses not allowed	119.06	17.92
Exempted Income	-	(267.18)
Fair Valuation of Financial Assets and liabilities	1,659.28	1,459.82
Income taxed at a differencnt rate	(36.59)	(66.84)
Others	1.65	5.54
Income tax expense	<u>2,061.74</u>	<u>1,527.97</u>

Note 34.2 - Deferred taxes recognised in equity directly

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Deferred tax expense		
Deferred tax liability related to preference shares recognised in deemed equity component of preference shares	-	2,984.22
Total	<u>-</u>	<u>2,984.22</u>

Note 35 - Other comprehensive income

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
(i) Items that will not be reclassified to profit or loss		
Actuarial gains on defined benefit obligations	71.17	44.13
Deferred taxes credits on actuarial gains	(24.63)	(15.27)
Fair value changes (net) on financial assets classified as fair value through other comprehensive income	8,546.90	6,869.36
Loss on disposal of Financial assets classified as FVOCI	-	(2.74)
Total items that will not be reclassified to profit and loss	<u>8,618.07</u>	<u>6,910.75</u>
Deferred taxes	(24.63)	(15.27)
Total	<u>8,593.44</u>	<u>6,895.48</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 36 - Fair value measurements
Financial instruments by category:

Particulars	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	FVOCI	FVTPL	FVOCI	FVTPL	FVOCI	FVTPL
		Amortised cost		Amortised cost		Amortised cost
Financial assets (other than investment in subsidiaries and associates)						
Non current assets						
Investments in Unquoted Equity Shares (including assets held for sale)	29,804.69	-	30,859.43	-	31,707.33	-
Investments in Quoted Equity Shares	46,462.22	-	36,813.71	-	29,045.93	-
Investments in units	-	2,963.47	-	5,855.23	-	7,921.18
Investment in FCCD's	195.38	-	242.27	-	262.65	-
Non-current loans	-	-	-	-	-	1,262.80
Other non-current financial assets	-	-	-	-	-	672.08
Current assets						
Investment in Preference Shares of Subsidiaries	-	-	-	-	-	-
Investment in mutual funds	-	2,170.64	-	715.80	-	-
Trade receivables	-	-	-	-	-	9,687.35
Cash & Cash Equivalents	-	-	7,496.22	-	-	927.31
Other bank balances	-	-	380.63	-	-	441.37
Current loans	-	-	554.44	-	-	39,064.49
Other current financial assets	-	-	18.03	-	-	1,888.99
Total financial assets	76,462.29	5,134.11	67,915.41	6,571.03	61,015.91	53,944.39
		Amortised cost		Amortised cost		
Financial liabilities						
Non-current liabilities						
Non-current borrowings	-	-	-	-	-	890.47
Current liabilities						
Current borrowings	-	-	-	-	-	42.92
Trade payables	-	-	0.03	-	-	1,435.24
Other financial liabilities	-	-	455.03	-	-	1,00,455.18
Total financial liabilities			93,579.84	18.37		1,02,823.81
		Amortised cost		Amortised cost		
Total financial assets			94,034.90	18.37	93,104.05	53,944.39

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**Fair value hierarchy**

The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments that have quoted price and financial instruments like Mutual Funds for which NAV is published by Mutual Fund Operator. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period and Mutual Fund are valued using the Closing NAV.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2. Instruments in the level 2 category for the company include forward exchange contract derivatives.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in this level. Instruments in level 3 category for the company include unquoted equity shares and FCCDs, unquoted units of mutual funds and unquoted units of venture capital funds

Financial assets and liabilities measured at fair value at each reporting date

(Rs.in Lacs)

	As at 31st March, 2017			As at 31st March, 2016			As at 1st April, 2015		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets (other than investment in subsidiaries and associates)									
Financial assets measured at FVOCI									
Investments in Unquoted Equity Shares (including assets held for sale)	-	-	29,804.69	-	-	30,859.43	-	-	31,707.33
Investments in quoted equity shares	46,462.22	-	-	36,813.71	-	-	29,045.93	-	-
Investment in FCCD's	-	-	195.38	-	-	242.27	-	-	262.65
Total	46,462.22	-	30,000.07	36,813.71	-	31,101.70	29,045.93	-	31,969.97
Financial assets measured at FVTPL									
Investments in units	-	-	2,963.47	-	-	5,855.23	-	-	7,921.18
Investment in units of Mutual funds	2,170.64	-	-	715.80	-	-	-	-	-
Total	2,170.64	-	2,963.47	715.80	-	5,855.23	-	-	7,921.18
Financial liabilities									
Derivative financial liability	-	-	-	-	18.37	-	-	-	-
Total	-	-	-	-	18.37	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Fair value for assets measured at amortised cost

	As at 31st March, 2017				As at 31st March, 2016				As at 1st April, 2015			
	Level 1	Level 2	Level 3	Carrying amount	Level 1	Level 2	Level 3	Carrying amount	Level 1	Level 2	Level 3	Carrying amount
Financial assets												
Other non-current financial assets	-	409.78	-	406.65	-	554.69	-	550.67	-	673.07	-	672.08
Financial liabilities												
Current Maturities of Non-current Borrowings	-	92,298.69	-	92,298.69	-	-	-	-	-	99,023.70	-	99,023.70
Non-current borrowings	-	-	-	-	-	90,076.22	-	89,468.09	-	-	890.47	890.47

During the years mentioned above, there have been no transfers amongst the levels of hierarchy.

The carrying amounts of trade receivables, cash and cash equivalents, and other bank balances, current loans, other current financial assets, current borrowings, trade payables and other financial liabilities are considered to be approximately equal to the fair value.

The fair values disclosed above are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs.

Valuation process

The Company evaluates the fair value of financial assets and financial liabilities on periodic basis using the best and most relevant data available. Also, the Company internally evaluates the valuation process and obtains independent price validation for certain instruments wherever necessary

Valuation techniques used to determine fair value and significant estimates and judgements made in:

Significant valuation techniques used to value financial instruments include:

- Investment in units, equity instruments and FCCDs are fair valued using the discounted cash flow method or market comparison method or cost approach as appropriate
- the fair value of forward foreign exchange contracts is determined using forward exchange rates at the balance sheet date

Changes in fair values for items measured at level 3 as per the hierarchy

(Rs.in Lacs)

	Unquoted equity shares	FCCD's	Units
As at 1st April 2015	31,707.33	262.65	7,921.18
Acquisitions	29.60	-	-
Reduction in paid up value	-	-	(474.67)
Sale proceeds	-	-	(47.65)
Realized Gains/ (losses) recognised in Profit and loss	-	-	(46.37)
Unrealized Gains/ (losses) recognised in Profit and loss	-	-	(1,497.25)
Unrealized Gains/ (losses) losses recognised in OCI	(877.49)	(20.38)	-
As at 31st March 2016	30,859.43	242.27	5,855.23
Reduction in paid up value	-	-	(1,485.71)
Sale proceeds	-	-	(3.56)
Realized Gains/ (losses) recognised in Profit and loss	-	-	0.12
Unrealized Gains/ (losses) recognised in Profit and loss	-	-	(1,402.63)
Unrealized Gains/ (losses) recognised in OCI	(1,054.74)	(46.89)	-
As at 31st March 2017	29,804.69	195.38	2,963.47

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**Valuation inputs for fair values of items in level 3 and their relationships to fair value**

Fair valuation of Investments in units and unquoted equity shares and FCCD's are classified as level 3 in the fair value hierarchy because of the unobservable inputs / significant adjustments to observable inputs used to determine the fair value. These investments are mainly into the real estate sector. The valuation methodologies include discounted cash flow method, comparable market price method, as appropriate. The significant unobservable inputs / significantly adjusted observable inputs used in the valuation include prevailing discount rates, market value of land parcels, cost of projects, expected sales consideration etc. A change upto +/- 10% in these inputs will impact the profit before tax by Rs. (287.77) / 287.77 Lacs for the year ended 31st March, 2017 and Other comprehensive income before tax by Rs. (590.70) / 551.78 Lacs for the year ended 31st March, 2017. The profit for the year would be impacted as a result of gains / losses on investments classified as at fair value through profit or loss, i.e. units. Other comprehensive income would be impacted as a result of gain / losses on investments classified as at fair value through other comprehensive income, i.e. unquoted equity shares and FCCD's.

37 Financial risk management

The company is exposed to credit risk, liquidity risk and Market risk.

A Credit risk

Credit risk arises from cash and bank balances, current and non-current loans, trade receivables and other financial assets measured at amortised cost.

Credit risk management

Credit risk arises from the possibility that counter party may not be able to settle their obligations as agreed. The company is exposed to credit risk from loans to group companies, bank balances, security deposits, investments measured at amortised cost, trade receivables and other current financial assets.

The Company periodically assesses the financial reliability of the counter party, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of accounts receivable. Individual limits are set accordingly. Investments at Amortised Cost are strategic investments in associated lines of business activity, the company closely monitors the performance of these Companies. Bank deposits are placed with reputed banks / financial institutions. Hence, there is no significant credit risk on such fixed deposits.

Loans and other deposits are mostly placed with group companies and government authorities hence the risk of credit loss is negligible. Loans to group companies are reassessed at every reporting dates. The loans are extended for genuine business activities.

Trade Receivable: The Company trades with recognized and credit worthy third parties. It is the Company's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an on-going basis with the result that the Company's exposure to bad debts is not significant. Also the company does not enter into sales transaction with customers having credit loss history. There are no significant credit risks with related parties of the Company. The Company is exposed to credit risk in the event of non-payment by customers. Also credit risk in some of cases are mitigated by letter of credit/Advances from the customer.

The history of trade receivables shows a negligible allowance for bad and doubtful debts.

B Liquidity risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. For the Company, liquidity risk arises from obligations on account of financial liabilities – borrowings, trade payables and other financial liabilities.

Liquidity risk management

The company manages its liquidity risk by regularly monitoring its rolling cash flow forecasts. The company's operations provide a natural liquidity of receivables against payments due to creditors. Receipts exceeding the amount of payables to creditors are invested in liquid assets like mutual funds. Borrowings are managed through credit facilities agreed with the Banks, internal accruals and realisation of liquid assets. In the event of cash shortfalls, the company approaches the lenders for a suitable term extension.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Maturities of financial liabilities

As at 31st March 2017

(Rs.in Lacs)

Particulars	Less than 6 months	6 months to 1 year	Between 1 and 5 years	Beyond 5 years	Total
Non-current borrowings	-	-	-	-	-
Current borrowings	0.03	-	-	-	0.03
Trade payables	455.03	-	-	-	455.03
Current maturities of Non-Current Borrowings	-	92,298.69	-	-	92,298.69
Other current financial liabilities	1,281.15	-	-	-	1,281.15
Total	1,736.21	92,298.69	-	-	94,034.90

As at 31st March 2016

(Rs.in Lacs)

Particulars	Less than 6 months	6 months to 1 year	Between 1 and 5 years	Beyond 5 years	Total
Non-current borrowings	-	-	89,468.09	-	89,468.09
Current borrowings	44.20	-	-	-	44.20
Trade payables	2,127.92	-	-	-	2,127.92
Other current financial liabilities	1,482.22	-	-	-	1,482.22
Total	3,654.34	-	89,468.09	-	93,122.43

As at 1st April 2015

(Rs.in Lacs)

Particulars	Less than 6 months	6 months to 1 year	Between 1 and 5 years	Beyond 5 years	Total
Non-current borrowings	-	-	890.47	-	890.47
Current borrowings	42.92	-	-	-	42.92
Trade payables	1,435.24	-	-	-	1,435.24
Current maturities of Non-Current Borrowings	-	99,023.70	-	-	99,023.70
Other current financial liabilities	1,431.48	-	-	-	1,431.48
Total	2,909.64	99,023.70	890.47	-	1,02,823.81

C Market risk

Foreign currency risk

The Company is exposed to foreign exchange risk arising from foreign currency receivables and payables. The foreign currency exposures are to USD, Euro, GBP and AUD.

Foreign currency risk management

Considering the time duration of exposures, the company believes that there will be no significant impact on account of fluctuation in exchange rates.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

(Rs. In Lacs)					
Particulars	Financial assets Trade receivables	Financial liabilities Trade payables	Forward Contract	Total	Net Exposure - Assets/(Liability)
31st March, 2017					
USD	2,257,422.57	28,152.55	-	28,152.55	2,229,270.02
INR	1,463.68	18.20	-	18.20	1,445.49
EURO	33,529.60	-	-	-	33,529.60
INR	23.33	-	-	-	23.33
TOTAL INR	1,487.01	18.20	-	18.20	1,468.81
31st March, 2016					
USD	3,058,502.70	1,897,367.79	(1,845,527.79)	51,840.00	3,006,662.70
INR	2,028.79	1,258.58	(1,224.19)	34.39	1,994.40
EURO	155,070.24	-	-	-	155,070.24
INR	116.45	-	-	-	116.45
GBP	50,782.14	-	-	-	50,782.14
INR	48.29	-	-	-	48.29
TOTAL INR	2,193.53	1,258.58	(1,224.19)	34.39	2,159.14
1st April, 2015					
USD	6,533,472.44	490,711.00	-	490,711.00	6,042,761.44
INR	4,161.97	328.98	-	328.98	3,832.99
EURO	185,194.25	-	-	-	185,194.25
INR	125.03	-	-	-	125.03
AUD	40,664.00	-	-	-	40,664.00
INR	19.33	-	-	-	19.33
GBP	43,643.15	-	-	-	43,643.15
INR	40.35	-	-	-	40.35
TOTAL INR	4,346.67	328.98	-	328.98	4,017.69

Sensitivity to foreign currency risk

Particulars	(Rs. In Lacs)	
	Impact on statement of profit and loss (Before tax) for the year ending Profit/(Loss)	
	31st March, 2017	31st March, 2016
USD sensitivity		
INR / USD		
Increase by 1%	14.45	19.94
Decrease by 1%	(14.45)	(19.94)
Euro sensitivity		
INR / EUR		
Increase by 1%	0.23	1.16
Decrease by 1%	(0.23)	(1.16)
GBP sensitivity		
INR / GBP		
Increase by 1%	-	0.48
Decrease by 1%	-	(0.48)

Price risk

The company holds investments in units, equity instruments and mutual funds. The Company's exposure to equity security's price risks arises from these investments held by the Company and classified in the balance sheet either as fair value through OCI or at fair value through profit or loss.

Price risk management

The company evaluates the performance of its investments on a periodic basis. Also, the investments have been placed for a long term objective and any deterioration for a temporary period is not taken into account while evaluating the performance of its investments. Majority of the investments are placed for strategic management purposes.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Sensitivity for quoted Investments

(Rs. In Lacs)

Particulars	Impact on profit/(loss) (Before Tax)		Impact on other components of equity	
	31 st March, 2017	31 st March, 2016	31 st March, 2017	31 st March, 2016
Equity Shares				
Increase in price by 5%	-	-	2,323.11	1,840.69
Decrease in price by 5%	-	-	(2,323.11)	(1,840.69)
Mutual Funds				
Increase in price by 1%	21.71	7.16	-	-
Decrease in price by 1%	(21.71)	(7.16)	-	-

Profit for the year would increase/ decrease as a result of gains/ losses on investments classified as at fair value through profit or loss. Other components of equity would increase/ decrease as a result of equity securities classified as at fair value through other comprehensive income.

Please refer Sensitivity impact of significant unobservable inputs for level 3 Fair value management in Note No. 36. These represents the price risk since the price will vary basis the significant inputs.

38 Capital Management

38.1 Risk management :-

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

The Company monitors capital using gearing ratio, which is net debt divided by total capital (equity plus net debt). Net debt are non-current and current debts as reduced by cash and cash equivalents. Equity comprises all components including other comprehensive income.

The capital composition is as follows:

Particulars	(Rs.in Lacs)		
	31 st March, 2017	31 st March, 2016	1 st April, 2015
Total debts	92,298.72	89,512.29	99,957.10
Less: Cash and Cash Equivalents	380.63	280.87	927.31
Net Debts	91,918.09	89,231.42	99,029.79
Total equity	1,08,425.65	1,01,896.52	89,791.13
Total Capital (Net Debt plus Total Equity)	2,00,343.74	1,91,127.94	1,88,820.92
Net Debt Equity Ratio	0.46	0.47	0.52

38.2 Dividend paid and Proposed dividend

(Rs.in Lacs)

Particulars	31 st March, 2017	31 st March, 2016
a Equity dividend		
Final dividend for the year ended 31 st March 2016 of Rs. 0.50 (31 st March 2015 - Rs. 0.50) per fully paid share	240.84	240.84
b Preference dividend		
Final dividend for the year ended 31 st March 2016 of Rs. 0.01 (31 st March 2015 - Rs. 0.01) per fully paid share	0.63	0.69
c Dividends not recognised at the end of the reporting period		
In addition to the above dividends, since year end the directors have recommended the payment of a final dividend of Rs. 0.50 (31 st March 2016 - Rs. 0.50) per fully paid equity share and Rs. 0.01 (31 st March 2016 - Rs. 0.01) per fully paid preference share. This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.	241.42	241.47

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

39. Investments in subsidiaries, associates and joint ventures:

Sr. No	Subsidiary / associate / joint venture	Name of the Subsidiary / associate / joint venture	Principal place of business and country of incorporation	Proportion of ownership interest 31st March, 2017	Proportion of ownership interest 31st March, 2016	Proportion of ownership interest 1st April, 2015	Principal Activities
1	Subsidiary	Jai Realty Ventures Ltd.	India	100%	100%	100%	Real Estate
2	Subsidiary	Sarbags Pty Ltd.	Australia	0%	0%	100%	Trading
3	Subsidiary	Urban Infrastructure Venture Capital Ltd.	India	100%	100%	100%	Investment Management
4	Subsidiary	Urban Infrastructure Trustees Ltd.	India	100%	100%	100%	Investment Management
5	Subsidiary	Assuren Product Corporation	USA	0%	100%	100%	Trading
6	Subsidiary	Ashoka Realty and Developers Limited	India	100%	100%	0%	Real Estate
7	Subsidiary	Ekdant Realty & Developers Limited	India	100%	100%	0%	Real Estate
8	Subsidiary	Hari Darshan Realty Limited	India	100%	100%	0%	Real Estate
9	Subsidiary	Hill Rock Construction Limited	India	100%	100%	0%	Real Estate
10	Subsidiary	Hind Agri Properties Limited	India	100%	100%	0%	Real Estate
11	Subsidiary	Iconic Realtors Limited	India	100%	100%	0%	Real Estate
12	Subsidiary	Jailaxmi Realty and Developers Limited	India	100%	100%	0%	Real Estate
13	Subsidiary	Krupa Land Limited	India	100%	100%	0%	Real Estate
14	Subsidiary	Krupa Realtors Limited	India	100%	100%	0%	Real Estate
15	Subsidiary	Multifaced Impex Limited	India	100%	100%	0%	Real Estate
16	Subsidiary	Novelty Realty & Developers Limited	India	100%	100%	0%	Real Estate
17	Subsidiary	Rainbow Infraprojects Limited	India	100%	100%	0%	Real Estate
18	Subsidiary	Rudradev Developers Limited	India	100%	100%	0%	Real Estate
19	Subsidiary	Swar Land Developers Limited	India	100%	100%	0%	Real Estate
20	Subsidiary	Swastik Land Developers Limited	India	100%	100%	0%	Real Estate
21	Subsidiary	Vasant Bahar Realty Limited	India	100%	100%	0%	Real Estate
22	Subsidiary	Welldone Real Estate Limited	India	100%	100%	0%	Real Estate
23	Subsidiary	Yug Developers Limited	India	100%	100%	0%	Real Estate
24	Subsidiary	Jai Corp Welfare Foundation	India	100%	100%	0%	Trust
25	Subsidiary	UI Wealth Advisors Limited	India	100%	100%	100%	Investment Management
26	Subsidiary	Belle Teree Realty Limited	Sharjah, UAE	100%	100%	100%	Real Estate
27	Subsidiary	Oasis Holding FZC	Sharjah, UAE	75%	75%	75%	Real Estate
28	Associate	Searock Developers FZC	Sharjah, UAE	50%	50%	50%	Real Estate
29	Associate	Urban Infrastructure Holdings Private Limited	India	32%	32%	32%	Investment Management

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

40. Related Party Disclosure:

As per Ind AS 24 "Related party Disclosures", disclosure of transactions with the related parties as defined in the Accounting Standard are given below:-

40.1 List of related parties and relationship.

- (i) Subsidiary: Ashoka Realty and Developers Limited
 Assurene Products Corporation till 17.03.2017
 Belle Terre Realty Limited
 Ekdant Realty & Developers Limited
 Hari Darshan Realty Limited
 Hill Rock Construction Limited
 Hind Agri Properties Limited
 Iconic Realtors Limited
 Jailaxmi Realty and Developers Limited
 Jai Realty Ventures Limited
 Krupa Land Limited
 Krupa Realtors Limited
 Multifaced Impex Limited
 Novelty Realty & Developers Limited
 Oasis Holding FZC
 Rainbow Infraprojects Limited
 Rudradev Developers Limited
 Sarbags Pty Limited till 15.03.2016
 Swar Land Developers Limited
 Swastik Land Developers Limited
 UI Wealth Advisors Limited
 Urban Infrastructure Trustees Limited
 Urban Infrastructure Venture Capital Limited
 Vasant Bahar Realty Limited
 Welldone Real Estate Limited
 Yug Developers Limited
 Jaicorp Welfare Foundation (Registered U/S 8 of Companies Act, 2013)
- (ii) Associates: Searock Developers FZC
 Urban Infrastructure Holdings Private Limited
- (iii) Key Managerial Personnel :
- | | | |
|-----|--------------------|--|
| (a) | Shri Anand Jain | |
| (b) | Shri Virendra Jain | |
| (c) | Shri Gaurav Jain | |
| (d) | Shri V. S. Pandit | |
- (iv) Relatives of Key Managerial Personnel :
- | | | |
|-----|---------------------|---|
| (a) | Smt. Laxmi Jain | Relative of Shri Gaurav Jain, Shri Anand Jain and Shri Virendra Jain. |
| (b) | Smt. Rina Jain | Relative of Shri Virendra Jain and Shri Anand Jain |
| (c) | Smt. Sushma Jain | Relative of Shri Anand Jain and Shri Virendra Jain |
| (d) | Shri. Ankit Jain | Relative of Shri Anand Jain and Shri Virendra Jain |
| (e) | Smt. Neha Bagaria | Relative of Shri Anand Jain and Shri Virendra Jain |
| (f) | Shri. Harsh Jain | Relative of Shri Anand Jain and Shri Virendra Jain |
| (g) | Shri. Satyapal Jain | Relative of Shri Gaurav Jain, Shri Anand Jain and Shri Virendra Jain. |
| (h) | Smt. Ruchi Jain | Relative of Shri Anand Jain and Shri Virendra Jain |

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

(v) Enterprises over which Key Managerial Personnel and their relatives are able to exercise significant influence:

- (a) Poly-Resin Agencies (India) Limited
- (b) Resin Distributors Limited
- (c) Techfab (India) Industries Limited
- (d) Malhar Developers Pvt Limited
- (e) India Net
- (f) Prime Trust
- (g) Mega Trust
- (h) GJRJ Trust
- (i) LJNK Trust

40.2 In accordance with the Clause 34(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, advance in the nature of loans is/are as under:

		(Rs. In lacs)			
(a)		Balance as at 31 st March, 2017	Balance as at 31 st March, 2016	Balance as at 1 st April, 2015	Maximum amount outstanding during the year
Jai Realty Ventures Limited	Subsidiary	-	-	41,286.42	-
Jaicorp Welfare Foundation	Subsidiary	0.01	0.01	-	-
Hari Darshan Realty Limited	Subsidiary	2.10	0.10	-	-
Hill Rock Construction Limited	Subsidiary	-	0.10	-	-
Hind Agri Properties Limited	Subsidiary	-	0.30	-	-
Krupa Realtors Ltd.	Subsidiary	1.00	-	-	-
Multifaced Impex Limited	Subsidiary	1.00	-	-	-
Rudradev Developers Ltd.	Subsidiary	0.50	-	-	-
Vasant Bahar Realty Limited	Subsidiary	2.50	0.50	-	-

Notes :

(i) The above loans and advances includes **Rs. Nil** (Previous Year Rs. Nil as at 31st March, 2016 and Rs. 40,073.12 Lacs as at 1st April, 2015) are free of interest, which is repayable on demand.

(b) None of the loanees have made, *per se*, investment in the shares of the Company.

(c) Investment in subsidiaries by: **Jai Realty Ventures Limited**

		(Rs. In lacs)					
S.No.	Name of Company	As at 31 st March, 2017		As at 31 st March, 2016		As at 1 st April, 2015	
		No. of Shares		No. of Shares		No. of Shares	
		Equity	Preference	Equity	Preference	Equity	Preference
1	Asoka Realty and Developers Limited.	-	-	-	-	50,000	9,50,000
2	Belle Terre Realty Limited.	9,933	2,27,74,300	9,933	2,27,74,300	9,933	2,25,74,300
3	Ekdant Realty & Developers Limited.	-	-	-	-	50,000	-
4	Hari Darshan Realty Limited.	-	-	-	-	50,000	10,200
5	Hill Rock Construction Limited.	-	-	-	-	50,000	9,550
6	Hind Agri Properties Limited.	-	-	-	-	50,000	-
7	Iconic Realtors Limited.	-	-	-	-	75,000	-
8	Jailaxmi Realty and Developers Limited.	-	-	-	-	50,000	-
9	Krupa Land Limited.	-	-	-	-	85,000	-
10	Krupa Realtors Limited.	-	-	-	-	50,000	-
11	Multifaced Impex Limited.	-	-	-	-	80,000	450
12	Novelty Realty & Developers Limited.	-	-	-	-	50,000	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

S.No.	Name of Company	(Rs. In lacs)					
		As at 31 st March, 2017		As at 31 st March, 2016		As at 1 st April, 2015	
		No. of Shares		No. of Shares		No. of Shares	
		Equity	Preference	Equity	Preference	Equity	Preference
13	Rainbow Infraprojects Limited.	-	-	-	-	50,000	-
14	Rudradev Developers Limited.	-	-	-	-	50,000	-
15	Swar Land Developers Limited.	-	-	-	-	50,000	40,000
16	Swastik Land Developers Limited.	-	-	-	-	50,000	9,50,000
17	Vasant Bahar Realty Limited.	-	-	-	-	50,000	3,300
18	Welldone Real Estate Limited.	-	-	-	-	50,000	7,350
19	Yug Developers Limited.	-	-	-	-	50,000	5,000

NOTE 40.3 Transactions during the year with related parties :

Nature of Transaction	Name of the Related Party	(Rs. In Lacs)	
		2016-17	2015-16
Revenue from Operation	Assurene Products Corporation	5,705.12	7,914.97
	Swarland Developers Limited	-	0.23
Interest Income	Jai Realty Ventures Ltd	-	25.53
	Swar Land Developers Limited	-	0.87
	Hill Rock Construction Limited	0.01	0.03
	Hind Agri Properties Limited	0.02	0.01
	Iconic Realtors Limited	-	0.09
	Swastik Land Developers Limited	-	0.23
	Ashoka Realty and Developers Limited	-	0.01
	Welldone Realestate Limited	0.04	0.01
	Hari Darshan Realty Limited	0.06	-
	Krupa Realtors Limited	0.03	-
	Rudradev Developers Limited	0.01	-
	Multifaced Impex Limited	0.01	-
	Vasant Bahar Realty Limited	0.09	-
Yug Developers Limited	0.08	-	
Dividend Income	Urban Infrastructure Venture Capital Ltd.	-	50.00
	Sarbags PTY Ltd	0.29	386.25
	Assurene Products Corporation	211.19	-
Profit on Sale of Plant, Property & Equipments	India Nets	252.31	-
Remuneration paid	Shri V S Pandit	36.95	31.62
	Shri Gaurav Jain	-	14.00
Reimbursement of expenses from	Assurene Products Corporation	418.98	693.89
Dividend paid on Preference shares	Smt. Laxmi Jain	0.19	0.23
	Smt. Sushma Jain	0.09	0.19
	Smt. Rina Jain	0.19	0.23
	Smt. Neha Bagaria	0.03	0.04
	Shri Harsh Jain	0.04	-
	Shri Anand Jain	0.02	-
	Shri Satyapal Jain	0.02	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Nature of Transaction	Name of the Related Party	(Rs. In Lacs)	
		2016-17	2015-16
Directors' Sitting Fee	Shri Virendra Jain	1.22	1.58
	Shri Anand Jain	0.48	0.75
Commission Paid	Assurene Products Corporation	18.59	11.70
Other Expenses	Malhar Developers Pvt Ltd	78.98	78.95
Rebate & Discount	Assurene Products Corporation	27.09	-

Nature of Transaction	Name of the Related Party	(Rs. In Lacs)		
		As at 31 st March, 2017	As at 31 st March, 2016	As at 1 st April, 2015
Preference Shares	Smt.Laxmi Jain	707.38	26,491.02	33,007.90
	Smt.Sushma Jain	9,431.27	12,053.74	27,409.31
	Smt.Rina Jain	-	26,421.61	33,007.90
	Smt. Neha Bagaria	5,068.95	4,581.06	5,598.59
	Shri Harsh Jain	6,052.47	5,552.80	-
	Shri Anand Jain	1,891.40	3,331.68	-
	Shri Satyapal Jain	877.61	3,401.09	-
	Shri Gaurav Jain	8,189.73	-	-
	Smt Ruchi Jain	2,269.68	-	-
	Shri Anurag Bagaria	-	7,635.09	-
	Shri Ankit Jain	2,723.61	-	-
	Prime Trust	25,772.94	-	-
	Mega Trust	14,903.91	-	-
	GJRJ Trust	1,619.04	-	-
LINK Trust	3,379.10	-	-	
Redemption of Preference Shares	Shri. Gaurav Jain	-	-	3,871.88
	Smt. Sushma Jain	-	2,040.70	4,230.74
	Shri. Ankit Jain	991.81	-	3,871.88
	Smt. Laxmi Jain	-	3,076.93	358.86
	Smt. Rina Jain	755.13	3,076.93	358.86
	Smt. Neha Bagaria	-	1,036.23	-
	Shri. Satyapal Jain	1,746.93	-	-
	Shri. Anand Jain	1,746.93	-	-
Commission Payable	Assurene Products Corporation	-	3.45	-
Advance against sale of Indore unit	India Nets	-	550.00	-
Investments Purchased	Jai Realty Ventures Ltd	-	12,388.00	350.55
	Assurene Products Corporation	-	-	3.03
	Ashoka Realty and Developers Limited	-	702.00	-
	Ekdant Realty & Developers Limited	-	1,680.00	-
	Hari Darshan Realty Limited	-	893.22	-
	Hill Rock Construction Limited	-	633.75	-
	Hind Agri Properties Limited	-	949.00	-
	Iconic Realtors Limited	15.00	11,923.00	-
	Jailaxmi Realty and Developers Limited	-	1,947.00	-
	Krupa Land Limited	-	1,993.58	-
Krupa Realtors Limited	-	831.00	-	

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Nature of Transaction	Name of the Related Party	(Rs. In Lacs)		
		As at 31 st March, 2017	As at 31 st March, 2016	As at 1 st April, 2015
	Multifaced Impex Limited	-	950.89	-
	Novelty Realty & Developers Limited	-	984.00	-
	Rainbow Infraprojects Limited	-	1,238.00	-
	Rudradev Developers Limited	-	1,179.00	-
	Swar Land Developers Limited	-	2,800.00	-
	Swastik Land Developers Limited	-	886.31	-
	Vasant Bahar Realty Limited	-	157.34	-
	Welldone Real Estate Limited	-	551.05	-
	Yug Developers Limited	-	1,189.25	-
	Jaicorp Welfare Foundation	-	5.00	-
	Urban Infrastructure Holding Private Limited	2,006.00	-	-
Sale/Redemption during the year	Ashoka Realty and Developers Limited	-	602.00	-
	Swar Land Developers Limited	545.00	255.00	-
	Swastik Land Developers Limited	-	877.50	-
	Hind Agri Properties Ltd	700.00	-	-
	Assurene Products Corporation	3.03	-	-
	Sarbags PTY Ltd	-	12.34	-
	Jai Corp Finance & Holdings Ltd	-	-	215.00
Investments (including deemed investments) - Subsidiaries	Jai Realty Ventures Ltd.	21,062.81	21,062.81	8,674.81
	Sarbags Pty Ltd.	-	-	12.34
	Urban Infrastructure Venture Capital Ltd.	100.28	100.28	100.28
	Urban Infrastructure Trustees Ltd.	5.01	5.01	5.01
	Assurene Product Corporation	-	3.03	3.03
	Ashoka Realty and Developers Limited	100.00	100.00	-
	Ekdant Realty & Developers Limited	1,680.00	1,680.00	-
	Hari Darshan Realty Limited	893.22	893.22	-
	Hill Rock Construction Limited	633.75	633.75	-
	Hind Agri Properties Limited	249.00	949.00	-
	Iconic Realtors Limited	11,938.00	11,923.00	-
	Jailaxmi Realty and Developers Limited	1,947.00	1,947.00	-
	Krupa Land Limited	1,993.58	1,993.58	-
	Krupa Realtors Limited	831.00	831.00	-
	Multifaced Impex Limited	950.89	950.89	-
	Novelty Realty & Developers Limited	984.00	984.00	-
	Rainbow Infraprojects Limited	1,238.00	1,238.00	-
	Rudradev Developers Limited	1,179.00	1,179.00	-
	Swar Land Developers Limited	1,909.00	2,454.00	-
	Swastik Land Developers Limited	99.81	99.81	-
	Vasant Bahar Realty Limited	157.34	157.34	-
	Welldone Real Estate Limited	551.05	551.05	-
	Yug Developers Limited	1,189.25	1,189.25	-
	Jaicorp Welfare Foundation	5.00	5.00	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Nature of Transaction	Name of the Related Party	(Rs. In Lacs)		
		As at 31 st March, 2017	As at 31 st March, 2016	As at 1 st April, 2015
Investments - Associates	Urban Infrastructure Holdings Pvt. Ltd.	22,608.02	20,602.02	20,602.02
Trade Receivable	Assurene Product Corporation	-	1,271.91	2,011.62
Loans & Advances	Jai Realty Ventures Ltd	-	-	39,045.80
	Hari Darshan Realty Limited	2.10	0.10	-
	Hill Rock Construction Limited	-	0.10	-
	Hind Agri Properties Limited	-	0.30	-
	Vasant Bahar Realty Limited	2.50	0.50	-
	Jaicorp Welfare Foundation	0.01	0.01	-
	Krupa Realtors Ltd	1.00	-	-
	Rudradev Developers Ltd	0.50	-	-
	Multifaced Impex Ltd	1.00	-	-
Security Deposits given and repaid	Jai Realty Ventures Ltd.	-	-	2.00
	Hill Rock Construction Limited	-	2.00	-
	Ekdant Realty and Developers Limited	-	1.00	-
	Hind Agri Properties Limited	-	1.00	-
	Iconic Realtors Limited	-	2.00	-
	Jai Laxmi Realty and Developers Limited	-	1.00	-
	Krupa Realtors Limited	-	2.00	-
	Rudradev Developers Limited	-	1.00	-
	Rainbow Infraprojects Limited	-	1.00	-
	Multifaced Impex Limited	-	1.00	-
	Urban Infrastructure Trustees Limited	-	1.00	-
	Shri Virendra Jain	-	1.00	-
Interest receivable	Jai Realty Ventures Ltd	-	-	49.50
	Hind Agri properties Ltd	0.02	-	-
	Hari Darshan Realty Ltd	0.06	0.01	-
	Hill Rock Construction Ltd	-	-	-
	Krupa Realtors Ltd	0.03	-	-
	Rudradev Developers Ltd	0.01	-	-
	Multifaced Impex Ltd	0.01	-	-
	Vasant Bahar Realty Ltd	0.08	-	-

40.3.1 Compensation to key management personnel of the Company

Nature of Transaction	(Rs. In Lacs)	
	2016-17	2015-16
Short-term employee benefits	37.35	46.22
Post-employment benefits	10.04	9.29
Total compensation paid to key management personnel	47.39	55.51

40.3.2 The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at year-end are unsecured, unless specified and settlement occurs in cash. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

Terms & Conditions:

40.3.3 For terms related to Preference shares issued to related parties refer note 20.2

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

- 40.3.4 Outstanding loans and advances are unsecured and repayable on demand.
- 40.3.5 Inter Corporate Deposits given for the working capital need of the subsidiary companies. The same are interest bearing and at arm's length.
- 40.3.6 The sales to related parties are in the ordinary course of business. The company has not recorded any loss allowances for trade receivable from related parties.

41 Contingent Liabilities and Commitments (To the extent not provided for)

Particulars	(Rs. In lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
(A) Contingent Liabilities			
(a) Claims against the Company not acknowledged as debts			
(i) Disputed Liability in Appeal (No cash outflow is expected in the near future)			
- Income-tax (Rs. 150.00 Lacs paid under protest)	1,741.63	1,741.63	1,689.90
- Excise Duty / Service Tax (Rs. 18.14 Lacs (Previous Year Rs. 37.50 Lacs) paid under protest)	20.49	83.82	58.73
- Railway Claims	95.83	95.83	95.83
- MIDC Service Charges	7.34	7.34	7.34
- Sales Tax (Rs. 0.57 Lacs paid under protest)	26.85	26.85	26.85
	<u>1,892.13</u>	<u>1,955.47</u>	<u>1,878.65</u>
(b) Guarantees			
(i) Bank Guarantees	-	11.55	27.52
(Bank guarantees are provided under contractual/legal obligations. No cash outflow is probable.)			
(B) Commitments			
(a) Estimated amount of contracts remaining to be executed on Capital Account and not provided for / Net of advance paid			
- Property, Plant and Equipments	836.23	262.44	1,480.23
- Intangible Assets	-	-	-
(Cash outflow is expected on execution of such capital contracts)			
(b) Uncalled liability on partly paid-up Shares/Debentures	89.25	89.25	89.25
(c) The Company is committed to financially supporting its wholly-owned subsidiary company till such time they attain their respective objectives.	-	-	-

41.1 Management is of the view that above litigations will not have any material impact on the financial positions of the Company.

42 Events occurring after the reporting date

Refer to note 38.2 for the dividend recommended by the directors which is subject to the approval of shareholders in the ensuing annual general meeting.

43 Employee benefits

As per Indian Accounting Standard-19 'Employee Benefits', the disclosure of Employee benefits as defined in the Accounting Standard are given below:

(a) Defined Benefit Plan :

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The Employees' Gratuity Fund is managed by the Life Insurance Corporation of India. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	Gratuity (Funded)		
	2016-17	2015-16	2014-15
Actuarial assumptions			
Mortality Table	IALM (2006-08) (Ultimate)	IALM (2006-08) (Ultimate)	IALM (2006-08) (Ultimate)
Expected Return on Plan Asset	7.74%	8.01%	8.00%
Discount rate	7.74%	8.01%	8.00%
Salary growth rate	6.00%	6.00%	6.00%
Rate of Employee Turnover	1.00%	1.00%	1.00%
			(Rs. In lacs)
Change in the Present value of Projected Benefit Obligation	2016-17	2015-16	
Obligation at the beginning of the year	262.65	249.99	
Current service cost	97.26	86.27	
Interest cost	21.04	20.00	
Benefits Paid	(37.05)	(55.74)	
Actuarial (gain) on obligation	(69.73)	(37.88)	
Obligation at the end of the year	274.17	262.65	
			(Rs. In lacs)
Change in the fair value of Plan Assets	2016-17	2015-16	
Fair value at the beginning of the year	211.01	178.08	
Interest Income	16.90	14.25	
Contribution	51.65	68.18	
Return on Plan Assets, excluding Interest Income	1.44	6.25	
Benefits paid	(37.05)	(55.74)	
Fair value at the end of the year	243.96	211.01	
			(Rs. In lacs)
Expenses Recognised in Statement of Profit and Loss	2016-17	2015-16	
Current service cost	97.26	86.27	
Interest cost	21.04	20.00	
Interest Income	(16.90)	(14.25)	
Expenses recognised in Statement of Profit & Loss	101.39	92.03	
			(Rs. In lacs)
Expenses Recognised in Other Comprehensive Income (OCI)	2016-17	2015-16	
Actuarial (Gains)/Losses on obligations for the period	(69.73)	(37.88)	
Return on Plan Assets, excluding Interest Income	(1.44)	(6.25)	
Net (Income)/Expenses for the period recognised in OCI	(71.17)	(44.13)	
			(Rs. In lacs)
Balance Sheet Reconciliation	2016-17	2015-16	
Net Obligation at the beginning of the year	51.64	71.92	
Expenses recognised in Statement of Profit and Loss	101.39	92.03	
Expenses recognised in Other Comprehensive Income (OCI)	(71.17)	(44.13)	
Employers Contribution	(51.65)	(68.18)	
Net Obligation at the end of the year	30.22	51.64	

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Category of Asset

	(Rs. In lacs)		
Class of assets	2016-17	2015-16	2014-15
Life Insurance Corporation of India	243.96	211.01	178.08
Total	243.96	211.01	178.08

Net Liability / (Asset) recognised in the balance sheet

	(Rs. In lacs)	
Amount recognised in the balance sheet	2016-17	2015-16
Present value of obligations at the end of the year	274.17	262.65
Less: Fair value of plan assets at the end of the year	243.96	211.01
Net liability recognized in the balance sheet	30.21	51.64

Expected contributions to post employment benefit plans for the year ending 31st March, 2018 are Rs. 110.49 Lacs

The weighed average duration of the defined benefit obligation is 13 years (March' 16 - 14 years)

Maturity Analysis of Projected Benefit Obligation: From the Fund

	(Rs. In lacs)	
Projected Benefits Payable in Future Years from the date of Reporting	2016-17	2015-16
1st Following Year	50.26	49.01
2nd Following Year	8.62	4.04
3rd Following Year	7.14	10.40
4th Following Year	10.17	7.52
5th Following Year	24.19	10.21
Sum of Years 6 to 10	76.64	75.44

Sensitivity Analysis

	(Rs. In lacs)	
Particulars	2016-17	2015-16
Projected Benefits Obligation on Current Assumptions	274.17	262.65
Delta effect of + 0.5% change in Rate of Discounting	(14.21)	(14.58)
Delta effect of - 0.5% change in Rate of Discounting	15.69	16.20
Delta effect of + 0.5% change in Rate of Salary Increase	15.88	16.44
Delta effect of - 0.5% change in Rate of Salary Increase	(14.49)	(14.91)
Delta effect of + 0.5% change in Rate of Employee Turnover	1.78	2.11
Delta effect of - 0.5% change in Rate of Employee Turnover	(2.02)	(2.44)

These plans typically expose the Company to actuarial risks such as: investment risk, interest risk, longevity risk and salary risk.

Investment risk: The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.

Interest risk: A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan debt investments.

Longevity risk: The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary risk: The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**Defined Contribution Plan:**

The Company also has certain defined contribution plans. Contributions are made to provident fund in India for employees at the rate of 12% of basic salary as per regulations. The contributions are made to registered provident fund administered by the government. The obligation of the group is limited to the amount contributed and it has no further contractual nor any constructive obligation. The expense recognised during the period towards defined contribution plan is 233.92 Lacs (31 March 2016 – 259.06 Lacs).

Contribution to Defined Contribution Plan, recognized as expense for the year are as under:

Particulars	(Rs. in Lacs)	
	2016-17	2015-16
Employer's Contribution to Provident and other Funds	233.92	259.06

44 First time adoption of Ind AS**A First Ind AS Financial statements**

These are the company's first separate financial statements prepared in accordance with Ind AS.

The accounting policies set out in note 1 have been applied in preparing the financial statements for the year ended 31st March 2017, the comparative information presented in these financial statements for the year ended 31st March 2016 and in the preparation of an opening Ind AS balance sheet at 1st April 2015 (the date of transition). In preparing its opening Ind AS balance sheet, the company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

An explanation of how the transition from previous GAAP to Ind AS has affected the company's financial position, financial performance and cash flows is as follows:

i Optional exemptions availed**Business combinations**

The company has availed the business combination exemption on first time adoption of Ind AS and accordingly the business combinations prior to date of transition have not been restated to the accounting prescribed under Ind AS 103 – Business combinations.

The company applies the requirements of Ind AS 103 – Business combinations to business combinations occurring after the date of transition to Ind AS

Deemed cost

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets and investment property covered by Ind AS 40 Investment Properties.

Accordingly, the company has elected to measure all of its property, plant and equipment, intangible assets and investment property at their previous GAAP carrying value.

Investment in subsidiaries, associates and joint ventures

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its investments in subsidiaries, associates and joint ventures as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition.

Accordingly, the company has elected to measure all of its investments in subsidiaries, associates and joint ventures at their previous GAAP carrying value.

ii Mandatory exceptions applied**Estimates**

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Ind AS estimates as at 1st April 2015 are consistent with the estimates as at the same date made in conformity with previous GAAP except where Ind AS required a different basis for estimates as compared to the previous GAAP.

De-recognition of financial assets and liabilities

Ind AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognised as a result of past transactions was obtained at the time of initially accounting for those transactions.

The company has applied the de-recognition provisions of Ind AS 109 prospectively from the date of transition to Ind AS.

Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification and measurement of financial assets (investment in debt instruments) on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

Government loans

As per Ind AS 101, If a first-time adopter did not, under its previous GAAP, recognise and measure a government loan at a below-market rate of interest on a basis consistent with Ind AS requirements, it shall use its previous GAAP carrying amount of the loan at the date of transition to Ind ASs as the carrying amount of the loan in the opening Ind AS Balance Sheet. An entity shall apply Ind AS 109 to the measurement of such loans after the date of transition to Ind As.

The company has applied this exception to the interest free sales tax loan from the government authorities existing as at 1st April 2015.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

44.1 Balance Sheet as at 1st April 2015

	(Rs.in Lacs)		
Particulars	IGAAP as at 1 st April, 2015	GAAP adjustments	Ind AS as at 1 st April, 2015
I. ASSETS			
1 Non-current assets			
Property, plant and equipment	19,644.51	(682.36)	18,962.15
Capital work-in-progress	595.12	-	595.12
Investment properties	-	682.36	682.36
Intangible assets	14.28	-	14.28
Financial assets			-
Investments	1,01,031.48	(3,070.90)	97,960.58
Loans	1,262.80		1,262.80
Other Non-current financial assets	672.08		672.08
Non-current tax assets	1,350.13	(106.16)	1,243.97
Other Non-current assets (Net)	12,989.10	(318.40)	12,670.70
2 Current assets			
Inventories	7,595.18	-	7,595.18
Financial assets			
Trade receivables	9,674.66	12.69	9,687.35
Cash and Cash Equivalents	927.31	-	927.31
Bank Balances other than (iii) above	440.01	1.36	441.37
Loans	48,628.58	(9,564.09)	39,064.49
Other current financial assets	1,888.99		1,888.99
Other current assets	2,112.64	(4.90)	2,107.74
Assets classified as held for sale	-	378.90	378.90
TOTAL	2,08,826.87	(12,671.50)	1,96,155.37
II. EQUITY AND LIABILITIES			
A Equity			
Equity share capital	1,855.46	(70.75)	1,784.71
Other equity	2,00,231.71	(1,12,225.29)	88,006.42
B Liabilities			
1 Non-current liabilities			
Financial liabilities			
Borrowings	890.47	-	890.47
Deferred tax liabilities (net)	1,972.49	987.50	2,959.99
2 Current liabilities			
Financial liabilities			
Borrowings	42.92	-	42.92
Trade payables	1,435.24	-	1,435.24
Other financial liabilities	1,431.48	99,023.70	1,00,455.18
Other current liabilities	292.58		292.58
Current provisions	568.37	(280.51)	287.86
Current tax liabilities	106.15	(106.15)	-
TOTAL	2,08,826.87	(12,671.50)	1,96,155.37

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

44.2 Balance Sheet as at 31st March 2016

	(Rs.in Lacs)		
Particulars	IGAAP as at 31 st March, 2016	GAAP adjustments	Ind AS as at 31 st March, 2016
I. ASSETS			
1 Non-current assets			
Property, plant and equipment	17,985.71	(671.70)	17,314.03
Capital work-in-progress	1,018.26	-	1,018.26
Investment properties	-	671.70	671.70
Intangible assets	9.73	-	9.73
Financial assets			
Investments	1,50,396.35	(5,661.67)	1,44,734.68
Other non-current financial assets	550.67		550.67
Non-current tax assets	1,440.06		1,440.06
Other non-current assets	12,928.75	(207.06)	12,721.69
2 Current assets			
Inventories	8,900.72	-	8,900.72
Financial assets			
Current investments	713.78	196.02	909.80
Trade receivables	7,732.81	6.45	7,739.26
Cash and Cash Equivalents	280.87	-	280.87
Bank Balances other than (iii) above	610.63	17.67	628.30
Loans	703.66	(693.13)	10.53
Other current financial assets	268.78	(11.83)	256.95
Other current assets	3,179.55	(602.59)	2,576.96
Assets classified as held for sale	-	976.59	976.59
TOTAL	2,06,720.33	(5,979.53)	2,00,740.80
II. EQUITY AND LIABILITIES			
A Equity			
Share capital	1,849.16	(64.45)	1,784.71
Other equity	1,97,708.18	(97,597.37)	1,00,111.81
B Liabilities			
1 Non-current liabilities			
Financial liabilities			
Borrowings	-	89,468.09	89,468.09
Deferred tax liabilities (net)	1,894.62	2,512.82	4,407.44
2 Current liabilities			
Financial liabilities			
Borrowings	44.20	-	44.20
Trade payables	2,127.92	-	2,127.92
Other financial liabilities	1,464.72	18.50	1,482.22
Other current liabilities	842.02	(27.73)	814.29
Current provisions	789.51	(289.39)	500.12
TOTAL	2,06,720.33	(5,979.53)	2,00,740.80

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

44.3 Statement of Profit and Loss for the year ended 31st March 2016

Particulars	(Rs.in Lacs)		
	IGAAP as at 31 st March 2016	GAAP adjustments	Ind AS as at 31 st March 2016
I. Revenue From Operations	62,442.08	4,379.66	66,821.74
II. Other Income	2,385.12	1,134.66	3,519.78
III. Total Revenue (I + II)	64,827.20	5,514.32	70,341.52
IV. Expenses:			
Cost of Materials Consumed	40,149.87	-	40,149.87
Purchase of Stock-in-Trade	32.37	-	32.37
Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	(1,263.83)	-	(1,263.83)
Excise duty expense	227.05	4,379.36	4,606.41
Employee Benefits Expense	6,072.63	43.83	6,116.46
Finance Costs	54.57	8,188.74	8,243.31
Depreciation and Amortization Expense	1,770.43	-	1,770.43
Other Expenses	7,830.65	1,405.81	9,236.46
Total Expenses	54,873.74	14,017.74	68,891.48
V. Profit Before Exceptional items and Tax (III-IV)	9,953.46	(8,503.42)	1,450.04
VI. Exceptional items	-	-	-
VII. Profit Before Tax (V-VI)	9,953.46	(8,503.42)	1,450.04
VIII. Tax Expense:			
(i) Current Tax	3,080.01	-	3,080.01
(ii) Deferred Tax Expenses/(Credit)	(77.87)	(1,474.17)	(1,552.04)
IX. Net Profit/(Loss) After Tax (VII-VIII)	6,951.32	(7,029.25)	(77.93)
X. Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss	-	6,910.75	6,910.75
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	15.27	15.27
	-	6,895.48	6,895.48
XI. Total Comprehensive Income for the year (IX+X)	6,951.32	(133.77)	6,817.55

44.4 Impact of Ind AS adoption on the statement of cash flows for the year ended 31st March 2016 -

Under Ind AS, working capital loans repayable on demand forming an integral part of the cash management process are included in cash and cash equivalents for the purpose of presentation of statement of cash flows. These loans were considered as part of borrowings under Previous GAAP and accordingly, movements in working capital loans were shown as part of financing activities in the statement of cash flows. Consequently with the change to Ind AS, cash and cash equivalents have reduced by Rs. 44.20 Lacs as at 31st March 2016 (1st April 2015 – Rs. 42.92 Lacs) and cash flows from financing activities for the year ended 31st March 2016 have also reduced by 1.28 Lacs to the effect of the movements in working capital loans.

All other adjustments on account of Ind AS are non - cash in nature and hence, there is no other material impact on the cash flows in the cash flow statement.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

44.5 Reconciliations of other equity reported under previous GAAP to equity under Ind AS

(Rs. In lacs)				
Sr. no	Particulars	Note no.	Equity as at 31 st March 2016	Equity as at 1 st April 2015
Other Equity as per previous Indian GAAP			1,97,772.63	2,00,302.45
1	Effect of measuring preference shares initially at fair value and subsequently at amortized cost - finance costs.	A	(89,468.77)	(99,023.70)
2	Impact of financial assets classified and measured at fair value through profit and loss	B	(1,456.10)	(159.27)
3	Effect of measuring interest free loan initially at fair value and subsequently at amortised costs - Interest Income	B	8,269.26	7,241.94
4	Actuarial Gain on defined benefit plans considered as Other Comprehensive Income	C	(44.13)	-
5	Proposed dividends and related tax accounted for as non adjusting events under Ind AS	D	290.05	280.51
6	Others		(1.56)	-
7	Deferred tax	E	(2,527.57)	(987.50)
Other equity (Before OCI) as per Ind AS			1,12,833.80	1,07,654.43
Other Comprehensive Income (net of tax)			(12,721.99)	(19,648.02)
Other Equity as per Ind AS			1,00,111.81	88,006.42

44.6 Reconciliation of profit reported under previous GAAP to profit under Ind AS

(Rs. In lacs)			
Sr. no	Particulars	Note no.	For the year ended 31 st March 2016
Net profit as per previous Indian GAAP			6,951.32
1	Effect of measuring preference shares initially at fair value and subsequently at amortized cost - finance costs.	A	(8,188.74)
2	Impact of financial assets classified and measured at fair value through profit and loss	B	(1,298.16)
3	Effect of measuring interest free loan initially at fair value and subsequently at amortised costs - Interest Income	B	1,027.32
4	Actuarial Gain on defined benefit plans considered as Other Comprehensive Income	C	(43.83)
5	Deferred tax	E	1,474.17
Net profit/(Loss) after tax as per Ind AS			(77.93)
Other comprehensive income (net of tax)			6,895.48
Total comprehensive income as per Ind AS			6,817.55

Explanation to reconciliation:

B.1 Financial Liabilities

The Preference shares are classified as a financial liability. The liability was initially recognised on fair value and considering these shares are issued to the promoters, the difference between the fair value and transaction price as deemed equity contribution by the promoters. Subsequently, the liability is measured at amortised cost using the effecting interest rate. The impact on this account has been recognised in the reserve on the transition date and the subsequent impact are recognised in the Statement of Profit and Loss and equity.

B.2 Fair valuation of financial assets

The Company has valued all financial assets at fair value. The impact of the fair value changes on the date of transition is recognised in the opening reserves and changes thereafter are recognised in Statement of Profit and Loss and other comprehensive income.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**B.3 Interest free loans to subsidiary company**

Previous GAAP - Interest free loans were carried at the gross amount of loan.

Ind AS – Under Ind AS 109 – Financial instruments, loans (financial asset) are recognised at fair value on initial recognition. The difference between the fair value and transaction price is recognised as a deemed investment in the subsidiary company. Subsequently, the loan is measured at amortized cost using the effective interest rate method.

The impacts upto the date of transition have been recognised in reserves and subsequently in the statement of profit and loss.

B.4 Actuarial gains / losses

Gains/Losses through remeasurements of net defined benefit liabilities/assets are recognised in other comprehensive income.

B.5 Proposed dividends

Proposed dividends were recognised as an adjusting event occurring after the balance sheet date in previous GAAP, however as per Ind AS, dividends are non-adjusting events after the balance sheet date and hence recognised as and when approved by the shareholders.

B.6 Deferred taxes

The impact of transitional adjustments together with Ind AS mandate of using balance sheet approach (against profit and loss approach in the previous GAAP) for computation of deferred taxes has resulted in charge to Reserves, on the date of transition, with consequential impact to the Statement of Profit and Loss for the subsequent periods.

B.7 Other comprehensive income (OCI)

Items recognised in OCI mainly comprise of

- fair value changes in financial assets designated as fair value through OCI on the date of transition
- actuarial gains
- tax impacts on the above

B.8 Investment Property

Under the previous GAAP, certain investment properties were presented as part of property, plant and equipment. Under Ind AS, investment properties are required to be separately presented on the face of the balance sheet. There is no impact on the total equity or profit as a result of this adjustment.

B.9 Assets classified as held for sale

Previous GAAP - Certain fixed assets held for sale by the company were reclassified from Fixed assets to Other current assets at the lower of its carrying value or net realisable value. Any gain / loss was recognised in statement of profit and loss. Investments held for sale were continued to be recognised as Investments.

Ind AS - Non - Current assets meeting the held for sale criteria as per Ind AS 105 are measured at fair value less cost of disposal and disclosed separately on the face of the balance sheet. Any gain / loss is recognised in statement of profit and loss. Certain Investments for which the company has made the decision to dispose have been classified as assets held for sale. The measurement provisions as explained above for financial assets continue to apply to the investments held for sale.

B.10 Excise duty

Previous GAAP – Revenue from sale of goods was presented net of excise duty.

Ind AS – Revenue from sale of goods was presented inclusive of excise duty. The excise duty is presented on the face of the Statement of Profit and Loss as a part of expenses.

B.11 Retained Earnings

Retained earnings as at 1st April 2015 has been adjusted consequent to the above Ind AS transition adjustments.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 45 - Earnings per share

Particulars	(Rs. In lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Net Profit / (loss) after tax for the year (Rs. in Lacs)	(1,450.95)	(77.93)
Profit / loss attributable to equity share holders (Rs. in Lacs)	(1,450.95)	(77.93)
Weighted Average Number of equity shares outstanding during the year	17,84,49,410	17,84,49,410
Basic and Diluted Earnings Per Share (Rs.)	(0.81)	(0.04)
Face Value per Share (Re.)	1.00	1.00

Note 46 - Provisions

Disclosures as required by Ind AS 37 Provisions, Contingent Liability and Contingent Assets:-

46.1 Movement in Provisions:

Nature of Provisions	(Rs. In lacs)
	Provision for Excise Duty
As at 1st April, 2015	90.18
Provision during the year	317.20
Payment during the year	(90.18)
Excess provisions reversed during the year	-
As at 31st March, 2016	317.20
Provision during the year	142.80
Payment during the year	(317.20)
Excess provisions reversed during the year	-
As at 31st March, 2017	142.80

Note 47

As per Ind AS 108 on "Operating Segment" - Segment information has been provided under the notes on Consolidated Financial Statements.

As per our report of even date

For Chaturvedi & Shah

Chartered Accountants

(Firm Registration No. 101720 W)

R.Koria

Partner

Membership No.35629

Place : Mumbai

Date : 30th May, 2017

For and on behalf of the Board of Directors

Gaurav Jain

Managing Director

(DIN 00077770)

V. S. Pandit

Director (Works)

(DIN 00460320)

Pramod Jaiswal

Chief Financial Officer

A. Datta

Company Secretary

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

FINANCIAL INFORMATION OF SUBSIDIARY COMPANIES

(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 financials statement of subsidiaries/associate companies/joint ventures

Part "A" Subsidiaries

S. No.	Name of Subsidiary	Reporting Period	Reporting Currency	Exchange Rate 31.03.17	Share Capital	Reserves & Surplus	Total Assets	Total Liabilities	Investments		Revenue from Operation	Profit Before Taxation	Provision for Taxation	Profit after Taxation	Proposed Dividend	% of Share Holding
									Total	Sub. Invest.						
1	Ashoka Realty and Developers Limited	31.03.2017	INR	1	5.00	27.50	128.78	96.28	54.41	-	54.41	2.07	1.13	0.94	-	100%
2	Belle Terre Realty Limited	31.03.2017	INR	1	5,283.95	(108.16)	15,178.34	4.74	15,173.60	10,506.13	4,667.47	(10.03)	-	(10.03)	-	100%
		31.03.2017	USD	67.08125417	227.84	(1.61)	226.27	0.07	226.20	156.62	69.58	(0.15)	-	(0.15)	-	100%
3	Ekdant Realty and Developers Limited	31.03.2017	INR	1	5.00	1,672.80	1,677.97	0.17	0.23	-	0.23	0.10	0.02	0.08	-	100%
4	Hari Darsan Realty Limited	31.03.2017	INR	1	5.00	908.02	929.61	16.59	-	-	-	(0.38)	-	(0.38)	-	100%
5	Hill Rock Construction Limited	31.03.2017	INR	1	5.00	765.38	774.26	3.88	-	-	-	(2.81)	-0.01	(2.80)	-	100%
6	Hind Agri Properties Limited	31.03.2017	INR	1	5.00	240.56	245.77	0.22	5.17	-	5.17	2.84	0.56	2.28	-	100%
7	Ionic Realtors Limited	31.03.2017	INR	1	7.50	11,914.58	11,922.35	0.27	10.24	-	10.24	(6.82)	0.12	(6.94)	-	100%
8	Jai Corp Welfare Foundation (Registered US 8 of Companies Act, 2013)	31.03.2017	INR	1	5.00	(0.38)	4.76	0.14	-	-	-	(0.24)	-	(0.24)	-	100%
9	Jalaxmi Realty and Developers Limited	31.03.2017	INR	1	5.00	1,939.51	1,944.68	0.17	1.21	-	1.21	(0.17)	0.03	(0.19)	-	100%
10	Jai Realty Ventures Limited	31.03.2017	INR	1	355.55	12,347.81	12,704.01	0.65	12,695.64	10,159.23	2,536.41	(1.86)	0.05	(1.91)	-	100%
11	Krupa Land Limited	31.03.2017	INR	1	8.50	1,978.16	1,990.82	4.15	0.36	-	0.36	(0.21)	0.01	(0.22)	-	100%
12	Krupa Realtors Limited	31.03.2017	INR	1	5.00	823.30	829.48	1.18	-	-	-	(0.19)	-	(0.19)	-	100%
13	Multifaced Impex Limited	31.03.2017	INR	1	8.00	95.68	104.96	1.28	0.05	-	0.05	(0.59)	0.00	(0.59)	-	100%
14	Novelty Realty and Developers Limited	31.03.2017	INR	1	5.00	976.25	981.42	0.17	1.09	-	1.09	(0.17)	0.02	(0.20)	-	100%
15	Oasis Holding FZC	31.03.2017	INR	1	27.37	(69.05)	8,937.77	349.43	8,925.64	-	8,925.64	(7.90)	-	(7.90)	-	75%
		31.03.2017	AED	18.2469	1.50	(3.78)	489.82	19.15	489.16	-	489.16	(0.43)	-	(0.43)	-	100%
16	Rainbow Infraprojects Limited	31.03.2017	INR	1	5.00	1,227.93	1,233.10	0.18	0.86	-	0.86	(0.22)	0.01	(0.23)	-	100%
17	Rudradev Developers Limited	31.03.2017	INR	1	5.00	1,171.52	1,177.18	0.65	-	-	-	(0.27)	-	(0.27)	-	100%
18	Swar Land Developers Limited	31.03.2017	INR	1	5.00	2,398.93	2,689.60	285.67	35.01	-	35.01	200.43	66.07	134.35	-	100%
19	Swasitik Land Developers Limited	31.03.2017	INR	1	5.00	203.16	303.50	95.34	257.38	-	257.38	0.10	0.19	(0.09)	-	100%
20	Vasant Bahar Realty Limited	31.03.2017	INR	1	5.00	185.19	193.36	3.17	-	-	-	0.23	0.04	0.19	-	100%
21	Welldone Real Estate Limited	31.03.2017	INR	1	5.00	519.39	524.93	0.54	1.18	-	1.18	(1.30)	0.02	(1.32)	-	100%
22	Yug Developers Limited	31.03.2017	INR	1	5.00	1,195.81	1,200.97	0.16	0.25	-	0.25	(0.28)	0.00	(0.28)	-	100%
23	Urban Infrastructure Trustees Limited	31.03.2017	INR	1	5.00	54.70	64.60	4.90	62.97	-	62.97	1.19	1.15	0.04	-	100%
24	Urban Infrastructure Venture Capital Limited	31.03.2017	INR	1	500.00	18,679.87	19,511.45	331.58	11,625.37	210.00	11,415.37	313.06	83.79	229.27	-	100%
25	Assurene Products Corporation (Refer Note 3)	31.03.2017	INR	1	-	6.75	2.88	1,311.65	-	-	-	168.44	62.22	106.22	-	100%
		31.03.2017	USD	67.081254	-	0.04	0.04	-	-	-	108.56	2.51	0.96	1.55	-	100%
26	UI Wealth Advisors Limited	31.03.2017	INR	1	210.00	125.74	341.74	5.99	327.90	-	327.90	-6.64	-3.30	-3.34	-	100%

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note:

- 1 Exchange rate (as on 31st March, 2017) used in:
 - a) Oasis Holding FZC AED 1 = 18.2469
 - b) Belle Terre Realty Limited USD 1 = 67.081254
 - c) Assurene Products Corp USD 1 = 67.081254
- 2 Jai Corp Welfare Foundation (Section 8 Company) is yet to commence operation.
- 3 Assurene Products Corporation was liquidated during the year on 17.03.2017.

Part "B" Associates and Joint Ventures

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

(Rs. In Lacs)			
S. No.	Name of Associates/Joint Ventures	Searock Developers FZC	Urban Infrastructure Holdings Private Limited
1	Latest audited Balance Sheet Date	31.03.2017	31.03.2016
2	Shares of Associate/Joint Ventures held by the company on the year end		
	No.	50	113517714
	Amount of Investment in Associates/Joint Venture	7,964.27	11,351.77
	Extend of Holding %	50%	32%
3	Description of how there is significant influence	Due to Percentage of Share Capital	Due to Percentage of Share Capital
4	Reason why the associate/joint venture is not consolidated	-	-
5	Net worth attributable to Shareholding as per latest audited Balance Sheet	(49.58)	34,449.32
6	Profit/Loss for the year		
i.	Considered in Consolidation	(4.08)	(841.14)
i.	Not considered in Consolidation	-	-

- Note**
- 1 There are no Associates which are yet to commence operations.
 - 2 There are no Associates which have been liquidated or sold during the year.

For and on behalf of the Board of Directors

Gaurav Jain
Managing Director
(DIN 00077770)

V. S. Pandit
Director (Works)
(DIN 00460320)

Place : Mumbai
Date : 30th May, 2017

Pramod Jaiswal
Chief Financial Officer

A. Datta
Company Secretary

INDEPENDENT AUDITOR'S REPORT

To The Members of
Jai Corp Limited

Report on the Consolidated Ind AS Financial Statements

We have audited the accompanying consolidated Ind AS financial statements of **Jai Corp Limited** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its associates comprising of the Consolidated Balance Sheet as at 31st March, 2017, the Consolidated statement of Profit and Loss (including other comprehensive income), the Consolidated Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated Ind AS financial statements").

Management's Responsibility for the Consolidated Ind AS Financial Statements

The Holding Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to preparation of these consolidated Ind AS financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and change in equity of the Group including its associates in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act with relevant rules issued thereunder.

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

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated Ind AS financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are

required to be included in the audit report under the provisions of the Act and the rules made thereunder.

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

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

We believe that the audit evidence obtained by us and by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS financial statements.

Basis for Qualified Opinion

The consolidated Ind AS Financial Statements also include the Group's share of total comprehensive income (net loss plus other comprehensive income) of Rs.845.57 lacs for the year ended 31st March, 2017, in respect of one of the associates, whose financial statements have not been audited. The consolidated Ind AS financial statements of that associate are unaudited and have been approved by the Board of Directors of that associate and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of above associate, is based solely on these unaudited consolidated Ind AS financial statements. Consequently, effects on the Group's share of total comprehensive income, if any, pursuant to the audit of that associate, is not ascertainable at this stage.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of other auditors on separate financial statements and on the other financial information of the subsidiaries and associates, referred to in Other Matters paragraph

below, and *except for the effects of matter described in the Basis for Qualified Opinion paragraph above*, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group and its associates as at 31st March 2017, and their consolidated profit including total comprehensive income, their consolidated cash flows and the consolidated statement of changes in equity for the year ended on that date.

Emphasis of Matter

We draw attention in respect of

1. Note No.16.2, 17.2 & 17.3 of the consolidated Ind AS financial statements regarding non receipts of balance confirmation for Inter-corporate Deposits, Interest receivables and certain advances given for purchase of land and development rights aggregating to Rs.13298.29 lacs.
2. Note 16.3 to the consolidated Ind AS financial statements regarding interest accrued and due on certain inter corporate deposits aggregating to Rs.2147.12 lacs due from three body corporate in respect of which a subsidiary Company has filed suit against these parties and has considered the same good for recovery and no provision for doubtful debts has been considered necessary, for the reasons stated therein.

Our opinion is not modified in respect of these matters

Other Matters

- a) We did not audit the financial statements/ consolidated financial statements of 23 subsidiaries whose financial statements reflect total assets of Rs.45778.07 lacs as at 31st March, 2017, total revenues of Rs.8491.67 lacs and net cash flows of Rs.279.72 lacs for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statements/consolidated financial statements have been audited by the other auditors whose reports have been furnished to us by management and our opinion is based solely on the reports of the other auditors.
- b) The consolidated Ind AS financial statements also include the Group's share of total comprehensive income (net loss plus other comprehensive income) of Rs. 4.08 lacs for the year ended 31st March, 2017, as considered in the consolidated Ind AS financial statements, in respect of an associate, whose consolidated financial statements have not been audited by us. The consolidated financial statements of that associate have been audited by the other auditors whose report has been furnished to us by the management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in

respect of that associates is based solely on the reports of the other auditors.

Our opinion on the consolidated Ind AS financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matter with respect to our reliance on the work done and reports of the other auditors.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on consideration of reports of other auditors on separate financial statements and other financial information of subsidiaries and associate incorporated in India, as noted in the Other Matters paragraph above, , we report, to the extent applicable, that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements.
 - b) *Except for the effects of matter described in the Basis for Qualified Opinion paragraph above*, in our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - c) The Consolidated Balance Sheet, the Consolidated statement of Profit and Loss (including other comprehensive income), and the Consolidated Cash Flow Statement and Consolidated Statement of changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated Ind AS financial statements.
 - d) *Except for the effects of matter described in the Basis for Qualified Opinion paragraph above*, in our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable.
 - e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2017 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary Companies, incorporated in India, none of the directors of these entities is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of

the Act.

- f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls; refer to our Report in “**Annexure A**”, which is based on the auditors’ reports of the subsidiary companies and associate company incorporated in India.
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditor’s) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The consolidated Ind AS financial statements disclose the impact of pending litigations on the consolidated financial position of the Group, as referred to in note 11.2 and 47 to the consolidated Ind AS financial statements.
 - ii. The Group and its associate do not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, if any, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its subsidiary companies and associate company, incorporated in India.

- iv. The Holding Company has provided requisite disclosures in its consolidated Ind AS financial statements as to holdings as well as dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated the 8th November, 2016 of the Ministry of Finance, during the period from 8th November, 2016 to 30th, December, 2016. Based on audit procedures performed and the representations provided to us by the management we report that the disclosures are in accordance with the books of accounts maintained by the Holding Company and the respective group entities, as produced to us and based on the consideration of report of other auditors, referred to in the Other Matters paragraph above.

For Chaturvedi & Shah
Chartered Accountants
Firm Registration No: 101720W

R. Koria
Partner
Membership No. 035629

Place: Mumbai
Date: 30th May, 2017

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1 (f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date on consolidated Ind AS financial statements of Jai Corp Limited for the year ended 31st March 2017)

Report on the Internal Financial Controls over financial reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

In conjunction with our audit of the consolidated Ind AS financial statements of the Group and its associate as of and for the year ended 31st March, 2017, we have audited the internal financial controls over financial reporting of **Jai Corp Limited** (hereinafter referred to as “the Holding Company”) and its subsidiaries (the Holding Company and its subsidiaries referred to as “the Group”)

Management’s Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiaries, all incorporated in

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

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial reporting issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under

section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence obtained by us and the audit evidence obtained by other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Holding Company and its subsidiaries, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to subsidiary companies, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies

For Chaturvedi & Shah

Chartered Accountants
Firm Registration No: 101720W

R. Koria

Partner
Membership No. 035629

Place: Mumbai
Date: 30th May, 2017

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2017

		(Rs.in Lacs)		
Particulars	Note	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
I. ASSETS				
1 Non-current assets				
(a) Property, plant and equipment	2	17,305.93	17,379.92	19,004.72
(b) Capital work-in-progress	2	629.49	1,018.34	595.20
(c) Investment properties	3	9,298.37	6,687.08	6,068.97
(d) Intangible assets	4	10.38	18.07	26.50
(e) Goodwill on consolidation		855.88	855.88	855.88
(f) Financial assets				
(i) Investments				
Investments - Associates	5	31,403.23	30,246.88	30,959.03
Investments - Others	5	79,599.74	74,679.80	71,106.74
(ii) Loans	6	144.28	162.90	25.15
(iii) Other Non-current financial assets	7	431.52	573.42	681.37
(g) Non-current tax assets (Net)	8	4,551.68	4,848.09	4,655.78
(h) Deferred tax assets (Net)	9	35.97	119.88	161.19
(i) Other non-current assets	10	13,079.47	12,864.23	12,670.70
2 Current assets				
(a) Inventories	11	20,806.27	23,180.66	20,425.47
(b) Financial assets				
(i) Investments	12	15,849.75	9,137.05	7,887.03
(ii) Trade receivables	13	7,723.98	7,500.25	8,723.45
(iii) Cash and Cash Equivalents	14	473.22	623.60	1,597.90
(iv) Bank Balances other than (iii) above	15	554.44	631.62	485.34
(v) Loans	16	5,430.67	10,662.60	10,538.77
(vi) Other current financial assets	17	1,981.82	1,793.80	3,345.05
(c) Other current assets	18	14,568.36	14,908.81	15,941.46
(d) Assets classified as held for sale	19	878.77	976.59	378.90
TOTAL ASSETS		2,25,613.22	2,18,869.47	2,16,134.60
II. EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital	20 (a)	1,784.71	1,784.71	1,784.71
(b) Other equity	20 (b)	1,21,799.03	1,15,668.38	1,05,583.32
(c) Non-controlling interest		3,568.57	1,196.95	1,120.26
Liabilities				
1 Non-current liabilities				
(a) Financial liabilities				
(i) Borrowings	21	-	89,468.09	890.47
(ii) Other financial liabilities	22	159.24	13.33	-
(b) Provisions	23	61.17	63.44	74.54
(c) Deferred tax liabilities (net)	24	3,093.56	4,483.71	3,291.26
(d) Other Non-current liabilities	25	7.68	3.07	-
2 Current liabilities				
(a) Financial liabilities				
(i) Borrowings	26	0.03	893.58	426.24
(ii) Trade payables	27	485.30	2,172.60	1,523.10
(iii) Other financial liabilities	28	93,952.85	1,554.61	1,00,534.22
(b) Other current liabilities	29	216.84	962.11	369.91
(c) Provisions	30	483.32	571.16	413.15
(d) Current tax liabilities	31	0.92	33.73	123.42
TOTAL EQUITY AND LIABILITIES		2,25,613.22	2,18,869.47	2,16,134.60
Significant accounting policies		1		
Notes to the consolidated financial statements		1-56		

As per our report of even date

For and on behalf of the Board of Directors

For Chaturvedi & Shah
Chartered Accountants
(Firm Registration No. 101720 W)

Gaurav Jain
Managing Director
(DIN 00077770)

V. S. Pandit
Director (Works)
(DIN 00460320)

R.Koria
Partner
Membership No.35629

Pramod Jaiswal
Chief Financial Officer

A. Datta
Company Secretary

Place : Mumbai
Date : 30th May, 2017

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2017

		(Rs.in Lacs)	
Particulars	Note	For the year ended 31 st March 2017	For the year ended 31 st March 2016
I. Revenue From Operations	32	74,918.23	71,519.08
II. Other Income	33	2,072.17	2,566.46
III. Total Income (I + II)		76,990.40	74,085.54
IV. Expenses:			
Cost of Materials Consumed	34	41,900.39	40,149.87
Purchase of Stock-in-Trade		649.51	726.26
Changes in Inventories of Work-in-progress, Finished Goods and Stock-in-Trade	35	1,978.18	(2,715.95)
Excise duty/Service Tax expense		5,456.49	4,621.37
Employee Benefits Expense	36	6,667.69	7,489.71
Finance Costs	37	7,772.56	8,287.80
Depreciation and Amortization Expense	2	1,665.00	1,791.99
Other Expenses	38	9,554.41	12,489.64
Total Expenses		75,644.23	72,840.69
V. Profit Before Share in Profit of Associates and Tax (III-IV)		1,346.17	1,244.85
VI. Share in Profit of Associates		(845.22)	(712.35)
VII. Profit Before Tax (V-VI)		500.95	532.50
VIII. Tax Expense:	39		
(i) Current Tax		3,601.45	3,445.31
(ii) MAT Credit		(16.57)	-
(iii) Deferred Tax Credit		(1,269.69)	(1,501.29)
(iv) Income tax of earlier year		14.52	0.26
IX. Net Loss After Tax (VII-VIII)		(1,828.76)	(1,411.78)
X. Other Comprehensive Income (OCI)			
A) (i) Items that will not be reclassified to profit or loss	40	8,621.02	5,630.25
(ii) Income tax relating to items that will not be reclassified to profit or loss	40	37.27	250.25
B) (i) Items that will be reclassified to profit or loss	41	(60.33)	343.33
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
C) Share in Other comprehensive income of Associates		(4.43)	(2.79)
XI. Total Comprehensive Income for the year (IX+X)		6,764.77	4,809.26
Loss attributable to:			
Owners of the Company		(1,826.78)	(1,409.65)
Non-Controlling interests		(1.98)	(2.13)
		(1,828.76)	(1,411.78)
Other Comprehensive Income attributable to:			
Owners of the Company		8,593.53	6,221.04
Non-Controlling interests		-	-
		8,593.53	6,221.04
Total comprehensive Income attributable to:			
Owners of the Company		6,766.75	4,811.39
Non-Controlling interests		(1.98)	(2.13)
		6,764.77	4,809.26
XII. Earnings per Equity Share:	42		
Basic & Diluted (in Rs.)		(1.02)	(0.79)
Face Value per Share (in Rs.)		1.00	1.00
Significant Accounting Policies	1		
Notes to the Consolidated Financial Statements	1-56		

As per our report of even date

For Chaturvedi & Shah
Chartered Accountants
(Firm Registration No. 101720 W)

R.Koria
Partner
Membership No.35629

Place : Mumbai
Date : 30th May, 2017

For and on behalf of the Board of Directors

Gaurav Jain
Managing Director
(DIN 00077770)

V. S. Pandit
Director (Works)
(DIN 00460320)

Pramod Jaiswal
Chief Financial Officer

A. Datta
Company Secretary

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Equity share capital	(Rs. in Lacs)	
	Number of shares	Amount
As at 1 st April 2015	17,84,49,410	1,784.71
Changes during the year	-	-
As at 31 st March 2016	17,84,49,410	1,784.71
Changes during the year	-	-
As at 31 st March 2017	17,84,49,410	1,784.71

Particulars	Attributable to owners of the Company										Non-Controlling Interest	Total	
	Reserves and surplus			Foreign currency translation reserve			FVOCI - equity instruments	Remeasurements of defined benefit plans	Share of Associates in OCI	Total other Equity			
	Capital reserve	Capital reserve on consolidation	Securities premium reserve	General reserve	Retained earnings	Equity component of preference shares							
Opening balance as at 1 st April 2015	92.17	349.95	79.25	43,348.95	27,383.17	33,997.68	2,486.30	16,272.97	(18,427.12)	-	1,05,583.32	1,120.26	1,06,703.58
Total comprehensive income for the year	-	-	-	-	(1,409.65)	(1,409.65)	343.33	-	5,654.47	26.03	(1,409.65)	(2.13)	(1,411.78)
Loss for the year	-	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income for the year	-	-	-	-	(6.30)	(6.30)	-	-	-	-	-	-	-
Transactions during the year	-	-	6.30	-	-	-	-	-	-	-	-	-	-
Transfer from retained earnings on account of redemption of preference shares	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax on dividends	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer from FVOCI - equity instruments on financial assets sold	-	-	-	-	(240.84)	(240.84)	-	-	-	-	(240.84)	-	(240.84)
Equity Components of Advances received	-	-	-	-	(10.18)	(10.18)	-	-	-	-	(10.18)	-	(10.18)
Others	-	-	-	-	21.38	21.38	-	-	(21.38)	-	-	78.82	78.82
Transactions with owners in capacity of owners	-	-	-	-	(3.98)	(3.98)	-	-	-	-	(3.98)	-	(3.98)
Term Extension of Preference Shares (Net off tax)	-	-	-	-	-	-	-	5,627.42	-	-	5,627.42	-	5,627.42
Early Redemption of Preference Shares	-	-	-	-	(98.75)	(98.75)	-	-	-	-	(98.75)	-	(98.75)
Closing balance as at 31 st March 2016	92.17	349.95	85.55	43,348.95	27,376.87	32,354.41	2,829.63	21,801.64	(12,594.03)	26.03	1,15,668.38	1,196.95	1,16,865.33

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Other equity

(Rs. in Lacs)

Particulars	Attributable to owners of the Company										Non-Controlling Interest	Total		
	Reserves and surplus			Foreign currency translation reserve			FVOCI - equity instruments	Remeasurements of defined benefit plans	Share of Associates in OCI	Total other Equity				
	Capital reserve consolidation	Capital redemption reserve	Securities premium reserve	General reserve	Retained earnings	Equity component of preference shares								
Opening balance as at 1 st April 2016	92.17	349.95	85.55	43,348.95	27,376.87	32,354.41	2,829.63	21,801.64	(12,594.03)	26.03	(2.79)	1,15,668.38	1,196.95	1,16,865.33
Transactions during the year														
Total comprehensive income for the year														
Profit / (loss) for the year														
Other comprehensive income for the year					(1,826.78)		(60.33)		8,614.89	43.40	(4.43)	(1,826.78)	(1.98)	(1,828.76)
Transactions during the year														
Transfer from retained earnings on account of redemption of preference shares														
Dividend Paid							(3.45)							
Tax on dividends														
Transfer from FVOCI - equity instruments on financial assets sold														
Equity Components of Advances received									2.22					
Others														
Transactions with owners in capacity of owners														
Early Redemption of Preference Shares								(324.73)				(324.73)		(324.73)
Closing balance as at 31st March 2017	92.17	349.95	89.00	43,348.95	27,373.42	30,214.04	2,769.30	21,476.91	(3,976.92)	69.43	(7.22)	1,21,799.03	3,568.57	1,25,367.60

As per our report of even date

For Chaturvedi & Shah
Chartered Accountants

(Firm Registration No. 101720 W)

R. Koria

Partner
Membership No. 35629

Place : Mumbai

Date : 30th May, 2017

For and on behalf of the Board of Directors

Gaurav Jain
Managing Director
(DIN 00077770)

V. S. Pandit
Director (Works)
(DIN 00460320)

Pramod Jaiswal
Chief Financial Officer

A. Datta
Company Secretary

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax as per Statement of Profit and Loss	1,346.17	1,244.85
Adjusted for :		
Depreciation and Amortisation Expense	1,665.00	1,791.99
Guarantee commission expenses	17.25	-
Net loss on foreign currency transaction and translation*	48.20	82.84
Profit on sale of Investments (Net)	(210.74)	(84.40)
Loss on Sale of non-current Investments	-	9.64
Income from non-current Investments	-	(136.20)
Profit on sale/discarding of Property, Plant and Equipments (Net)	(150.59)	(303.16)
Fair value losses on Financial assets classified and measured at FVTPL	1,189.78	1,486.01
Finance Costs	7,772.56	8,287.80
Sundry Balances Written Off (Net)	74.88	71.20
Gain on Prepayment of Sales Tax loan	-	(382.52)
Interest Income	(631.60)	(494.90)
Dividend Income	(60.23)	(725.64)
Guarantee commission income	(1.89)	-
Fair valuation of rent deposits	2.05	2.12
Fair valuation of loan to Employee	12.95	7.61
	9,727.62	9,612.39
Operating Profit before Working Capital Changes	11,073.79	10,857.24
Adjusted for :		
Trade & Other Receivables	(105.30)	1,879.09
Inventories	2,374.39	(2,755.19)
Trade and Other Payables	(1,521.49)	837.99
Cash generated from operations	11,821.39	10,819.13
Direct taxes paid	(3,257.17)	(3,707.30)
Net Cash From Operating Activities	8,564.22	7,111.83
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and equipment	(1,606.68)	(1,614.29)
Sale of Property, Plant and equipment	317.55	1,362.20
Purchase of Investment Property	(2,741.93)	-
Purchase of Investments including Share Application Money	(52,709.76)	(2,119.58)
Sale of Investments	46,229.43	1,152.88
Movement in Loans (Net)	5,210.25	150.00
Income from non-current Investments	-	139.20
Interest Income	511.65	1,690.42
Dividend Income	60.23	725.64
Net Cash (used)/From Investing Activities	(4,729.26)	1,486.47

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

	(Rs.in Lacs)	
Particulars	For the year ended 31 st March 2017	For the year ended 31 st March 2016
C. CASH FLOW FROM FINANCING ACTIVITIES		
Redemption of Preference Share Capital including Securities Premium	(5,237.97)	(9,230.79)
Receipt from Non-Controlling Interest	2,373.60	78.82
Repayment of non-current Loans	-	(507.95)
Unclaimed for Scheme of Arrangement	-	(0.16)
Short-Term Loans (Net)	(843.87)	462.52
Fixed Deposits/Margin Money with Banks and Government Authorities (Net)	113.21	(22.34)
Finance costs paid	(30.78)	(102.29)
Dividend Paid	(315.35)	(251.69)
Net Cash (used in) Financing Activities	(3,941.16)	(9,573.88)
Net (Decrease) in Cash and Cash Equivalents (A+B+C)	(106.21)	(975.58)
Opening Balance of Cash and Cash Equivalents	579.40	1,554.98
Effect of exchange rate on Cash and Cash Equivalents	-	4.66
Balance of Cash and Cash Equivalents	473.22	618.94
Closing balance of Cash and Cash Equivalents	473.19	579.40
Components of Cash and Cash Equivalents:		
Balances with Banks in Current Accounts	471.33	566.22
Cheques, Drafts in Hand	0.83	51.97
Cash on Hand	1.06	5.41
Less: Working Capital Loan from Bank repayable on Demand	(0.03)	(44.20)

Notes :

- 1) Bracket indicates cash outflow.
- 2) Previous year figures have been regrouped, reclassified and rearranged wherever necessary.
- 3) The above statement of cash flow has been prepared under the "Indirect Method" as set out in Ind AS 7 on Statement of Cash Flow.

As per our report of even date

For Chaturvedi & Shah
Chartered Accountants
(Firm Registration No. 101720 W)

R.Koria
Partner
Membership No.35629

Place : Mumbai
Date : 30th May, 2017

For and on behalf of the Board of Directors

Gaurav Jain
Managing Director
(DIN 00077770)

Pramod Jaiswal
Chief Financial Officer

V. S. Pandit
Director (Works)
(DIN 00460320)

A. Datta
Company Secretary

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**Company Information**

The consolidated financial statements comprise financial statements of Jai Corp Limited ("the company") and its subsidiaries for the year ended 31st March, 2017 ("the Group") and its associates. The Company is a limited Company domiciled and incorporated in India and its shares are publicly traded on the Bombay Stock Exchange (BSE), in India. The registered office of the Company is situated at A-3, M.I.D.C. Industrial Area, Nanded - 431 603.

Group is engaged in the manufacturing activities which produces Flexible intermediate bulk containers (FIBC Jumbo Bags), woven sacks and fabrics, manmade fiber yarns, Masterbatch and steel coils and sheets.

The consolidated financial statements for the year ended 31st March, 2017 were approved and adopted by board of directors in their meeting held on 30th May, 2017.

During the year the Board of Directors of the Subsidiary companies has approved scheme of merger of Urban Infrastructure Venture Capital Limited and UI Wealth Advisors Private Limited with each others at their respective meetings held on 21st December, 2016. This Scheme is subject to the approvals from the shareholders and other requisite statutory and regulatory approvals.

Basis of Preparation

The consolidated financial statements have been prepared in accordance with Indian Accounting Standards notified under the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS).

For all periods up to year ended 31st March, 2016, the Group prepared its consolidated financial statements in accordance with 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). These consolidated financial statements for the year ended 31st March, 2017 are the first consolidated financial statements, the Group has prepared in accordance with Ind AS.

The consolidated financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities, which are measured at fair value / amortised cost.

The consolidated financial statements are presented in Indian Rupees (₹) which is the Group's functional and presentation currency and all values are rounded to the nearest lacs and two decimals, except when otherwise indicated.

1 Significant accounting policies**a Principles of consolidation**

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries as at 31st March, 2017. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including the contractual arrangement with the other vote holders of the investee, rights arising from other contractual arrangements, the Group's voting rights and potential voting rights and the size of the Group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders.

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired during the year are included in the consolidated financial statements from the date the Group obtains control and assets, liabilities, income and expenses of a subsidiary disposed off during the year are included in the consolidated financial statement till the date the Group ceases to control the subsidiary.

An associate is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee, but has no control or joint control over those policies.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Consolidation procedure:

- a) Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the consolidated financial statements at the acquisition date.
- b) Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. The difference between the cost of investment in the subsidiaries and the Parent's share of net assets at the time of acquisition of control in the subsidiaries is recognised in the consolidated financial statement as goodwill. However, resultant gain (bargain purchase) is recognized in other comprehensive income on the acquisition date and accumulated to capital reserve in equity.
- c) Intra-Group balances and transactions, and any unrealized income and expenses arising from intra Group transactions, are eliminated in preparing the consolidated financial statements.
- d) In the case of foreign subsidiaries, being non-integral foreign operations, revenue items are consolidated at the average exchange rates prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Components of equity are translated at closing rate. Any gain / (Loss) on exchange difference arising on consolidation is recognized in the Foreign Currency Translation Reserve (FCTR) through OCI.
- e) Consolidated statement of profit or loss and each component of OCI are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.
- g) Interest in associates are consolidated using equity method as per Ind AS 28 – 'Investment in Associates and Joint Ventures'. The investment in associates is initially recognised at cost. Subsequently, under the equity method, post-acquisition attributable profit/losses and other comprehensive income are adjusted in the carrying value of investment to the extent of the Group's investment in the associates. Goodwill relating to the associate is included in the carrying amount of the investment and is not tested for impairment individually.
- h) Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If an entity of the group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the consolidated financial statements to ensure conformity with the Group's accounting policies.
- i) Consolidated financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the parent company, i.e., year ended on 31st March. When the end of the reporting period of the parent is different from that of a subsidiary, if any, the subsidiary prepares, for consolidation purposes, additional financial information as of the same date as the consolidated financial statements of the parent to enable the parent to consolidate the financial information of the subsidiary, unless it is impracticable to do so.

b Business Combinations and goodwill:

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred measured at acquisition date fair value and the amount of any non-controlling interests in the acquiree. For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition related costs are expensed as incurred.

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their acquisition date fair values, except certain assets and liabilities required to be measured as per the applicable standard. For this purpose, the liabilities assumed include contingent liabilities representing present obligation and they are measured at their acquisition fair values irrespective of the fact that outflow of resources embodying economic benefits is not probable.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the Group re-assesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and reviews the procedures used to measure the amounts to be recognised at the acquisition date. If the reassessment still results in an excess of the fair value of net assets acquired over the aggregate consideration transferred, then the gain is recognised in other comprehensive income and accumulated in equity as capital reserve. However, if there is no clear evidence of bargain purchase, the entity recognises the gain directly in equity as capital reserve, without routing the same through other comprehensive income.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units. A cash generating unit to which goodwill has been allocated is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro rata based on the carrying amount of each asset in the unit. Any impairment loss for goodwill is recognised in consolidated statement of profit or loss. An impairment loss recognised for goodwill is not reversed in subsequent periods.

c Foreign currency reinstatement and translation:

Transactions in foreign currencies are initially recorded by the Group at rates prevailing at the date of the transaction. Subsequently monetary items are translated at closing exchange rates as on balance sheet date and the resulting exchange difference recognised in consolidated statement of profit and loss. Differences arising on settlement of monetary items are also recognised in consolidated statement of profit and loss.

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 the transaction. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the exchange rates prevailing at the date when the fair value was determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the consolidated statement of profit and loss, within finance costs. All other finance gains / losses are presented in the consolidated statement of profit and loss on a net basis.

d Revenue recognition

Revenue is measured at the fair value of consideration received or receivable. Revenue is recognised only when it can be reliably measured and it is probable that future economic benefits will flow to the Group.

Revenue from operations includes sales of goods, services, scrap, commission, export incentives. Revenue includes excise duty wherever charged from the customer but excludes service tax and sales tax / value added taxes.

Revenue from sale of goods is recognised when significant risk and rewards of ownership of the goods have passed to the customer. Amounts disclosed as revenue are inclusive of excise duty and net of returns, value added taxes and amounts collected on behalf of third parties.

Interest income for all debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the group estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Dividend Income is recognised when right to receive the payment is established by the balance sheet date.

Commission and job-work income are recognised on an accrual basis in accordance with the terms of relevant agreement.

Export incentives other than advance license are recognised at the time of exports and the benefit in respect of advance license received by the Group against exports made by it are recognised as and when goods are imported against them.

e Income taxes

The income tax expense or credit for the year is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period.

Deferred income tax is provided in full, using the balance sheet approach, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax liabilities are not recognised for temporary differences between the carrying amount and tax bases of investments in subsidiaries, branches and associates and interest in joint arrangements where the group is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future. Deferred taxes are not recognised on these temporary differences if there is no probable tax outflow on their reversal. Deferred tax assets are not recognised for temporary differences between the carrying amount and tax bases of investments in subsidiaries, branches and associates and interest in joint arrangements where it is not probable that the differences will reverse in the foreseeable future and taxable profit will not be available against which the temporary difference can be utilised.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

f Government grants

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Group will comply with all attached conditions.

Government grants relating to income are deferred and recognised in the profit or loss over the period necessary to match them with the costs that they are intended to compensate and presented within other income.

Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred income and are credited to profit or loss on a straight-line basis over the expected lives of the related assets and presented within other income.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**g Leases****As a lessee**

Leases where the group is a lessee and has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

As a lessor

Lease income from operating leases where the group is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.

h Impairment of non-financial assets

Goodwill is not subject to amortisation and is tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired. The carrying amounts of other assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An asset is treated as impaired when the carrying amount exceeds its recoverable value. The recoverable amount is the greater of the asset's fair value less cost of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to the present value using a pre-tax discount rate that reflects current market assessment of the time value of money and risks specific to the assets. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

i Valuation of inventories

In general, all inventories of finished goods, work-in-progress etc., are stated at lower of cost and net realisable value. Cost of inventories comprise of all cost of purchase, cost of conversion and other cost incurred in bringing the inventory to their present location and condition. Finance cost generally are not part of the cost of inventories except Real Estate Division. Raw material and stores and spares are stated at lower of cost and net realisable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. The cost is determined on FIFO basis in respect of Packaging / Spinning Division and on average basis in respect of Steel Division. Scrap and trial run products are valued at estimated net realisable value. Inventories of finished goods and scrap includes excise duty wherever applicable.

j Non – current assets held for sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and a sale is considered highly probable. They are measured at the lower of their carrying amount and fair value less costs to sell.

An impairment loss is recognised for any initial or subsequent write-down of the asset to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset, but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the non-current asset is recognised at the date of de-recognition.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Non-current assets are not depreciated or amortised while they are classified as held for sale. Interest and other expenses attributable to the liabilities of a disposal company classified as held for sale continue to be recognised.

k Investments and financial assets

Classification

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

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the group has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The group reclassifies debt investments when and only when its business model for managing those assets changes.

Measurement

At initial recognition, the group measures a financial asset (except investment in associates) at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Measurement of debt instruments

Subsequent measurement of debt instruments depends on the Group's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the company classifies its debt instruments:

- **Amortised cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.
- **Fair value through other comprehensive income (FVOCI):** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in other gains/(losses). Interest income from these financial assets is included in other income using the effective interest rate method.
- **Fair value through profit or loss:** Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss is recognised in profit or loss and presented net in the statement of profit and loss within other gains/(losses) in the year in which it arises. Interest income from these financial assets is included in other income.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**Measurement of equity instruments**

The group subsequently measures all equity investments (except investments in associates) at fair value. Where the group's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments are recognised in profit or loss as other income when the company's right to receive payments is established.

Changes in the fair value of financial assets measured at fair value through profit or loss are recognised as gain/ (losses) in the statement of profit and loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Impairment of financial assets

The group assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables, the company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

De-recognition of financial assets

A financial asset is derecognised only when

- The group has transferred the rights to receive cash flows from the financial asset or
- retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Group evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Group has not retained control of the financial asset. Where the group retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

I Derivatives and embedded derivatives

The group enters into certain derivative contracts to hedge risks which are not designated as hedges. Such contracts are accounted for at fair value through profit or loss and are included in other gains / (losses).

Derivatives embedded in a host contract that is an asset within the scope of Ind AS 109 are not separated. Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Derivatives embedded in all other host contract are separated only if the economic characteristics and risks of the embedded derivative are not closely related to the economic characteristics and risks of the host and are measured at fair value through profit or loss. Embedded derivatives closely related to the host contracts are not separated.

m Property, plant and equipment

Property, plant and equipment are stated at cost of acquisition or construction, net of MODVAT / CENVAT, Value Added Tax, less accumulated depreciation and impairment loss, if any. Cost comprises of purchase price, borrowing cost if capitalisation criteria are met, and directly attributable cost of bringing the asset to its working conditions for the intended use.

Depreciation on property, plant and equipment

Depreciation on PPE is provided to the extent of depreciable amount on straight-line method over the useful life of asset as assessed by the management and the same is similar to the useful lives as prescribed in

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Part-C of Schedule II to the Companies Act, 2013 except acquisition of insurance spares and additions/extensions forming an integral part of existing plants, which are depreciated over residual useful life of the respective plant, property and equipments.

The property, plant and equipment acquired under finance leases is depreciated over the asset's useful life or over the useful life and the lease term if there is no reasonable certainty that the group will obtain ownership at the end of the lease term.

PPE where ownership vests with the Government/local authorities are amortised over the useful life of asset as prescribed in Part-C of Schedule II to the Companies Act, 2013.

n Intangible assets

Intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the intangible assets.

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

Computer softwares are capitalised at the amounts paid to acquire the respective license for use and are amortised over the period of useful lives or period of three years, whichever is less. The assets' useful lives are reviewed at each financial year end.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised.

o Investment properties

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

Depreciation on investment properties are provided using straight line method over the estimated useful lives as specified in Schedule II to the Companies Act, 2013. Residual values, useful lives and method of depreciation of investment properties are reviewed at each financial year end and are adjusted prospectively, if appropriate. The effects of any revision are included in the statement of profit and loss when the changes arises.

Though the Group measures investment properties using cost based measurement, the fair value of investment property is disclosed in the notes.

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

p Borrowings and other financial liabilities

Borrowings and other financial liabilities are initially recognised at fair value (net of transaction costs incurred). Difference between the fair value and the transaction proceeds on initial is recognised as an asset / liability based on the underlying reason for the difference.

Subsequently all financial liabilities are measured at amortised cost using the effective interest rate method

Preference shares which are redeemable on a specific date are classified as a financial liability. Dividends on preference shares are recognised in statement of profit and loss.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss. The gain / loss is recognised in other equity in case of transaction with shareholders.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**q Borrowing costs**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to the statement of profit and loss as finance costs as per the effective interest rate method, wherever applicable.

r Provisions, contingent liabilities and contingent assets

Provisions are recognised when the Group has 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. If the effect of the time value of money is material, provisions are discounted using equivalent period government securities interest rate. Unwinding of the discount is recognised in the statement of profit and loss as a finance cost. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the Notes to the Financial Statements. Contingent assets are not recognised. However, when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognised as an asset.

s Employee benefits

Short-term employee benefits are recognized as an expense at the undiscounted amount in the statement of Profit and Loss for the year in which the related service is rendered.

Post-employment and other long term employee benefits are recognized as an expense in the Statement of Profit and Loss for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable determined using actuarial valuation techniques.

Re-measurement gains and losses pertaining to defined benefit obligations arising from experience adjustments and changes in actuarial assumptions are recognised in other comprehensive income in the period in which they occur

Compensated absences are accounted similar to the short term employee benefits.

Retirement benefits in the form of Provident Fund and other Funds are defined contribution scheme and the contributions are charged to the Statement of Profit and Loss of the year when the contribution to the respective funds are due. There are no other obligations other than the contribution payable to the fund.

t Earnings per share

Basic earnings per share is computed using the net profit for the year attributable to the shareholders' and weighted average number of equity shares outstanding during the year.

Diluted earnings per share is computed using the net profit for the year attributable to the shareholder' and weighted average number of equity and potential equity shares outstanding during the year including share options, convertible preference shares and debentures, except where the result would be anti-dilutive. Potential equity shares that are converted during the year are included in the calculation of diluted earnings per share, from the beginning of the year or date of issuance of such potential equity shares, to the date of conversion.

u Dividends

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period.

v Contributed equity

Equity shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

w Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions and banks, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are disclosed as current borrowings in the balance sheet.

x Current and non-current classification:

The Group presents assets and liabilities in statement of financial position based on current/non-current classification. The Group has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by MCA.

An asset is classified as current when it is:

- a) Expected to be realised or intended to be sold or consumed in normal operating cycle,
- b) Held primarily for the purpose of trading,
- c) Expected to be realised within twelve months after the reporting period, or
- d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when it is:

- a) Expected to be settled in normal operating cycle,
- b) Held primarily for the purpose of trading,
- c) Due to be settled within twelve months after the reporting period, or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Deferred tax assets and liabilities are classified as non-current assets and liabilities. The Group has identified twelve months as its normal operating cycle.

y Fair value measurement:

The Group measures financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- a) In the principal market for the asset or liability, or
- b) In the absence of a principal market, in the most advantageous market for the asset or liability.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**z Off-setting financial Instrument:**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable rights to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable rights must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Group or counterparty.

aa SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS:

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group based on its assumptions and estimates on parameters available when the financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

i) Property, plant and equipment, Investment Properties and Intangible Assets:

Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values as per schedule II of the Companies Act, 2013 or are based on the Group's historical experience with similar assets and taking into account anticipated technological changes, whichever is more appropriate.

ii) Income Tax:

The Group reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to an adjustment to the amounts reported in the standalone financial statements.

iii) Contingencies:

Management has estimated the possible outflow of resources at the end of each annual reporting financial year, if any, in respect of contingencies/claim/litigations against the Group as it is not possible to predict the outcome of pending matters with accuracy.

iv) Impairment of financial assets:

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss. The Group uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Group's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

v) Impairment of non-financial assets:

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Units (CGU) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent to those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less cost of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples or other available fair value indicators.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

vi) Defined benefits plans:

The Cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

vii) Recoverability of trade receivable:

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

viii) Provisions:

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgement to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

ix) Fair value measurement of financial instruments :

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 2 - Property, plant and equipment

	Land-Leasehold	Land - Freehold	Buildings	Plant and Equipment	Furniture and Fixtures	Vehicles	Office Equipments	Total
COST								
At 1st April, 2015	419.90	2,251.59	4,930.44	11,188.59	59.36	105.03	49.81	19,004.72
Additions	-	-	22.07	1,032.03	13.67	23.56	38.48	1,129.81
Disposals	152.48	-	341.47	549.09	0.22	14.85	1.63	1,059.74
At 31st March, 2016	267.42	2,251.59	4,611.04	11,671.53	72.81	113.74	86.66	19,074.79
Additions	-	-	173.76	1,649.00	1.01	-	10.31	1,834.08
Disposals	-	0.31	0.52	282.31	0.17	20.99	5.79	310.09
At 31st March, 2017	267.42	2,251.28	4,784.28	13,038.22	73.65	92.75	91.18	20,598.78
DEPRECIATION								
At 1 April 2015	-	-	-	-	-	-	-	-
Depreciation	13.47	-	231.02	1,468.95	18.68	18.28	22.50	1,772.90
Disposals	7.18	-	14.53	48.41	0.04	7.33	0.54	78.03
At 31st March 2016	6.29	-	216.49	1,420.54	18.64	10.95	21.96	1,694.87
Depreciation	6.27	-	217.10	1,370.56	18.83	15.12	18.81	1,646.69
Disposals *	-	-	-	42.75	0.05	1.92	3.99	48.71
At 31st March 2017	12.56	-	433.59	2,748.35	37.42	24.15	36.78	3,292.85
NET BOOK VALUE								
At 1st April, 2015	419.90	2,251.59	4,930.44	11,188.59	59.36	105.03	49.81	19,004.72
At 31st March, 2016	261.13	2,251.59	4,394.55	10,250.99	54.17	102.79	64.70	17,379.92
At 31st March, 2017	254.86	2,251.28	4,350.69	10,289.87	36.23	68.60	54.40	17,305.93
CAPITAL WIP								
At 1st April, 2015								595.20
At 31st March, 2016								1,018.34
At 31st March, 2017								629.49

2.1 Building includes Rs. 0.01 Lacs (Rs. 0.01 Lacs as at 31st March, 2016 and Rs. 0.01 Lacs as at 1st April, 2015) being the cost of shares in Co-operative Housing Society towards ownership of residential flats.

2.2 Gross Block of Plant and Equipments includes Rs. 64.68 Lacs (Rs. 64.68 Lacs as at 31st March, 2016 and Rs. 64.68 Lacs as at 1st April, 2015) and Rs. 33.56 Lacs (Rs. 33.56 Lacs as at 31st March, 2016 and Rs. 33.56 Lacs as at 1st April, 2015) being the amount spent for laying Power Line and Water Pipe Line respectively, the ownership of which vests with the respective Government Authorities.

2.3 In accordance with the Indian Accounting Standard (Ind AS) 36 on "Impairment of Assets" the management during the year carried out an exercise of identifying the assets that may have been impaired in respect of each cash generating unit in accordance with the said Accounting Standard. On the basis of this review carried by the management there was no impairment loss on fixed assets during the year ended 31st March, 2017.

2.4 The carrying value (Gross Block less accumulated depreciation) as on 1st April, 2015 as per previous GAAP of the Property, plant and equipment is considered as a deemed cost on the date of transition.

2.5 Addition to Gross block are inclusive of gain/(loss) Rs. Nil (Rs. Nil as at 31st March, 2016 and Rs. (14.92) Lacs as at 1st April, 2015) and depreciation are inclusive of gain / (loss) of Rs. Nil (Rs. Nil as at 31st March, 2016 and Rs. 13.63 Lacs as at 1st April, 2015) on account of translation of property, Plant and Equipments and depreciation to date respectively of foreign subsidiary. The effect of which is considered in foreign currency translation reserve.

2.6 Refer note 47 for disclosure of contractual commitments for the acquisition of property, plant and equipment.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 3 - Investments Properties

(Rs.in Lacs)

Particulars	Land	Buildings	Total
COST			
At 1st April, 2015	5,528.20	540.77	6,068.97
Additions	628.77	-	628.77
Disposals	-	-	-
At 31st March, 2016	6,156.97	540.77	6,697.74
Additions	2,621.92	-	2,621.92
Disposals	-	-	-
At 31st March, 2017	8,778.89	540.77	9,319.66
DEPRECIATION			
At 1st April, 2015	-	-	-
Depreciation	-	10.66	10.66
Disposals	-	-	-
At 31st March, 2016	-	10.66	10.66
Depreciation	-	10.63	10.63
Disposals	-	-	-
At 31st March, 2017	-	21.29	21.29
NET BOOK VALUE			
At 1st April, 2015	5,528.20	540.77	6,068.97
At 31st March, 2016	6,156.97	530.11	6,687.08
At 31st March, 2017	8,778.89	519.48	9,298.37

3.1. Fair value of investment properties

(Rs.in Lacs)

Particulars	31-Mar-2017	31-Mar-2016	1-Apr-2015
Freehold land	10,795.64	8,073.80	7,350.39
Buildings	2,460.24	2,343.10	2,231.52
Total	13,255.88	10,416.90	9,581.91

3.2. Income from Investment Properties generating Rental Income

(Rs.in Lacs)

Particulars	31-Mar-2017	31-Mar-2016
Rental Income derived from investment properties	2.69	2.69
Direct Operating expenses (including repairs and maintenance) generating rental income	-	-
Income arising from investment properties before depreciation	2.69	2.69
Depreciation	0.19	0.19
Income from Investment properties (Net)	2.50	2.50

3.3. Income from Investment Properties not generating Rental Income

(Rs.in Lacs)

Particulars	31-Mar-2017	31-Mar-2016
Rental Income derived from investment properties	-	-
Direct Operating expenses (including repairs and maintenance) generating rental income	30.78	32.84
Income arising from investment properties before depreciation	(30.78)	(32.84)
Depreciation	10.44	10.47
Income from Investment properties (Net)	(41.22)	(43.31)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**3.4. Estimation of fair value of investment properties:**

The best evidence of fair value is current price in an active market for similar properties. Where such information is not available, the Group considers information from a variety of sources including current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences.

The fair value measurement for all of the investment property has been categorized as a level 3 fair value based on the inputs to the valuation techniques used.

3.5 The carrying value (Gross Block less accumulated depreciation) as on 1st April, 2015 as per previous GAAP of the Investment Properties is considered as a deemed cost on the date of transition.

3.6 The Cost of one of the Land in respect of one of the subsidiary, represents payment and other related costs of leasehold land, to be utilised for the construction of labour accomodation. The leasehold land is situated in Dubai, UAE. The lease is for a period of 50 years and valid upto 18 June 2058. The management of the subsidiary company considers that the market value of the land will be atleast equal to its carrying value.

3.7 Refer note 47 for disclosure of contractual commitments for the acquisition of investment properties.

Note 4 - Intangible Assets

Particulars	(Rs.in Lacs) Amount
COST	
At 1st April 2015	26.50
Additions	-
Disposals	-
At 31st March 2016	26.50
Additions	-
Disposals	-
At 31st March 2017	26.50
AMORTIZATION	
At 1st April 2015	-
Amortization for the year	8.43
Disposals	-
At 31st March 2016	8.43
Amortization for the year	7.69
Disposals	-
At 31st March 2017	16.12
NET BLOCK	
At 1st April 2015	26.50
At 31st March 2016	18.07
At 31st March 2017	10.38

4.1 The carrying value (Gross Block less accumulated amortisation) as on 1st April, 2015 as per previous GAAP of the Intangible assets is considered as a deemed cost on the date of transition.

4.2 Intangible assets represents software other than self generated.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 5 - Investments - Others

	As at 31st March, 2017			As at 31st March, 2016			As at 1st April, 2015		
	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount
(i) Financial assets classified and measured at Cost									
Unquoted fully paid-up									
Searock Developers FZC	50.00	AED 1	7,964.27	50.00	AED 1	7,968.35	50	AED 1	7,969.97
Urban Infrastructure Holdings Pvt. Ltd.	11,35,17,714	10	12,182.71	11,35,17,714	10	13,028.28	11,35,17,714	10	13,738.81
Share application money			-			-			8,522.71
Urban Infrastructure Holdings Pvt. Ltd.									30,231.49
Total equity investments			20,146.98			20,996.63			
In debentures									
Unquoted fully paid-up									
Zero percent optionally fully convertible debentures of Urban Infrastructure Holdings Pvt. Ltd.	-	-	-	7,27,540	100	727.54	7,27,540	100	727.54
Zero percent optionally fully convertible debentures of Urban Infrastructure Holdings Pvt. Ltd.	-	-	-	8,52,27,110	10	8,522.71	-	-	-
In debentures									
Unquoted fully paid-up									
Zero percent fully compulsorily convertible debentures of Urban Infrastructure Holdings Pvt. Ltd.	27,33,540	100	2,733.54	-	-	-	-	-	-
Zero percent fully compulsorily convertible debentures of Urban Infrastructure Holdings Pvt. Ltd.	8,52,27,110	10	8,522.71	-	-	-	-	-	-
Total debentures			11,256.25			9,250.25			727.54
Investments in associate			31,403.23			30,246.88			30,959.03

(ii) Financial assets classified and measured at Fair value through other comprehensive income

1. Equity Instruments

a) Equity Shares - Unquoted fully paid up

Mumbai SEZ Ltd	22,93,77,346	10	22,456.04	22,93,77,346	10	22,456.04	22,93,77,346	10	22,823.05
Rewas Ports Ltd	5,00,00,000	10	4,540.00	5,00,00,000	10	4,565.00	5,00,00,000	10	4,635.00
Earnest Towers Pvt. Ltd.	-	-	-	18,12,794	10	874.29	18,12,794	10	858.05
Gold Bricks Infrastructure Pvt. Ltd.	8,06,700	10	342.48	8,06,700	10	513.47	8,06,700	10	559.40
Neelkanth Realty Pvt. Ltd. (Refer Note 5.1)	2,13,333	10	77.33	2,13,333	10	77.33	2,13,333	10	77.33

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

	As at 31st March, 2017			As at 31st March, 2016			As at 1st April, 2015		
	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount
Neelkanth Rice Lands Pvt. Ltd.	80,000	10	92.68	80,000	10	124.19	80,000	10	147.67
Nirmal Infrastructure Pvt. Ltd. (Refer Note 5.2)	1,09,000	10	100.00	-	-	-	-	-	-
Ozone Projects Pvt. Ltd.	9,57,133	10	-	9,57,133	10	116.30	9,57,133	10	144.42
Ozone Urbana Infra Developers Pvt. Ltd.	4,44,143	10	1,056.73	4,44,143	10	1,127.67	3,86,112	10	1,330.74
Sterling Urban Infraprojects Pvt. Ltd.	44,00,000	10	197.81	44,00,000	10	526.62	44,00,000	10	654.88
Supernal Realtors Pvt. Ltd.	26,667	10	-	26,667	10	-	26,667	10	-
Vengas Realtors Pvt. Ltd.	26,667	10	-	26,667	10	-	26,667	10	-
Prestige Garden Estates Projects Pvt. Ltd.	8,007	10	-	8,007	10	0.80	8,007	10	0.80
Sun Infrastructures Pvt. Ltd.	28,298	10	0.80	28,298	10	257.55	28,298	10	1,436.35
Share application money - Prestige estates projects limited			885.65			885.65			885.65
b) Equity Shares - Unquoted Partly paid up									
Nilayami Realtors Pvt. Ltd. (Rs. 5/- paid up each)	1,06,000	10	84.85	1,06,000	10	104.52	1,06,000	10	102.79
c) Equity Shares - Quoted fully paid up									
Reliance Industries Ltd.	35,22,000	10	46,462.22	35,22,000	10	36,813.71	35,22,000	10	29,045.93
Ajmera Realty & Infra India Ltd.	-	-	-	1	10	0.00	1	1	0.00
Alpine Industries Ltd.	-	-	-	2	10	0.00	1	1	0.00
Anant Raj Industries Ltd.	-	-	-	5	2	0.00	5	2	0.00
Ansal Buildwell Ltd.	-	-	-	100	10	0.07	100	10	0.06
Ansal Housing & Construction Ltd.	-	-	-	300	10	0.06	300	10	0.09
Ansal Properties & Infrastructure Ltd.	-	-	-	1	5	0.00	1	5	0.00
Arihant Foundation & Housing Ltd.	-	-	-	1	10	0.00	1	10	0.00
Ashiana Housing Ltd.	-	-	-	15	2	0.02	15	2	0.04
Bajaj Finserve Ltd	2,000	5	81.97	2,000	5	34.22	2,000	5	28.29
BL Kashyap & Sons Ltd.	-	-	-	10	1	0.00	10	1	0.00
Brigade Enterprises Ltd.	-	-	-	1	10	0.00	1	10	0.00
BSEL Infrastructure Reality Ltd.	-	-	-	10	10	0.00	10	10	0.00
DB Realty Ltd.	-	-	-	1	10	0.00	1	10	0.00
D.S.Kulkarni Developers Ltd.	-	-	-	10	10	0.01	10	10	0.01
Diwan Housing and Finance Ltd.	-	-	-	2	10	0.00	1	10	0.00
DLF Ltd	-	-	-	1	2	0.00	1	2	0.00
DMC Education Ltd.	-	-	-	1	5	0.00	1	5	0.00
EIH Associated Hotels Ltd.	-	-	-	5	10	0.01	5	10	0.01

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

	(Rs. In Lacs)					
	As at 31st March, 2017			As at 1st April, 2015		
	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount
EIH Ltd.	-	-	-	1	2	0.00
Eideco Housing & Industries Ltd.	-	-	-	1	10	0.00
ERA Infra Engineering Ltd. (Current Year Rs. 7/- and Previous Year Rs. 8/-)	5	2	0.00	5	2	0.00
Ganesh Housing Corporation Ltd.	-	-	-	1	10	0.00
GIC Housing Finance Ltd.	-	-	-	1	10	0.00
Godrej Properties Ltd.	-	-	-	2	5	0.01
Gravis Hospitality Ltd.	-	-	-	1	2	0.00
Gruh Finance Ltd.	-	-	-	10	10	0.02
HB Estate Developers Ltd.	-	-	-	1	10	0.00
Hindusthan Construction Company Ltd.	-	-	-	10	1	0.00
Hotel Leela Venture Ltd.	-	-	-	1	2	0.00
Housing Development & Infrastructure Ltd.	-	-	-	1	5	0.00
Housing Development Finance Corporation Ltd.	-	-	-	5	2	0.06
Hubtown Ltd.	-	-	-	10	10	0.01
Indiabulls Real Estate Ltd.	-	-	-	1	2	0.00
Indiabulls Infrastructure & Power Ltd.	-	-	-	2	10	0.00
Indo-Asian Projects Ltd. (Current Year Rs. 10/- and Previous Year Rs. 10/-)	1	10	0.00	1	10	0.00
IVRCL Ltd.	-	-	-	2	2	0.00
Jaypee Infratech Ltd.	-	-	-	1	10	0.00
Kadamb Constructions Ltd.	-	-	-	5	2	0.00
Kannawala Housing Constructions Ltd.	-	-	-	1	10	0.00
Kolte Patil Developers Ltd.	-	-	-	1	10	0.00
KSL & Industries Ltd.	-	-	-	11	4	0.00
Lanco Infratech Ltd.	-	-	-	10	1	0.00
Lancor Holdings Ltd.	-	-	-	2	2	0.00
LIC Housing Finance Ltd.	-	-	-	5	2	0.02
Lok Housing & Construction Ltd.	-	-	-	5	10	0.00
Mahendra Lifespace Developers Ltd.	-	-	-	100	10	0.43
Marg Ltd.	-	-	-	1	10	0.00
Blue Cost Hotel Ltd.	-	-	-	1	10	0.00
Narendra Properties Ltd.	-	-	-	1	10	0.00
Nila Infrastructure Ltd.	-	-	-	1	1	0.00

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

	As at 31st March, 2017			As at 31st March, 2016			As at 1st April, 2015			(Rs. in Laacs)
	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount	
Nitesh Estates Ltd.	-	-	-	1	10	0.00	1	10	0.00	0.00
Oberoï Realty Ltd.	-	-	-	1	10	0.00	1	10	0.00	0.00
Omaxe Ltd.	-	-	-	565	10	0.82	565	10	0.76	0.76
Orbit Corporation Ltd.	-	-	-	10	10	0.00	10	10	0.00	0.00
Future Retail Ltd. (Current Year Rs. 474/- and Previous Year Rs. 129/-)	1	2	0.00	1	2	0.00	1	2	0.00	0.00
Parsvnath Developers Ltd.	-	-	-	200	5	0.04	200	5	0.04	0.04
Peninsula Land Ltd.	-	-	-	10	2	0.00	10	2	0.00	0.00
Prajay Engineers Syndicate Ltd.	-	-	-	5	10	0.00	5	10	0.00	0.00
Prestige Estate Ltd.	-	-	-	1	10	0.00	1	10	0.00	0.00
Prime Property Development Corp. Ltd.	-	-	-	1	5	0.00	1	5	0.00	0.00
Provogue (India) Ltd.	-	-	-	5	1	0.00	5	1	0.00	0.00
Purvankara Projects Ltd.	-	-	-	1	5	0.00	1	5	0.00	0.00
Radhe Developers (India) Ltd.	-	-	-	10	10	0.00	10	10	0.00	0.00
Prozone Capital Shopping Centres Ltd.	-	-	-	5	2	0.00	5	2	0.00	0.00
Rainbow Foundations Ltd.	-	-	-	1	10	0.00	1	10	0.00	0.00
Rajeshwari Foundations Ltd.	-	-	-	1	10	0.00	1	10	0.00	0.00
Regaliaa Realty Ltd. (Current Year Rs. 11/- and Previous Year Rs. 8/-)	1	10	0.00	1	10	0.00	1	10	0.00	0.00
SAAG RR Infra Ltd. (Current Year Rs. 1/- and Previous Year Rs. 1/-)	1	10	0.00	1	10	0.00	1	10	0.00	0.00
Shopper's Stop Ltd.	-	-	-	2	5	0.01	2	5	0.01	0.01
Simplex Realty Ltd.	-	-	-	1	10	0.00	1	10	0.00	0.00
Sobha Developers Ltd.	-	-	-	10	10	0.03	10	10	0.04	0.04
Sunteck Realty Ltd.	-	-	-	5	2	0.01	5	2	0.01	0.01
Taj GVK Hotels & Resorts Ltd.	-	-	-	1	2	0.00	1	2	0.00	0.00
The Phoenix Mills Ltd.	-	-	-	5	2	0.02	5	2	0.02	0.02
The Ruby Mills Ltd.	-	-	-	4	5	0.01	2	5	0.01	0.01
Trent Ltd.	-	-	-	1	10	0.02	1	10	0.01	0.01
Tribhuvan Housing Ltd.	-	-	-	5	1	0.00	5	1	0.00	0.00
Unitech Ltd.	-	-	-	200	2	0.01	200	2	0.03	0.03
Vijay Shanti Builders Ltd.	-	-	-	1	10	0.00	1	10	0.00	0.00
Vipul Ltd.	-	-	-	10	1	0.00	10	1	0.00	0.00
Total investment in equity shares			76,378.56			68,479.05			62,732.09	

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	Quantity (No's)	Face value	Quantity (No's)	Face value	Quantity (No's)	Face value
d) 0% Fully Compulsorily Convertible Debentures - Unquoted fully paid up						
Neelkanth Realty Pvt. Ltd. (Refer Note 5.1)	33,600	100	33,600	100	33,600	100
Neelkanth Rice Lands Pvt. Ltd.	11,200	1,000	11,200	1,000	11,200	1,000
Supernal Realtors Pvt. Ltd.	18,721	1,000	18,721	1,000	18,721	1,000
Vengas Realtors Pvt. Ltd.	26,733	1,000	26,733	1,000	26,733	1,000
e) 0% Fully Compulsorily Convertible Debentures - Unquoted partly paid up						
Nilayami Realtors Pvt. Ltd. (Rs. 10/- paid up each)	8,480	1,000	8,480	1,000	8,480	1,000
f) 0% Fully Compulsorily Convertible Debentures - Quoted fully paid up						
The Indian Hotels Company Limited	-	-	-	-	54,262	55
Total Debentures		<u>195.38</u>		<u>242.27</u>		<u>321.08</u>
Total equity instruments at FVOCI		<u>76,573.94</u>		<u>68,721.32</u>		<u>63,053.17</u>
(iii) Financial assets classified and measured at FVTPL						
a) In Units						
HDFC India Real Estate Fund	8,886	1,000	9,242	1,000	27,375	1,000
Urban Infrastructure Opportunities Fund	7,729	60,430	7,729	79,930	7,729	86,160
					5,849.30	7,897.24
Urban Infrastructure Venture Capital Fund - Class B	20,000	100	20,000	100.00	20,000	100
Total units at FVTPL		<u>20.00</u>		<u>20.00</u>		<u>20.00</u>
Total Other non-current investments		<u>3,025.80</u>		<u>5,958.48</u>		<u>8,053.57</u>
Aggregate amount of quoted investments and market value thereof		<u>79,599.74</u>		<u>74,679.80</u>		<u>71,106.75</u>
		<u>46,544.20</u>		<u>36,849.65</u>		<u>29,076.01</u>
Aggregate amount of unquoted investments		<u>33,055.55</u>		<u>37,830.16</u>		<u>42,030.74</u>

5.1 Original Share / Debenture Certificates have been misplaced and steps are being taken to obtain duplicate certificates.

5.2 Original Equity shares of Nirmal Infrastructure Private Ltd. have been kept in Escrow Account and proposed transaction for disposal of investment is being executed.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 6 - Non current financial assets - Loans

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Unsecured, considered good			
Loans to employees	144.28	162.90	25.15
Total	144.28	162.90	25.15

Note 7 - Other non current financial assets

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Bank Deposits with more than 12 months maturity (refer note 7.1 below)	126.04	159.04	284.04
Security Deposits	305.48	414.38	397.33
Total	431.52	573.42	681.37
7.1 Fixed Deposits with Banks having maturity more than 12 Months are held as Deposit with Electricity Department, Sales-tax Department and Customs Authorities	126.04	159.04	284.04

Note 8 - Non current tax assets

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Income-tax	4,551.68	4,848.09	4,655.78
Total	4,551.68	4,848.09	4,655.78

Note 9 - Deferred tax assets (net)

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Deferred Tax Assets			
Disallowance Under the Income-tax Act, 1961	74.57	44.46	66.07
On unrealised profit on unsold inter-company inventory	18.87	75.42	95.12
Deferred Tax Liabilities			
Financial assets measured at FVTPL	57.47	-	-
Total	35.97	119.88	161.19

9.1 Movement in Deferred Tax Assets/(Liabilities)

Particulars	Disallowance under the Income Tax Act	On unrealised profit on unsold inter-company inventory	Financial assets measured at FVTPL	Total
As at 1st April, 2015	66.07	95.12	-	161.19
Charged/(Credited)				
- to Profit & Loss	(21.61)	(18.63)	-	(40.24)
- to Other Comprehensive Income	-	(1.07)	-	(1.07)
As at 31st March, 2016	44.46	75.42	-	119.88
(Charged)/Credited				
- to Profit & Loss	30.11	(55.82)	(57.47)	(83.18)
- to Other Comprehensive Income	-	(0.73)	-	(0.73)
As at 31st March, 2017	74.57	18.87	(57.47)	35.97

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

9.2 Unrecognised deferred tax assets:

a) On Deductible temporary differences -

Deferred tax assets are not recognised for certain deductible temporary differences arising on fair valuation of investments to the extent of **Rs. 29,340.17 Lacs** (31st March 2016 - 25,917.68 Lacs, 1st April 2015 - 22,822.37 Lacs) because it is not probable that future taxable profits will be available against which these deductible temporary differences can be utilised.

b) Tax Losses

The Group has the following unused tax losses which arose on incurrance of business losses under the Income Tax Act, 1961 for which no deferred tax asset has been recognised in the Balance Sheet

In relation to Financial Year ending	(Rs. In Lacs)			
	As at 31 st March 2017	Expiry Year	As at 31 st March 2016	Expiry Year
2008-2009	-	-	40.28	2016-2017
2009-2010	14.37	2017-2018	14.63	2017-2018
2010-2011	29.15	2018-2019	29.36	2018-2019
2011-2012	8.26	2019-2020	8.54	2019-2020
2012-2013	5.96	2020-2021	6.22	2020-2021
2013-2014	4.60	2021-2022	4.87	2021-2022
2014-2015	28.01	2022-2023	29.21	2022-2023
2015-2016	14.84	2023-2024	15.33	2023-2024
2016-2017	16.04	2024-2025	-	-

Capital Losses

In relation to Financial Year ending	(Rs. In Lacs)			
	As at 31 st March 2017	Expiry Year	As at 31 st March 2016	Expiry Year
2015-2016	8.31	2023-2014	8.31	2023-2014
2016-2017	607.10	2024-2025	-	-

Note 10 - Other non current assets

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Capital advances	12,856.96	12,709.54	12,667.17
MAT Credit Entitlement	19.56	-	-
Unamortised portion of employee benefits	25.94	38.89	-
Balance with Service Tax Authorities	161.82	101.51	-
Prepaid Expenses	15.19	14.29	3.53
Total	13,079.47	12,864.23	12,670.70

Note 11 - Inventories

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Raw Materials			
Goods-in-Transit	16.83	552.65	422.76
Others	2,657.33	2,459.33	2,550.02
	2,674.16	3,011.98	2,972.78
Work-in-Progress	14,395.70	14,607.76	12,570.54
Finished Goods			
Goods-in-Transit	1,080.28	361.03	354.59
Others	1,939.19	3,982.89	2,737.28
	3,019.47	4,343.92	3,091.87

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Stores and Spares			
Goods-in-Transit	-	-	2.11
Others	682.43	739.60	734.98
	682.43	739.60	737.09
Traded Goods	-	421.22	1,003.77
Construction Materials	10.87	12.09	14.56
Scrap	23.64	44.09	34.86
Total	20,806.27	23,180.66	20,425.47

11.1. For mode of valuation please refer note no 1 (i)

11.2 Work in Progress includes Land of **Rs. 500.51 Lacs** (Rs. 1,206.30 Lacs as at 31st March, 2016 and Rs. 1,608.05 Lacs as at 1st April, 2015) pending execution of conveyance/sale deed and possession of the land of **Rs. 506.51 Lacs** (Rs. 506.51 Lacs as at 31st March, 2016 and Rs. 995.32 Lacs as at 1st April, 2015) is in dispute

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 12- Current investments

(Rs.in Lacs)

	As at 31st March, 2017			As at 31st March, 2016			As at 1st April, 2015		
	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount	Quantity (No's)	Face value	Amount
(i) Financial assets classified and measured at Fair value through other comprehensive income									
1. Equity Instruments									
a) Equity Shares - Quoted fully paid up									
Ansal Properties & Infrastructure Ltd.	7,62,608	5	115.15	7,62,608	5	134.98	7,62,608	5	179.59
Bombay Dyeing & Mfg.Co. Ltd.	1,76,000	2	145.90	1,76,000	2	83.69	1,76,000	2	112.46
PVR Ltd		10	-	8	5	0.06	8	5	0.05
Electrotherm (India) Ltd.	2,500	10	4.32	2,500	10	1.21	2,500	10	0.55
Essar Shipping Ltd.	12,512	10	3.49	12,512	10	3.16	12,512	10	2.75
Essar Ports Ltd.		10	-				19,732	10	24.29
The Indian Hotels Company Ltd.	1,71,062	1	217.93	1,71,062	1	169.86	1,16,800	1	136.54
Tata Communication Ltd.	38,700	10	279.61	38,700	10	147.43	38,700	10	163.31
Total equity instruments at FVOCI			766.41			540.39			619.55
(ii) Financial assets classified and measured at amortised cost									
a) 0% Redeemable optionally fully convertible Debentures - Unquoted fully paid up									
Sun Infrastructures Private Limited - Series (A)	1,51,000	1,000	1,510.00	1,51,000	1,000	1,510.00	1,51,000	1,000	1,510
b) 0% Redeemable optionally fully convertible Debentures - Unquoted fully paid up									
Sun Infrastructures Private Limited (Partly paid up Rs.586/-each) - Series (B)	23,500	1,000	137.71	23,500	1,000	137.71	23,500	1,000	137.71
c) 14% Non-Convertible Debentures - Unquoted fully paid up									
Ozone Propex Pvt. Ltd.	54,00,000	100	5,400.00	54,00,000	100	5,400.00	54,00,000	100	5,400
Total debentures at amortised cost			7,047.71			7,047.71			7,047.71
(iii) Financial assets classified and measured as fair value through profit and loss									
a) Mutual Funds - Unquoted Fully Paid-up									
Birla Sunlife Floating Rate Fund Short Term Plan Growth Direct Plan	1,97,522	100	428.33	3,56,824	100	720.11	-	-	-
Birla Sun Life Cash Plus - Growth - Direct Plan	2,71,554	100	633.81	3,91,025	100	828.84	97,856	100	219.78
DSP BlackRock Liquidity Fund - Direct Plan -Growth option	18,873	1,000	438.93	-	-	-	-	-	-
Reliance Medium Term Fund (Refer note 12.2 below)	1,38,08,194	10	4,790.02	-	-	-	-	-	-
Birla Sunlife Savings Fund -Growth Direct Plan	5,44,982	100	1,744.55	-	-	-	-	-	-
Total Units in Mutual Funds at FVTPL			8,035.65			1,548.95			219.78
Total Current Investments			15,849.77			9,137.05			7,887.04
Aggregate amount of quoted investments and market value thereof			-			-			-
Aggregate amount of unquoted investments			15,849.77			9,137.05			7,887.04

12.1 Refer Note No. 1() for mode of valuation of investment.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 13 - Trade receivables

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Unsecured, considered good unless otherwise specified			
Trade Receivables	7,723.98	7,500.25	8,723.45
Total	7,723.98	7,500.25	8,723.45

Note 14 - Cash and Cash Equivalents

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Cash and Cash Equivalents			
Balances with Banks in Current Accounts	471.33	566.22	1,590.80
Cheques, Drafts in Hand	0.83	51.97	5.92
Cash on Hand	1.06	5.41	1.18
Total	473.22	623.60	1,597.90

14.1 For the purpose of the statement of cash flows, cash and cash equivalents comprise the followings

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Balances with Banks in Current Accounts	471.33	566.22	1,590.80
Cheques, Drafts in Hand	0.83	51.97	5.92
Cash on Hand	1.06	5.41	1.18
	473.22	623.60	1,597.90
Less: Working Capital Loan from Bank repayable on Demand	0.03	44.20	42.92
	473.19	579.40	1,554.98

14.2 Details of specified Bank Notes (SBN) held and transacted during the period 08.11.2016 to 30.12.2016 is as under:-

Particulars	(Rs. In Lacs)		
	SBNs	Other Denomination Notes	Total
Closing Cash in hand as on 08.11.2016	4,93,500	1,39,202	6,32,702
(+) Permitted receipts	-	3,91,848	3,91,848
(-) Permitted payments	-	3,39,694	3,39,694
(-) Amount deposited in Banks	4,93,500	399	4,93,899
Closing Cash in hand as on 30.12.2016	-	1,90,957	1,90,957

Note 15 - Bank Balance other than Cash & Cash Equivalents

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Other Bank Balances - Earmarked			
Unpaid Dividend Accounts	36.67	33.64	34.70
Fixed Deposits with banks more than 3 months maturity	-	3.32	34.04
Fixed Deposits with banks	517.77	594.66	416.60
Total	554.44	631.62	485.34
15.1 Fixed Deposits with Banks as Deposit with Various Government Departments.	143.68	447.90	56.60
15.2 Fixed Deposits with Bank pledged against Bank Overdraft Facility.	374.09	146.76	360.00

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 16 - Current financial assets - Loans

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Unsecured, considered good unless otherwise specified			
Loans and advances to related parties			
Advances to Related Parties	10.19	6.27	9.97
Others			
Inter-Corporate Deposits measured at amortised cost	5,388.12	10,598.36	10,478.92
Interest Receivable	10.71	9.51	-
Other Advances	21.65	48.46	49.88
Total	5,430.66	10,662.60	10,538.77

16.1 Other Advances mainly includes loans to employees.

16.2 Inter Corporate Deposit (ICD) of **Rs. 73.78 Lacs** (As at 31st March 2016 Rs. 6,017.78 Lacs and As at 1st April 2015 Rs.5,944.00 Lacs) and Interest accrued and due on the same of **Rs. 2,200.78 Lacs** (As at 31st March 2016 Rs. 2,200.75 Lacs and As at 1st April 2015 Rs. 2,147.12 Lacs) are subject to confirmation.

16.3 Inter Corporate Deposit (ICD) of Rs.5,944.00 Lacs alongwith interest accrued and due on the same amounting to Rs. 2,147.12 Lacs given by subsidiary company is recoverable from Neelkanth Devansh Developers Pvt. Ltd., Neelkanth Kalindi Realtors Pvt. Ltd. and Neelkanth Soham Developers Pvt. Ltd are overdue.

Following the Order dated 08th April 2016 of the Hon'ble Surpeme Court, the Principal amount aggregating to Rs 5,944.00 Lacs was received on 03rd June, 2016. The Subsidiary company is pursuing recovery of interest through a Summary Suit filed in the Hon'ble Bombay High Court.

In view of the ongoing litigation and following the principle of prudence, the Subsidiary company has decided not to recognize the interest on the same from financial year 2012-13 onwards and to account the same as and when realised or the matter is settled. However, in view of the value of the assets and commitment from the Promoter of those Companies, the subsidiary company is of the view that the entire outstanding amount is recoverable and no provision for doubtful advance is necessary.

16.4 The subsidiary company has granted loans for the purpose of business and working capital needs of the recipient of the loan.

Note 17 - Other current financial assets

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Unbilled Revenue	-	-	74.68
Loans to Employees	24.81	13.65	-
Interest Accrued on Investments	1,456.06	1,456.06	2,933.44
Other Advances	500.95	324.09	336.93
Total	1,981.82	1,793.80	3,345.05

17.1 Other Advances mainly includes Claims & Discount receivables from various parties.

17.2 Interest accrued on investments of Rs. 1,456.06 Lacs are subject to confirmations.

Note 18 - Other current assets

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Scrap Material Held for Sale	-	17.90	19.61
Export Incentive Receivable	184.58	253.04	171.82
Balance with government Authorities - Indirect taxes	532.50	917.40	909.61
Advance Towards Purchase of Land / Development Rights	12,380.22	12,303.33	13,676.19
Other Advances	1,471.06	1,417.14	1,164.23
Total	14,568.36	14,908.81	15,941.46

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

18.1 Other Advances mainly includes Advance to Suppliers, VAT Receivables, Cenvat receivable etc.

18.2 Advances towards Purchase of Land / Development Rights aggregating to **Rs. 9,567.68 Lacs** (Rs. 8,822.44 Lacs as at 31st March, 2016 and Rs. 8,790.33 Lacs as at 1st April, 2015) which are subject to confirmation. Further Rs. 42.50 Lacs in respect of which one of the subsidiary has initiated legal action for non execution of sales deed / conveyance. The management is of the view that the above mentioned amounts are fully recoverable and hence no provisions for doubtful advances is necessary.

Note 19 - Assets held for sale

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Property, plant & Equipments Held for Disposal (refer note 19.1 below)	22.00	602.59	4.90
Investment in equity shares of Nirmal Infrastructure Pvt. Ltd. (refer 19.2 below) - Measured at fair value through other comprehensive income	-	374.00	374.00
Investment in equity shares of Earnest Towers Pvt. Ltd. (refer 19.3 below) - Measured at fair value through other comprehensive income	856.77	-	-
Total	878.77	976.59	378.90

19.1 Board of Directors of the Company at its meeting held on 22nd December 2015, has approved disposal of the Indore Unit as a going concern. Pending execution of Sale Deed, the amount of Rs. 497.69 Lacs classified as assets held for sale.

19.2 Considering substantial delay in the project which is yet to start, the Promoters of Nirmal Infrastructure Pvt Ltd have proposed to purchase the entire stake of Jaicorp for a sum of approximately Rs. 374 Lacs including premium of Rs. 248 Lacs on a investment of Rs. 100 Lacs and interest of Rs. 26 Lacs being interest for the delayed period. Hence the same was classified as held for sale in earlier years.

Original Equity shares of Nirmal Infrastructure Private Ltd. have been kept in Escrow Account and proposed transaction for disposal of investment is being executed.

However during the year, the transaction in respect of proposed disposal has not been honoured by the promoters of the investee and hence the said investment is not classified as held for sale at the end of the reporting period. The same will be kept as a strategic investment and due to the change in classification the other comprehensive income for the year has reduced by Rs. 274 lacs.

19.3 Considering substantial delay in the project which is yet to start, the Promoters of Earnest Towers Pvt. Ltd have proposed to purchase the entire stake of Company for a sum of approximately Rs. 856.77 Lacss . Hence the same was classified as held for sale.

19.4 Assets held for sale represents Plant and Machinerics discarded in current year and earlier years and not in use and are carried at estimated net realisable value as determined by the management.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 20 (a) - Equity share capital

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Authorised:			
45,00,00,000 Equity Shares of Re. 1 each (45,00,00,000 Equity Shares of Re.1 each as at 31st March, 2016 and as at 1st April, 2015)	4,500.00	4,500.00	4,500.00
1,50,00,000 1% Non-Cumulative, Non-Participating Redeemable (1,50,00,000 Preference Shares of Re.1 each as at 31st March, 2016 and as at 1st April, 2015)	150.00	150.00	150.00
3,50,00,000 Unclassified Shares of Re. 1 each (3,50,00,000 Unclassified Shares of Re.1 each as at 31st March, 2016 and as at 1st April, 2015)	350.00	350.00	350.00
TOTAL	5,000.00	5,000.00	5,000.00
Issued and Subscribed:			
17,84,94,010 Equity Shares of Re. 1 each (17,84,94,010 Equity Shares of Re.1 each as at 31st March, 2016 and as at 1st April, 2015)	1784.94	1784.94	1784.94
TOTAL	1784.94	1784.94	1784.94
Paid-Up:			
17,84,49,410 Equity Shares of Re. 1 each fully paid up (17,84,49,010 Equity Shares of Re.1 each as at 31st March, 2016 and as at 1st April, 2015)	1,784.49	1784.49	1784.49
Add: Forfeited Shares (Amount originally paid on 4,460 (4,460) shares of Rs. 10 each)	0.22	0.22	0.22
TOTAL	1,784.71	1784.71	1784.71

20 (a).1 Reconciliation of number of Equity Shares outstanding at the beginning and at the end of the year:

Particulars	2016-17		2015-16		2014-15	
	(In Nos.)	(Rs. In Lacs)	(In Nos.)	(Rs. In Lacs)	(In Nos.)	(Rs. In Lacs)
Shares outstanding at the beginning of the year	17,84,49,410	1,784.49	17,84,49,410	1,784.49	17,84,49,410	1,784.49
Shares outstanding at the end of the year	17,84,49,410	1,784.49	17,84,49,410	1,784.49	17,84,49,410	1,784.49

20(a).2 The terms / rights attached to the Equity Shares:

The holder of equity shares of Re. 1 each is entitled to one vote per share. The equity shareholders are entitled to dividend only if dividend in a particular financial year is recommended by the Board of Directors and approved by the members at the annual general meeting of that year. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by share holders.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

20(a).3 Details of shares in the Company held by each shareholder holding more than 5% shares:

Name of Shareholder	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	Number of Shares held	% of Holding	Number of Shares held	% of Holding	Number of Shares held	% of Holding
Equity Shares:						
Harsh Jain	2,32,51,560	13.03	2,32,51,560	13.03	2,32,51,560	13.03
Rina Jain	2,17,19,220	12.17	2,17,19,220	12.17	2,17,19,220	12.17
Satyapal Jaikumar Jain	1,82,11,800	10.21	1,82,11,800	10.21	1,82,11,800	10.21
Sushma Jain	1,61,30,740	9.04	1,61,30,740	9.04	1,61,30,740	9.04
Ankit Jain	1,54,01,700	8.63	1,54,01,700	8.63	1,54,01,700	8.63
Laxmi Jain	1,42,53,540	7.99	1,42,53,540	7.99	1,42,53,540	7.99
Gaurav Jain	1,05,27,200	5.90	1,05,27,200	5.90	1,05,27,200	5.90

20(a).4 Forfeited shares (Amount originally paid up):

Particulars	(Rs. in lacss)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
44,600 (Previous Year 44,600 as at 31st March, 2016 and 44,600 as at 1st April, 2015) Equity Shares of Re.1 each (Originally 4,460 Equity Shares of Rs.10/- each)	0.22	0.22	0.22

Note 20 (b) - Other equity

Particulars	(Rs.in Lacs)	
	As at 31 st March 2017	As at 31 st March 2016
Foreign Exchange Translation Reserve		
Opening balance	2,829.63	2,486.30
Transaction during the year	(60.33)	343.33
Closing balance	2,769.30	2,829.63

Nature and Purpose - The exchange differences arising on translation of foreign operations are recognised in other comprehensive income and accumulated in a separate reserve within equity. The same is cumulatively reclassified to profit or loss when the Foreign operation is disposed off.

Particulars	(Rs.in Lacs)	
	As at 31 st March 2017	As at 31 st March 2016
Capital reserve		
Opening balance	92.17	92.17
Transaction during the year	-	-
Closing balance	92.17	92.17

Nature and Purpose - The Reserve was created in pursuant to scheme for the merger of Comet Steels Ltd and Sipta Coated Steels Ltd with Jai Corp Ltd. The reserve will be utilized in the compliance with the provisions of the Company's Act, 2013.

Particulars	(Rs.in Lacs)	
	As at 31 st March 2017	As at 31 st March 2016
Capital reserve on consolidation		
Opening balance	349.95	349.95
Transaction during the year -	-	-
Closing balance	349.95	349.95

Nature and Purpose - Capital reserve on consolidation represents excess of fair value of net assets over the purchase consideration paid to the acquiree.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	(Rs.in Lacs)	
	As at 31 st March 2017	As at 31 st March 2016
Capital redemption reserve		
Opening balance	85.55	79.25
Transaction during the year -	-	
Transfer from retained earnings on account of redemption of preference shares	3.45	6.30
Closing balance	89.00	85.55

Nature and Purpose - The reserve was created upon the redemption of preference shares and will be utilised with the compliance of the provisions of the Company's Act, 2013.

Particulars	(Rs.in Lacs)	
	As at 31 st March 2017	As at 31 st March 2016
Securities premium reserve		
Opening balance	43,348.95	43,348.95
Transaction during the year	-	-
Closing balance	43,348.95	43,348.95

Nature and Purpose - Securities premium was created when shares are issued at premium. The reserve will be utilised in accordance with the provisions of the Companies Act, 2013.

Particulars	(Rs.in Lacs)	
	As at 31 st March 2017	As at 31 st March 2016
General reserve		
Opening balance	27,376.87	27,383.17
Transaction during the year -		-
Transfer to capital redemption reserve	(3.45)	(6.30)
Closing balance	27,373.42	27,376.87

Nature and Purpose - General Reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purpose. This reserve is a distributable reserve.

Particulars	(Rs.in Lacs)	
	As at 31 st March 2017	As at 31 st March 2016
Retained earnings		
Opening balance	32,354.41	33,997.68
Transaction during the year -		
Net loss for the year	(1,826.78)	(1,409.65)
Dividends Paid	(240.84)	(240.84)
Transfer from FVOCI - equity instruments on financial assets sold	(2.22)	21.38
Tax on Proposed Dividends (2016-17)	(74.51)	(10.18)
Others	3.98	(3.98)
Closing balance	30,214.04	32,354.41

Nature and Purpose - Retained earnings represents the accumulated profits / losses made by the Company over the years.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	(Rs.in Lacs)	
	As at 31 st March 2017	As at 31 st March 2016
Remeasurements of defined benefit plans		
Opening balance	26.03	-
Transaction during the year -		
Actuarial gains	66.47	39.89
Deferred tax	(23.07)	(13.86)
Closing balance	69.43	26.03

Nature and purpose - Other comprehensive income also comprises of re-measurements of defined benefit obligations.

Particulars	(Rs.in Lacs)	
	As at 31 st March 2017	As at 31 st March 2016
FVOCI - Equity instruments		
Opening balance	(12,596.83)	(18,427.12)
Transaction during the year -		
Transfer to retained earnings - equity instruments on financial assets sold	2.22	(21.38)
Fair value gains and losses on restatement to fair value on reporting date	8,554.55	5,590.36
Deferred tax	60.33	264.10
Share of Other comprehensive income of Associates	(4.43)	(2.79)
Closing balance	(3,984.16)	(12,596.83)

Nature and Purpose - The company has elected to recognise changes in the fair value of certain investments in equity instruments in other comprehensive income.

Particulars	(Rs.in Lacs)	
	As at 31 st March 2017	As at 31 st March 2016
Equity component of preference shares issued		
Opening balance	21,801.64	16,272.97
Transaction during the year -		
Term Extension of Preference Shares	-	8,611.63
Deferred tax on above	-	(2,984.22)
Early Redemption of Preference Shares	(324.73)	(98.75)
Closing balance	21,476.91	21,801.64

"Nature and purpose - The difference between the fair value of preference shares on the date of issue / modification and the transaction price is recognised as a deemed equity component by the promoters. Estimation of fair value - For computation of the below fair value benefit, the company has estimated the fair value of the financial liability on the date of issue / modification by considering comparable market interest rates adjusted to the facts and circumstances relevant to the company."

	(Rs.in Lacs)
Total other equity as at 31st March 2017	
01-Apr-15	1,05,583.32
31-Mar-16	1,15,668.38
31-Mar-17	1,21,799.03

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 21 - Non - current financial liabilities

Particulars	(Rs.in Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Borrowings other than from banks			
Unsecured			
Interest free sales tax loan from government authorities (refer note 21.1 below)	-	-	890.47
1% Non-Cumulative, Non-Participating Redeemable Preference Shares (refer note 21.2 below)	-	89,468.09	-
Total	<u>-</u>	<u>89,468.09</u>	<u>890.47</u>

21.1 In the earlier year, Company availed Sales Tax Loan of Rs. 890.47 Lacs which was repayable by 2027. During the previous year Company had paid Rs. 507.95 Lacs at Net Present Value against the Full and final settlement of the loan liability and differential amount had been credited to Statement of Profit and Loss under the head Other Income as "Gain on Prepayment of Sales Tax Loan".

21.2 The terms / rights attached to the Preference Shares:

On 27th November, 2007 1,50,00,000 1% Non - cumulative, Non - Participating Redeemable Preference Shares of Re.1 each fully paid-up were allotted. Subsequently 89,00,100 shares have been redeemed in various tranches and the balance 60,99,900 are redeemable at a premium of 6 % p.a. from the date of allotment over and above the total issue price of Rs. 1,000/- per share which were rolled over for a further period of two years with effect from 26th November, 2015 as approved by share holders at their meeting held on 23rd September, 2015, these Preference shares are to be redeemable on 25th November, 2017. The Preference Shareholders have a preferential right to dividend of 1% per annum, carry a preferential right for repayment of capital in priority to the equity shares, on liquidation of the Company or repayment of capital. However, the preference shares carry no further or other right to participate either in the profits or assets of the Company and have no voting rights.

21.3 Details of shares in the Company held by each shareholder holding more than 5% shares:

Name of Shareholder	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
	Number of Shares held	% of Holding	Number of Shares held	% of Holding	Number of Shares held	% of Holding
Preference Shares:						
Harsh Jain	4,00,000	6.56	4,00,000	6.21	-	-
Sushma Jain	6,23,300	10.22	8,68,300	13.47	19,58,300	27.67
Gaurav Jain	5,41,250	8.87	-	-	-	-
Laxmi Jain	-	-	19,08,300	29.61	23,58,300	33.34
Rina Jain	-	-	19,03,300	29.53	23,58,300	33.34
Anurag Bagaria	-	-	5,50,000	8.53	-	-
Neha Bagaria	3,35,000	5.49	3,30,000	5.12	4,00,000	5.65
Prime Trust	17,03,300	27.92	-	-	-	-
Mega Trust	9,84,980	16.15	-	-	-	-
IIFL Cash Opportunities Fund	6,22,000	10.20	-	-	-	-

21.4 Reconciliation of number of Preference Shares outstanding at the beginning and at the end of the year: (Rs. In Lacs)

Particulars	2016-17		2015-16		2014-15	
	(In Nos.)	(Rs. In Lacs)*	(In Nos.)	(Rs. In Lacs)*	(In Nos.)	(Rs. In Lacs)*
Shares outstanding at the beginning of the year	64,44,900	64.45	70,74,900	70.75	79,74,900	79.75
Less: Shares redeemed during the year	3,45,000	3.45	6,30,000	6.30	9,00,000	9.00
Shares outstanding at the end of the year	60,99,900	61.00	64,44,900	64.45	70,74,900	70.75

* Preference shares value shown above is valued at its Face Value.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 22 - Other Non-current financial liabilities

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Security Deposits	13.57	13.33	-
Other Payable	145.67	-	-
Total	159.24	13.33	-

22.1 Other Payable relates to amount to be paid towards construction contract awarded for labour camp building in U.A.E. by one of the subsidiary company 5% of the total contract value amounting to Rs. 145.67 Lacs (USD 224,664) was anticipated to be paid within the next 12 months and a further 5% of the total contract value of Rs. 145.67 Lacs (USD 224,664) is payable in more than 12 months from completion date which is anticipated to be April/May 2017.

Note 23 - Non - current Provisions

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Gratuity (unfunded) (Refer Note 49)	61.17	63.44	74.54
Total	61.17	63.44	74.54

Note 24 - Deferred tax liabilities

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Deferred tax liabilities			
Related to Property, plant and Equipments	2,136.94	1,958.18	2,031.71
Related to redeemable preference share liability	1,008.22	2,513.21	987.50
Financial assets measured at FVOCI	38.13	214.96	507.83
Financial assets measured at FVTPL	14.05	15.91	6.70
Deferred tax assets			
Disallowance Under the Income-tax Act, 1961	60.97	63.07	59.09
Financial assets measured at FVOCI	38.13	154.63	183.39
Deferred tax asset (Others)	4.68	0.85	-
Net deferred tax liability	3,093.56	4,483.71	3,291.26

24.1 Movement in Deferred Tax Liabilities/(Assets)

Particulars	(Rs. In Lacs)						
	Related to Property, plant and Equipments	Related to redeemable preference share liability	Financial assets measured at FVOCI	Financial assets measured at FVTPL	Disallowance Under the Income-tax Act, 1961	Others	Total
As at 1st April, 2015	2,031.71	987.50	324.44	6.70	(59.09)	-	3,291.26
Charged/(Credited)							
- to Profit & Loss	(73.53)	(1,458.51)	-	9.21	(17.84)	(0.85)	(1,541.52)
- to Other Comprehensive Income	-	-	(264.11)	-	13.86	-	(250.25)
- to Other Equity	-	2,984.22	-	-	-	-	2,984.22
As at 31st March, 2016	1,958.18	2,513.21	60.33	15.91	(63.07)	(0.85)	4,483.71
(Charged)/Credited							
- to Profit & Loss	178.76	(1,504.99)	-	(1.85)	(20.97)	(3.83)	(1,352.88)
- to Other Comprehensive Income	-	-	(60.33)	-	23.07	-	(37.26)
As at 31st March, 2017	2,136.94	1,008.22	-	14.05	(60.97)	(4.68)	3,093.57

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 25 - Other non current liabilities

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Deferred guarantee commission income	7.68	-	-
Advanced rent	-	3.07	-
Total	7.68	3.07	-

Note 26 - Current financial liabilities - Borrowings

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Secured Loans			
Working Capital Loans from Banks repayable on Demand (Refer note 26.1 below)	0.03	44.20	42.92
Revolving Term Loan From a Bank (Refer note 26.2 below)	-	849.38	383.32
Total	0.03	893.58	426.24

26.1. Rs. 0.03 Lacs (Rs. 44.20 Lacs As at 31st March, 2016 and Rs. 42.92 Lacs As at 1st April, 2015) is secured against pledge of fixed deposits with a bank.

26.2 Term loan of **Rs. Nil** (Rs. 849.38 Lacs As at 31st March, 2016 and Rs. 383.32 Lacs As at 1st April, 2015) taken by subsidiary company was secured by hypothecation of first and exclusive charge on receivable (management fees and advisory fees) from Urban Infrastructure Opportunity Fund and Urban Infrastructure Capital Advisors - Mauritius.

Note 27 - Trade payables

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Micro, Small and Medium Enterprises	9.72	10.43	22.26
Others	475.58	2,162.17	1,500.84
Total	485.31	2,172.60	1,523.10

27.1 Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED 2006) have been determined based on the information as available with the Group and the details of amount outstanding due to them are as given below:

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
a) Principal amount Outstanding	9.72	10.43	22.26
b) Interest due thereon	-	-	-
c) Interest paid by the Company in terms of Section 16 of MSMED 2006, along with amount of the payment made to the suppliers beyond the appointed day during the year .	-	-	-
d) Interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED 2006.	-	-	-
e) Interest accrued and remaining unpaid	-	-	-
f) Further interest remaining due and payable in the succeeding years.	-	-	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 28 - Other current financial liabilities

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Current Maturities of Non-current Borrowings	92,298.69	-	99,023.70
Unpaid Dividends	36.67	33.64	34.70
Unclaimed for Scheme of Arrangement	38.80	38.80	38.95
Creditors for Capital Expenditure	2.00	16.03	35.00
Derivative financial liability	-	18.37	-
Others	1,576.69	1,447.77	1,401.87
Total	93,952.85	1,554.61	1,00,534.22

28.1 Unclaimed Dividends does not include amount, due and outstanding, to be credited to Investor Education and Protection Fund.

28.2 Others Includes Security Deposits from Customers and Liability for expenses etc.

Note 29 - Other current liabilities

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Advances from Customers	97.99	128.86	97.19
Advance against Sale of Property, Plant & Equipments	-	675.00	50.00
Advance Rent	6.66	1.61	-
Statutory Dues	98.01	137.94	181.40
Deferred guarantee commission income	7.68	-	-
Others	6.50	18.70	41.32
Total	216.84	962.11	369.91

29.1 Others includes advance rent etc.

Note 30 - Current provisions

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Provision for employee benefits			
Gratuity (Refer Note 49)	54.18	68.95	90.00
Leave obligations	286.34	184.31	231.05
Others			
Provisions for Wealth Tax	-	0.67	1.92
Provision for Excise Duty	142.80	317.23	90.18
Total	483.32	571.16	413.15

30.1 During the year one of the Subsidiaries has changed the policy in respect of encashment of accumulated Compensated Absences. As per new policy accumulation more than 120 days will be encashed as against 60 days and corresponding provision is made in the books.

Note 31 - Current tax liabilities

Particulars	(Rs. In Lacs)		
	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Provisions for Income Tax (Net)	0.44	33.73	123.42
Provisions for Income Tax (MAT)	0.48	-	-
Total	0.92	33.73	123.42

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 32 - Revenues from Operations

Particulars	(Rs. In Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Sale of Products (including excise duty)	72,277.76	68,778.88
Traded Goods	186.15	32.25
Sale of Services	1,938.17	1,699.63
Other Operating Revenue	516.15	1,008.32
Total	74,918.23	71,519.08

Note 33 - Other Income

Particulars	(Rs. In Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Interest Income from Financial Assets measured at amortised cost		
From Inter-Corporate Deposits	484.03	392.59
From Fixed Deposits	70.52	76.94
From Customers	38.99	57.73
From Others	126.26	92.13
Dividend Income from Equity Investments designated at FVOCI	60.23	725.64
Profit on Sale of Investments (Net)		
From Non-current investments	0.12	-
From Current Investments	210.62	84.40
Income from Non-current investments	-	136.20
Guarantee commission income	1.89	-
Rent Income	2.76	3.43
Profit on Sale of Plant, Property and Equipments (Net)	150.59	303.16
Net Gain on Foreign Currency Transactions and Translation	-	215.87
Gain on Prepayment of Sales Tax Loan (Refer note 21.1)	-	382.52
Insurance Claim Received (Refer note 33.1 below)	536.36	-
Miscellaneous Income	389.80	95.85
TOTAL	2,072.17	2,566.46

33.1 Insurance Claim received includes Rs. 525.69 Lacs on account of final settlement of Loss of Profit (LOP) in respect of the Company's claim arising due to a major fire on 11th October, 2012 at one of the Company's HDPE/PP woven sacks units located at Daman.

33.2 Miscellaneous Income includes Rs. 308.02 Lacs on account of refund of excess electricity charges paid and Rs. 40.53 Lacs towards refund of excess excise duty.

Note 34 - Cost of Materials Consumed

Particulars	(Rs. In Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Opening Stock of Raw Material	3,011.98	2,972.78
Less: Cost of Raw Material Sold	-	44.40
Add: Purchases	41,562.57	40,233.47
	44,574.55	43,161.85
Less: Closing Stock of Raw Material	2,674.16	3,011.98
Cost of Raw Material consumed	41,900.39	40,149.87

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 35 - Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade

Particulars	(Rs. In Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
At the end of the Year		
Finished Goods	3,019.47	4,343.92
Work-in-Progress	14,395.70	14,607.76
Traded Goods	-	421.22
Scrap	23.64	44.09
	<u>17,438.81</u>	<u>19,416.99</u>
At the beginning of the Year		
Finished Goods	4,343.92	3,091.87
Work-in-Progress	14,607.76	12,570.54
Traded Goods	421.22	1,003.77
Scrap	44.09	34.86
	<u>19,416.99</u>	<u>16,701.04</u>
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	<u>1,978.18</u>	<u>(2,715.95)</u>

Note 36 - Employee Benefits Expense

Particulars	(Rs. In Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Salaries, Wages and Perquisites	6,203.27	6,993.31
Contribution to Provident, Gratuity and Other Funds	390.54	406.29
Staff Welfare Expenses	62.89	77.14
Gratuity (Unfunded)	10.99	12.98
TOTAL	<u>6,667.69</u>	<u>7,489.71</u>

Note 37 - Finance Costs

Particulars	(Rs. In Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Interest on Others	24.27	94.53
Interest expense on redeemable preference shares measured at amortized cost	7,747.29	8,188.74
Other Borrowing Cost	1.00	4.53
TOTAL	<u>7,772.56</u>	<u>8,287.80</u>

37.1 Interest Expenses includes of Rs. Nil (Previous Year Rs. 48.40 Lacs) on account of delay in Excise duty and Service Tax Payment.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 38 - Other Expenses

	(Rs. In Lacs)	
Particulars	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Construction and Land Development Cost		
Cost of Land	-	1,954.02
Registration & Stamp Duty Charges	2.20	147.71
Cost of Material Consumed	159.49	260.97
Labour Charges	-	44.58
Project Approval Cost	3.40	36.58
Architectural Fees	-	3.00
Legal & Professional Expenses	18.17	25.77
Condonation and Other Charges	-	0.02
Power and Fuel	-	1.71
Survey and Other Charges	4.48	-
Security Charges	1.32	3.24
Land Assessment Tax	0.17	3.60
Other Expenses	0.38	4.41
Manufacturing Expenses		
Stores, Spare parts and Packing Materials Consumed	1,491.06	1,780.36
Power and Fuel	2,933.35	2,857.69
Job Work Charges	198.76	58.91
Repairs to Machinery	83.62	66.69
Repairs to Buildings	51.72	105.64
Selling and Distribution Expenses		
Advertisement, Publicity and Sales Promotion Expenses	34.30	46.12
Brokerage, Discount and Commission	266.89	413.24
Freight Outward, Handling charges and Octroi (Net)	670.60	684.63
Payment to Auditors (Refer Note 38.1 below)	89.53	88.55
Administrative and General Expenses		
Rent	208.41	219.67
Rates and Taxes	84.60	90.87
Repairs & Maintenance - Others	43.42	32.52
Insurance	181.57	193.09
Legal, Professional and Consultancy Charges	915.77	804.42
Travelling and Conveyance	146.32	184.49
Directors' Sitting Fees	11.36	14.71
Donations	5.00	-
Bank Charges	14.54	20.80
Loss on Sale of Non-Current Investments	-	9.64
Net Loss on Foreign Currency Transactions and Translations	56.54	-
Bad Debts	67.28	55.96
Sundry Balances Written Off (Net)	7.59	15.24
Corporate Social Responsibility Expenditure	209.95	340.11
Fair value changes (net) on financial assets classified as fair value through profit and loss - net expense	1,189.78	1,486.01
Guarantee commission Expenses	17.25	-
Miscellaneous Expenses	385.59	434.67
TOTAL	9,554.41	12,489.64

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

38.1 Payment to Auditors

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Audit Fees	51.07	51.63
Tax Audit Fees	11.40	11.12
Certification Charges	26.07	25.00
Reimbursement of Expenses	0.99	0.80
Total	89.53	88.55

38.2 Notes related to Corporate Social Responsibility expenditure

- a) CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the company during the year is **Rs. 217.29 Lacs** (Previous Year Rs. 355.43 Lacs)
- b) Expenditure related to Corporate Social Responsibility is **Rs. 209.95 Lacs** (Previous Year Rs. 340.11 Lacs).

Particulars	2016-17	2015-16
Education	162.44	154.84
Rural Transformation	29.35	20.80
Setting up of Old Age Homes	-	155.45
Others	18.16	9.02
	209.95	340.11

Note 39 - Tax expense

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Current tax expense		
Current tax for the year	3,601.45	3,445.31
MAT Credit	(16.57)	-
Income tax of earlier year	14.52	0.26
Deferred taxes	(1,269.69)	(1,501.29)
(Refer Note 9 & 24)		
Total	2,329.71	1,944.28

Note 39.1 - Tax reconciliation (for profit and loss)

Particulars	(Rs.in Lacs)	
	31-Mar-2017	31-Mar-2016
Accounting profit before tax and share in profit of associates	1,346.17	1,244.85
Tax at the rate of 34.608%	465.88	430.82
Tax effect of amounts which are not deductible / (taxable) in calculating taxable income	-	(1,176.35)
Related to Property, Plant and Equipment	103.50	(123.13)
Expenses not allowed	121.27	72.09
Exempted Income	(19.91)	(275.44)
Fair Valuation of Financial Assets and liabilities	1,637.37	1,826.98
Lower tax rates of subsidiaries	(39.86)	136.94
Income tax of earlier year	14.52	0.16
Tax losses for which no deferred tax recognised	12.36	1,234.45
Others	34.56	(182.25)
Income tax expense	2,329.71	1,944.28

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 39.2 - Deferred taxes recognised in equity directly

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Deferred tax expense		
Deferred tax liability related to preference shares recognised in deemed equity component of preference shares	-	2,984.22
Total	-	2,984.22

Note 40 - Other comprehensive income (items which will not be reclassified to profit and loss)

Particulars	(Rs.in Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Actuarial gains on defined benefit obligations	66.47	39.89
Deferred tax impact on the above	(23.07)	(13.86)
Fair value changes (net) on financial assets classified as fair value through other comprehensive income	8,554.55	5,590.36
Deferred tax impact on financial assets classified as fair value through other comprehensive income	60.33	264.10
Share of Other comprehensive income of Associates	(4.43)	(2.79)
TOTAL	8,653.85	5,877.70

Note 41 - Other comprehensive income (items which will be reclassified to profit and loss)

Particulars	(Rs. In Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Foreign currency translation reserve	(60.33)	343.33
	(60.33)	343.33

Note 42 - Earnings Per Equity Share

Particulars	(Rs. In Lacs)	
	For the year ended 31 st March 2017	For the year ended 31 st March 2016
Net Loss for the year	(1,828.76)	(1,411.78)
Profit/(Loss) attributable to equity share holders	(1,828.76)	(1,411.78)
Weighted Average Number of equity shares outstanding during the year	17,84,49,410	17,84,49,410
Basic and Diluted Earnings Per Share (Rs.)	(1.02)	(0.79)
Face Value per Share (Re.)	1.00	1.00

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

43 Fair value measurements

Financial instruments by category:

Particulars	As at 31 st March 2017			As at 31 st March 2016			As at 1 st April 2015		
	FVOCI	FVTPL	Amortised cost	FVOCI	FVTPL	Amortised cost	FVOCI	FVTPL	Amortised cost
Financial assets (other than investment in associates)									
Non current assets									
Investments in Unquoted Equity Shares (including assets held for sale)	30,691.14	-	-	32,003.43	-	-	34,030.13	-	-
Investments in Quoted Equity Shares	46,544.19	-	-	36,849.62	-	-	29,075.94	-	-
Investments in units	-	3,025.80	-	-	5,958.48	-	-	8,053.57	-
Investment in FCCD's	195.38	-	-	242.27	-	-	321.08	-	-
Investment in 14% non-convertible debentures	-	-	144.28	-	-	162.90	-	-	25.15
Non-current loans	-	-	431.52	-	-	573.42	-	-	681.37
Other non-current financial assets	-	-	-	-	-	-	-	-	-
Current assets									
Investments in Quoted Equity Shares	766.40	-	-	540.39	-	-	619.54	-	-
Investment in FCCD's	-	-	1,647.71	-	-	1,647.71	-	-	1,647.71
Investment in 14% non-convertible debentures	-	-	5,400.00	-	-	5,400.00	-	-	5,400.00
Investment in mutual funds	-	8,035.64	-	-	1,548.95	-	-	219.78	-
Trade receivables	-	-	7,723.98	-	-	7,500.25	-	-	8,723.45
Cash & Cash Equivalents	-	-	473.22	-	-	623.60	-	-	1,597.90
Bank balances other than Cash & Cash Equivalents	-	-	554.44	-	-	631.62	-	-	485.34
Current loans	-	-	5,430.67	-	-	10,662.60	-	-	10,538.77
Other current financial assets	-	-	1,981.82	-	-	1,793.80	-	-	3,345.05
Total financial assets	78,197.11	11,061.44	23,787.64	69,635.71	7,507.43	28,995.90	64,046.69	8,273.35	32,444.74
Financial liabilities									
Non-current liabilities									
Non-current borrowings	-	-	-	-	-	89,468.09	-	-	890.47
Other long term financial liabilities	-	-	159.24	-	-	13.33	-	-	-
Current liabilities									
Current borrowings	-	-	0.03	-	-	893.58	-	-	426.24
Trade payables	-	-	485.30	-	-	2,172.60	-	-	1,523.10
Other financial liabilities	-	-	93,952.85	-	18.37	1,536.24	-	-	1,00,534.22
Total financial liabilities	-	-	94,597.42	-	18.37	94,083.84	-	-	1,03,374.03

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Fair value hierarchy

The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the group has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments that have quoted price and financial instruments like Mutual Funds for which NAV is published by Mutual Fund Operator. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period and Mutual Fund are valued using the Closing NAV.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2. Instruments in the level 2 category for the company include forward exchange contract derivatives.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in this level. Instruments in level 3 category for the company include unquoted equity shares and FCCDs, unquoted units of mutual funds and unquoted units of venture capital funds

Financial assets and liabilities measured at fair value at each reporting date

(Rs.in Lacs)

	As at 31 st March, 2017			As at 31 st March, 2016			As at 1 st April, 2015		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets (other than investment in associates)									
Financial assets measured at FVOCI									
Investments in Unquoted Equity Shares (including assets held for sale)	-	-	30,691.14	-	-	32,003.43	-	-	34,030.13
Investments in quoted equity shares	47,310.59	-	-	37,390.00	-	-	29,695.48	-	-
Investment in FCCD's	-	-	195.38	-	-	242.27	58.43	-	262.65
Total	47,310.59	-	30,886.52	37,390.00	-	32,245.70	29,753.91	-	34,292.78
Financial assets measured at FVTPL									
Investments in units	-	-	3,025.80	-	-	5,958.48	-	-	8,053.57
Investment in units of Mutual funds	8,035.64	-	-	1,548.95	-	-	219.78	-	-
Total	8,035.64	-	3,025.80	1,548.95	-	5,958.48	219.78	-	8,053.57
Financial liabilities									
Derivative financial liability	-	-	-	-	18.37	-	-	-	-
Total	-	-	-	-	18.37	-	-	-	-

Fair value for assets measured at amortised cost

(Rs. In Lacs)

	As at 31 st March, 2017				As at 31 st March, 2016				As at 1 st April, 2015			
	Level 1	Level 2	Level 3	Carrying amount	Level 1	Level 2	Level 3	Carrying amount	Level 1	Level 2	Level 3	Carrying amount
Financial assets												
Other non-current financial assets	-	434.65	-	431.52	-	577.44	-	573.42	-	682.36	-	681.37
Non-current loans	-	-	144.28	144.28	-	-	162.90	162.90	-	-	25.15	25.15
Financial liabilities												
Non-current borrowings	-	-	-	-	-	90,076.22	-	89,468.09	-	-	890.47	890.47
Current Maturities of Non-current Borrowings	-	92,298.69	-	92,298.69	-	-	-	-	-	99,023.70	-	99,023.70
Other Financial liabilities	-	-	159.24	159.24	-	-	13.33	13.33	-	-	-	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

During the years mentioned above, there have been no transfers amongst the levels of hierarchy.

The carrying amounts of security deposits, inter-corporate deposits, trade receivables, cash and bank balances, current loans, other current financial assets, current borrowings, trade payables and other financial liabilities are considered to be approximately equal to the fair value.

The fair values of non-current borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs.

Valuation processes

The Group evaluates the fair value of financial assets and financial liabilities on periodic basis using the best and most relevant data available. Also, the Group internally evaluates the valuation process and obtains independent price validation for certain instruments wherever necessary

Valuation techniques used to determine fair value and significant estimates and judgements made in:

Significant valuation techniques used to value financial instruments include:

- Investment in units, equity instruments and FCCDs are fair valued using the discounted cash flow method or market comparison method or cost approach as appropriate
- the fair value of forward foreign exchange contracts is determined using forward exchange rates at the balance sheet date

Changes in fair values for items measured at level 3 as per the hierarchy

	(Rs.in Lacs)		
	Unquoted equity shares	FCCD's	Units
As at 01 April 2015	34,030.13	262.65	8,053.57
Acquisitions	29.60	-	-
Reduction in paid up value	-	-	(481.52)
Sale proceeds	-	-	(47.65)
Realized Gains/ (losses) recognised in Profit and loss	-	-	(46.37)
Unrealized Gains/ (losses) recognised in Profit and loss	-	-	(1,519.55)
Unrealized Gains/ (losses) losses recognised in OCI	(2,056.30)	(20.38)	-
As at 31 March 2016	32,003.43	242.27	5,958.48
Reduction in paid up value	-	-	(1,507.16)
Sale proceeds	-	-	(3.56)
Realized Gains/ (losses) recognised in Profit and loss	-	-	0.12
Unrealized Gains/ (losses) recognised in Profit and loss	-	-	(1,422.09)
Unrealized Gains/ (losses) recognised in OCI	(1,312.29)	(46.89)	-
As at 31 March 2017	30,691.14	195.38	3,025.80

Valuation inputs for fair values of items in level 3 and their relationships to fair value

Fair valuation of Investments in units and unquoted equity shares and FCCD's are classified as level 3 in the fair value hierarchy because of the unobservable inputs / significant adjustments to observable inputs used to determine the fair value. These investments are mainly into the real estate sector. The valuation methodologies include discounted cash flow method, comparable market price method, as appropriate. The significant unobservable inputs / significantly adjusted observable inputs used in the valuation include prevailing discount rates, market value of land parcels, cost of projects, expected sales consideration etc. A change upto +/- 10% in these inputs will impact the profit before tax by Rs. (294.01) / 294.01 Lacs for the year ended 31st March, 2017 and Other comprehensive income before tax by Rs. (590.70) / 551.78 Lacs for the year ended 31st March, 2017. The profit for the year would be impacted as a result of gains / losses on investments classified as at fair value through profit or loss, i.e. units. Other comprehensive income would be impacted as a result of gain / losses on investments classified as at fair value through other comprehensive income, i.e. unquoted equity shares and FCCD's.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

44 Financial risk management

The Group is exposed to credit risk, liquidity risk and Market risk.

A Credit risk

Credit risk arises from cash and bank balances, current and non-current loans, trade receivables and other financial assets carried at amortised cost.

Credit risk management

Credit risk arises from the possibility that counter party may not be able to settle their obligations as agreed. The Group is exposed to credit risk from loans to employees, inter-corporate deposits, bank balances, security deposits, investments measured at amortised cost, trade receivables and other current financial assets.

The Group periodically assesses the financial reliability of the counter party, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of accounts receivable. Individual limits are set accordingly. Investments at Amortised Cost are strategic investments in associated lines of business activity, the Group closely monitors the performance of these Companies. Bank deposits are placed with reputed banks / financial institutions. Hence, there is no significant credit risk on such fixed deposits.

Deposits are mostly placed with government authorities hence the risk of credit loss is negligible. Inter-corporate deposits given to related parties are reassessed at every reporting dates. The loans are extended for genuine business activities.

Credit risk arising from loans to employees are mitigated by structuring the repayment of loans from the salaries of the employees and retirement benefits. In respect of the loans and NCD's to others the company on a periodical basis checks and assess their creditworthiness

The Group trades with recognized and credit worthy third parties. It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, trade receivable balances are monitored on an on-going basis with the result that the Group's exposure to bad debts is not significant. Also the Group does not enter into sales transaction with customers having credit loss history. There are no significant credit risks with related parties of the Group. The Group is exposed to credit risk in the event of non-payment by customers. Also credit risk in some of cases are mitigated by letter of credit/ advances from the customers and other risk mitigation strategies.

The history of trade receivables shows a negligible allowance for bad and doubtful debts.

B Liquidity risk

Liquidity risk is defined as the risk that the Group will not be able to settle or meet its obligations on time or at a reasonable price. For the Group, liquidity risk arises from obligations on account of financial liabilities – borrowings, trade payables and other financial liabilities.

Liquidity risk management

The Group manages its liquidity risk by regularly monitoring its rolling cash flow forecasts. The Group's operations provide a natural liquidity of receivables against payments due to creditors. Receipts exceeding the amount of payables to creditors are invested in liquid assets like mutual funds. Borrowings are managed through credit facilities agreed with the Banks, internal accruals and realisation of liquid assets. In the event of cash shortfalls, the Parent company approaches the lenders for a suitable term extension.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**Maturities of Financial liabilities**As at 31st March 2017

Particulars	(Rs.in Lacs)			
	Less than 6 months	6 months to 1 year	Between 1 and 5 years	Total
Non-current borrowings	-	-	-	-
Other long term financial liabilities			159.24	159.24
Current borrowings	0.03	-	-	0.03
Trade payables	485.30	-	-	485.30
Current maturities of Non-Current Borrowings	-	92,298.69	-	92,298.69
Other current financial liabilities	1,508.49	145.67	-	1,654.16
Total	1,993.82	92,444.36	159.24	94,597.42

As at 31st March 2016

Particulars	(Rs.in Lacs)			
	Less than 6 months	6 months to 1 year	Between 1 and 5 years	Total
Non-current borrowings	-	-	89,468.09	89,468.09
Other long term financial liabilities	-	-	13.33	13.33
Current borrowings	893.58	-	-	893.58
Trade payables	2,172.60	-	-	2,172.60
Other current financial liabilities	1,554.61	-	-	1,554.61
Total	4,620.79	-	89,481.42	94,102.21

As at 1st April 2015

Particulars	(Rs.in Lacs)			
	Less than 6 months	6 months to 1 year	Between 1 and 5 years	Total
Non-current borrowings	-	-	890.47	890.47
Current borrowings	426.24	-	-	426.24
Trade payables	1,523.10	-	-	1,523.10
Current maturities of Non-Current Borrowings	-	99,023.70	-	99,023.70
Other current financial liabilities	1,510.52	-	-	1,510.52
Total	3,459.86	99,023.70	890.47	1,03,374.04

C Market risk

Foreign currency risk

The Company is exposed to foreign exchange risk arising from foreign currency receivables and payables. The foreign currency exposures are to USD, Euro, GBP and AUD.

Foreign currency risk management

Considering the time duration of exposures, the company believes that there will be no significant impact on account of fluctuation in exchange rates.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

(Rs. In Lacs)					
Particulars	Financial assets Trade receivables	Financial liabilities Trade payables	Forward Contract	Total	Net Exposure - Assets/ (Liability)
31st March, 2017					
USD	26,02,842.57	28,152.55	-	28,152.55	25,74,690.02
INR	1,686.50	18.20	-	18.20	1,668.31
EURO	33,529.60	-	-	-	33,529.60
INR	23.33	-	-	-	23.33
TOTAL INR	1,709.83	18.20	-	18.20	1,691.64
31st March, 2016					
USD	35,36,051.70	18,97,367.79	(18,45,527.79)	51,840.00	34,84,211.70
INR	2,343.39	1,258.58	(1,224.19)	34.39	2,309.00
EURO	1,55,070.24	-	-	-	1,55,070.24
INR	116.45	-	-	-	116.45
GBP	50,782.14	-	-	-	50,782.14
INR	48.29	-	-	-	48.29
TOTAL INR	2,508.13	1,258.58	(1,224.19)	34.39	2,473.74
1st April, 2015					
USD	70,33,890.44	4,90,711.00	-	4,90,711.00	65,43,179.44
INR	4,473.38	328.98	-	328.98	4,144.40
EURO	1,85,194.25	-	-	-	1,85,194.25
INR	125.03	-	-	-	125.03
AUD	40,664.00	-	-	-	40,664.00
INR	19.33	-	-	-	19.33
GBP	43,643.15	-	-	-	43,643.15
INR	40.35	-	-	-	40.35
TOTAL INR	4,658.09	328.98	-	328.98	4,329.11

Sensitivity to foreign currency risk

(Rs. In Lacs)		
Particulars	Impact on statement of profit and loss (Before tax) for the year ending Profit/(Loss)	
	31st March, 2017	31st March, 2016
USD sensitivity		
INR / USD		
Increase by 1%	16.68	23.09
Decrease by 1%	(16.68)	(23.09)
Euro sensitivity		
INR / EUR		
Increase by 1%	0.23	1.16
Decrease by 1%	(0.23)	(1.16)
GBP sensitivity		
INR / GBP		
Increase by 1%	-	0.48
Decrease by 1%	-	(0.48)

Price risk

The Group holds investments in units, equity instruments and mutual funds. The Group's exposure to equity security's price risks arises from these investments held by the Group and classified in the balance sheet either as fair value through OCI or at fair value through profit or loss.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**Price risk management :-**

The Group evaluates the performance of its investments on a periodic basis. Also, the investments have been placed for a long term objective and any deterioration for a temporary period is not taken into account while evaluating the performance of its investments. Majority of the investments are placed for strategic management purposes.

Sensitivity for quoted Investments:-

(Rs. In Lacs)

Particulars	Impact on profit/(loss) (Before Tax)		Impact on other components of equity	
	31st March, 2017	31st March, 2016	31st March, 2017	31st March, 2016
Equity Shares				
Increase in price by 5%	-	-	2,327.21	1,842.48
Decrease in price by 5%	-	-	(2,327.21)	(1,842.48)
Mutual Funds				
Increase in price by 1%	80.36	15.49	-	-
Decrease in price by 1%	(80.36)	(15.49)	-	-

Profit for the year would increase/ decrease as a result of gains/ losses on investments classified as at fair value through profit or loss. Other components of equity would increase/ decrease as a result of equity securities classified as at fair value through other comprehensive income.

Please refer Sensivity impact of significant unobservable inputs for level 3 Fair value management in Note No. 43. These represents the price risk since the price will vary basis the significant inputs.

Please refer Sensivity impact of significant unobservable inputs for level 3 Fair value management in Note No. 43.

45 Capital Management**45.1 Risk management**

The group's objectives when managing capital are to

- safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders or redeem preference shares.

The Group monitors capital using gearing ratio, which is net debt divided by total capital (equity plus net debt). Net debt are non-current and current debts as reduced by cash and cash equivalents. Equity comprises all components including other comprehensive income.

The capital composition is as follows:

(Rs. in Lacs)

Particulars	As at 31 st March 2017	As at 31 st March 2016	As at 1 st April 2015
Total debts	92,298.72	90,361.67	1,00,340.42
Less: Cash and Cash Equivalents	473.22	623.60	1,597.90
Net Debts	91,825.50	89,738.07	98,742.52
Total equity	1,23,583.74	1,17,453.09	1,07,368.03
Total Capital (Net Debt plus Total Equity)	2,15,409.24	2,07,191.16	2,06,110.55
Net Gearing Ratio	0.43	0.43	0.48

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

45.2 Dividends

Particulars	(Rs.in Lacs)	
	As at 31 st March 2017	As at 31 st March 2016
a Equity dividend		
Final dividend for the year ended 31st March 2016 of Rs. 0.50 (31st March 2015 - Rs. 0.50) per fully paid share	240.84	240.84
b Preference dividend		
Final dividend for the year ended 31st March 2016 of Rs. 0.01(31st March 2015 - Rs. 0.01) per fully paid share	0.63	0.69
c Dividends not recognised at the end of the reporting period		
In addition to the above dividends, since year end the directors have recommended the payment of a final dividend of Rs. 0.50 (31st March 2016 - Rs. 0.50) per fully paid equity share and Rs. 0.01 (31st March 2016 - Rs. 0.01) per fully paid preference share. This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.	241.42	241.47

46 . Related Party Disclosure:

46.1 As per Ind AS 24 "Related party Disclosures", disclosure of transactions with the related parties as defined in the Accounting Standard are given below:

- (i) Associates :
 - Searock Developers FZC
 - Urban Infrastructure Holdings Private Limited
 - Urban Infra Venture Capital Fund
- (ii) Key Managerial Personnel :
 - (a) Shri Anand Jain
 - (b) Shri Virendra Jain
 - (c) Shri Gaurav Jain
 - (d) Shri V. S. Pandit
 - (e) Shri Parag Parekh
 - (f) Shri Anil Gupta
- (iii) Relatives of Key Managerial Personnel :
 - (a) Smt. Laxmi Jain Relative of Shri Gaurav Jain, Shri Anand Jain and Shri Virendra Jain.
 - (b) Smt. Rina Jain Relative of Shri Virendra Jain and Shri Anand Jain
 - (c) Smt. Sushma Jain Relative of Shri Anand Jain and Shri Virendra Jain
 - (d) Shri. Ankit Jain Relative of Shri Anand Jain and Shri Virendra Jain
 - (e) Smt. Neha Bagaria Relative of Shri Anand Jain and Shri Virendra Jain
 - (f) Shri. Harsh Jain Relative of Shri Anand Jain and Shri Virendra Jain
 - (g) Shri. Satyapal Jain Relative of Shri Gaurav Jain, Shri Anand Jain and Shri Virendra Jain.
 - (h) Smt. Ruchi Jain Relative of Shri Anand Jain and Shri Virendra Jain
- (iv) Enterprises over which Key Managerial Personnel and their relatives are able to exercise significant influence:
 - (a) Poly-Resin Agencies (India) Limited
 - (b) Resin Distributors Limited
 - (c) Techfab (India) Industries Limited
 - (d) Malhar Developers Pvt Limited
 - (e) India Net
 - (f) Prime Trust
 - (g) Mega Trust
 - (h) GJRJ Trust
 - (i) LJNK Trust
 - (j) Urban Foundation

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

46.2 Transactions during the year with related parties :

		(Rs. In Lacs)		
Nature of Transaction	Name of the Related Party	2016-17	2015-16	
Revenue from Operations	Smt. Nidhi Kanoi	234.85	-	
(Sale of Land)	Smt. Neha Bagaria	234.65	-	
	Smt. Ruchi Jain	237.10	-	
Profit on Sale of Property, Plant and Equipments	India Nets	252.31	-	
Dividend paid on Preference shares	Smt. Laxmi Jain	0.19	0.23	
	Smt. Sushma Jain	0.09	0.19	
	Smt. Rina Jain	0.19	0.23	
	Smt. Neha Bagaria	0.03	0.04	
	Shri Harsh Jain	0.04	-	
	Shri Anand Jain	0.02	-	
	Shri Satyapal Jain	0.02	-	
Directors' Sitting Fee	Shri Virendra Jain	1.22	1.58	
	Shri Anand Jain	0.48	0.75	
Remuneration paid	Shri Parag parekh	173.39	151.02	
	Shri V S Pandit	36.95	31.62	
	Shri Gaurav Jain	-	14.00	
Loans Given	Shri V. S. Pandit	-	0.33	
Rent Paid	Malhar Developers Pvt Ltd	78.98	78.95	
	Jubilant Enterprises Private Limited	105.25	104.90	
Reimbursement of expenses from	Urban Infrastructure Venture Capital Fund	10.09	22.31	
Reimbursement of expenses to	Urban Infrastructure Venture Capital Fund	9.00	-	
Corporate Social Responsibilities	Urban Foundation	-	155.45	
		(Rs. In Lacs)		
Nature of Transaction	Name of the Related Party	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Preference Shares	Smt.Laxmi Jain	707.38	26,491.02	33,007.90
	Smt.Sushma Jain	9,431.27	12,053.74	27,409.31
	Smt.Rina Jain	-	26,421.61	33,007.90
	Smt. Neha Bagaria	5,068.95	4,581.06	5,598.59
	Shri Harsh Jain	6,052.47	5,552.80	-
	Shri Anand Jain	1,891.40	3,331.68	-
	Shri Satyapal Jain	877.61	3,401.09	-
	Shri Gaurav Jain	8,189.73	-	-
	Smt Ruchi Hanasoge	2,269.68	-	-
	Shri Anurag Bagaria	-	7,635.09	-
	Shri Ankit Jain	2,723.61	-	-
	Prime Trust	25,772.94	-	-
	Mega Trust	14,903.91	-	-
	GJRJ Trust	1,619.04	-	-
	LINK Trust	3,379.10	-	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

		(Rs. In Lacs)		
Nature of Transaction	Name of the Related Party	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Redemption of Preference Shares	Shri. Gaurav Jain	-	-	3,871.88
	Smt. Sushma Jain	-	2,040.70	4,230.74
	Shri. Ankit Jain	991.81	-	3,871.88
	Smt. Laxmi Jain	-	3,076.93	358.86
	Smt. Rina Jain	755.13	3,076.93	358.86
	Smt. Neha Bagaria	-	1,036.23	-
	Shri. Satyapal Jain	1,746.93	-	-
	Shri. Anand Jain	1,746.93	-	-
Rental Deposits	Jubilant Enterprises Private Limited	26.18	26.18	-
Security Deposits given and repaid	Shri Virendra Jain	-	1.00	-
Current financial Assets-Loans	Urban Infrastructure Venture Capital Fund	10.18	6.27	9.97
Investments - Associates	Urban infrastructure holdings Pvt. Ltd	23,438.96	22,278.53	22,989.06
	Searock Developers FZC	7,964.27	7,968.35	7,969.97
Advance against sale of Indore Land	India Nets	-	550.00	-
Investments Purchased	Urban infrastructure holdings Pvt. Ltd	2,006.00	-	-
Advance against purchase of land	Shri V. S. Pandit	726.98	726.98	726.65

46.3 Compensation to key management personnel of the Group

		(Rs. In Lacs)	
Nature of Transaction		2016-17	2015-16
Short-term employee benefits		256.10	182.32
Post-employment benefits		10.59	9.29
Total compensation paid to key management personnel		266.69	191.61

46.4 The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at year-end are unsecured, unless specified and settlement occurs in cash. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

Terms & Conditions:

46.5 For terms related to Preference shares issued to related parties refer note 21.2

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

47 Contingent Liabilities and Commitments (To the extent not provided for)

Particulars	(Rs. In Lacs)		
	As at 31 st March, 2017	As at 31 st March, 2016	As at 1 st April, 2015
(A) Contingent Liabilities			
(a) Claims against the Company not acknowledged as debts			
(i) Disputed Liability in Appeal (No cash outflow is expected in the near future)			
- Income-tax (Rs. 2,798.60 Lacs paid under protest)	6,023.32	6,023.32	5967.55
- Excise Duty / Service Tax (Rs. 18.14 Lacs (Previous Year Rs. 37.50 Lacs) paid under protest)	20.49	83.82	58.73
- Railway Claims	95.83	95.83	95.83
- MIDC Service Charges	7.34	7.34	7.34
- Sales Tax (Rs. 0.57 Lacs paid under protest)	26.85	26.85	26.85
	6,173.83	6,237.16	6,156.30
(b) Guarantees			
(i) Bank Guarantees			
(Bank guarantees are provided under contractual/legal obligations. No cash outflow is probable.)	-	11.55	27.52
(B) Commitments			
(a) Estimated amount of contracts remaining to be executed on Capital Account and not provided for / Net of advance paid			
- Property, Plant and Equipments	836.23	262.44	1,480.23
- Investment properties	9.42	2,711.54	-
(Cash outflow is expected on execution of such capital contracts)			
(b) Uncalled liability on partly paid-up Shares/Debentures	206.97	206.97	206.97

47.1 The Income - Tax assessments of the subsidiary Company has been completed up to Assessment Year 2013-14. The disputed demand for Assessment Year 2009-10 was reduced to Rs. 25.32 Lacs. The subsidiary Company has paid Rs.10.00 Lacs under protest. Income Tax Appellate Tribunal has issued an order dated 18th February 2016 in favor of the subsidiary Company and adjusted the balance demand from the refund of A.Y 2008-09.

In respect of disputed demand of Rs. 10.00 Lacs for the A.Y. 2010-11, the Commissioner of Income-Tax (Appeals) has issued an order against the Assessing Officer. The demand is reduced to Rs.7.94 Lacs which was adjusted from refund of 2009-10, 2012-13 & 2014-15.

Against the demand of Rs. 86.01 Lacs for the Assessment Year 2012-13 under section 143(3) in respect of which the subsidiary Company has filed a rectification under section 154 for not given credit of self tax of Rs. 88.55 Lacs paid on 31st August 2013. The subsidiary Company received Refund Order dated 12th June 2016 with Refund of Rs.1.91 Lacs.

47.2 Management is of the view that above litigations will not have any material impact on the financial positions of the Company.

48 Events occurring after the reporting date

Refer to note 45.2 for the dividend recommended by the directors which is subject to the approval of shareholders in the ensuing annual general meeting.

49 Employee benefits

49.1 As per Indian Accounting Standard-19 'Employee Benefits', the disclosure of Employee benefits as defined in the Accounting Standard are given below:

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

(a) Defined Benefit Plan :

The Group company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The Employees' Gratuity Fund of the Company is managed by the Life Insurance Corporation of India. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

Particulars	Gratuity (Funded)		
	2016-17	2015-16	2014-15
Actuarial assumptions			
Mortality Table	IALM (2006-08)	IALM (2006-08)	IALM (2006-08)
	(Ultimate)	(Ultimate)	(Ultimate)
Expected Return on Plan Asset	7.74%	8.01%	8.00%
Discount rate	7.74%	8.01%	8.00%
Salary growth rate	6.00%	6.00%	6.00%
Rate of Employee Turnover	1.00%	1.00%	1.00%
			(Rs. In Lacs)
Change in the Present value of Projected Benefit Obligation		2016-17	2015-16
Obligation at the beginning of the year		262.65	249.99
Current service cost		97.26	86.27
Interest cost		21.04	20.00
Benefits Paid		(37.05)	(55.74)
Actuarial (gain) on obligation		(69.73)	(37.88)
Obligation at the end of the year		274.17	262.65
			(Rs. In Lacs)
Change in the fair value of Plan Assets		2016-17	2015-16
Fair value at the beginning of the year		211.01	178.08
Interest Income		16.90	14.25
Contribution		51.65	68.18
Return on Plan Assets, excluding Interest Income		1.44	6.25
Benefits paid		(37.05)	(55.74)
Fair value at the end of the year		243.96	211.01
			(Rs. In Lacs)
Expenses Recognised in Statement of Profit and Loss		2016-17	2015-16
Current service cost		97.26	86.27
Interest cost		21.04	20.00
Interest Income		(16.90)	(14.25)
Expenses recognised in Statement of Profit & Loss		101.39	92.03
			(Rs. In Lacs)
Expenses Recognised in Other Comprehensive Income (OCI)		2016-17	2015-16
Actuarial (Gains)/Losses on obligations for the period		(69.73)	(37.88)
Return on Plan Assets, excluding Interest Income		(1.44)	(6.25)
Net (Income)/Expenses for the period recognised in OCI		(71.17)	(44.13)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

	(Rs. In Lacs)	
Balance Sheet Reconciliation	2016-17	2015-16
Net Obligation at the beginning of the year	51.64	71.91
Expenses recognised in Statement of Profit and Loss	101.39	92.03
Expenses recognised in Other Comprehensive Income (OCI)	(71.17)	(44.13)
Employers Contribution	(51.65)	(68.18)
Net Obligation at the end of the year	30.22	51.64

Category of Asset

	(Rs. In Lacs)		
Class of assets	2016-17	2015-16	2014-15
Life Insurance Corporation of India	243.96	211.01	178.08
Total	243.96	211.01	178.08

Net Liability / (Asset) recognised in the balance sheet

	(Rs. In Lacs)	
Amount recognised in the balance sheet	2016-17	2015-16
Present value of obligations at the end of the year	274.17	262.65
Less: Fair value of plan assets at the end of the year	243.96	211.01
Net liability recognized in the balance sheet	30.21	51.64

Expected contributions to post employment benefit plans for the year ending 31st March, 2018 are Rs. 110.49 Lacs

The weighted average duration of the defined benefit obligation is 13 years (March' 16 - 14 years)

49.2 As per Indian Accounting Standard-19 'Employee Benefits', the disclosure of Employee benefits as defined in the Accounting Standard are given below:

Defined Benefit Plan of Subsidiary company- Urban infrastructure venture capital Limited

The present value of Employees' Gratuity obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

Particulars	Gratuity (Unfunded)	
	As at 31st March, 2017	As at 31st March, 2016
a) Actuarial assumptions		
Mortality Table	Indian Assured Lives Mortality (2006-08) Ult	Indian Assured Lives Mortality (2006-08) Ult
Discount Rate (per annum)	6.75%	7.55%
Rate of escalation in salary (per annum)	6.00%	6.00%

b) Amount to be recognised in Balance Sheet

	(Rs. In Lacs)		
Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Present value of obligation	85.13	80.75	92.62
Amount recognised in Balance Sheet	85.13	80.75	92.62

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

c) Expenses recognized in Profit and Loss during the year

Particulars	(Rs. In Lacs)	
	As at 31 st March, 2017	As at 31 st March, 2016
Current Service Cost	5.54	6.37
Interest Cost	5.44	6.60
Total	10.98	12.97

d) Amount recognised in Other Comprehensive Income

Particulars	(Rs. In Lacs)	
	As at 31 st March, 2017	As at 31 st March, 2016
Remeasurement during the period due to:		
Changes in financial assumptions	2.55	1.12
Experience adjustments	2.14	3.12
Total	4.69	4.24

e) Movement in Defined Benefit obligation

Particulars	(Rs. In Lacs)	
	As at 31 st March, 2017	As at 31 st March, 2016
Reconciliation of opening and closing balances of Defined Benefit obligation:		
Defined Benefit obligation at beginning of the year	80.75	92.62
Current Service Cost	5.54	6.37
Interest Cost	5.44	6.60
Actuarial loss on obligation	4.69	4.24
Benefits paid	(11.29)	(29.08)
Defined Benefit obligation at year end	85.13	80.75
Break-up into Current and Non-Current of defined benefit obligation at year end:		
- Current	23.98	17.31
- Non Current	61.17	63.44

The estimates of rate of escalation in salary considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

The weighted average duration to the payment of these cash flows is 3.87 years. (as at 31st March, 2016 : 4.02 years)

(b) Defined Contribution Plan:

The Company also has certain defined contribution plans. Contributions are made to provident fund in India for employees at the rate of 12% of basic salary as per regulations. The contributions are made to registered provident fund administered by the government. The obligation of the group is limited to the amount contributed and it has no further contractual nor any constructive obligation. The expense recognised during the period towards defined contribution plan is **Rs. 281.36 Lacs** (31st March 2016 – Rs. 305.41 Lacs).

Contribution to Defined Contribution Plan, recognized as expense for the year are as under:

Particulars	(Rs. in Lacs)	
	2016-17	2015-16
Employer's Contribution to Provident and other Funds	281.36	305.41

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

c) Maturity Analysis of Projected Benefit Obligation:

	(Rs. In Lacs)	
Projected Benefits Payable in Future Years from the date of Reporting	2016-17	2015-16
1st Following Year	74.23	66.32
2nd Following Year	28.12	24.02
3rd Following Year	18.12	26.61
4th Following Year	18.60	16.49
5th Following Year	35.78	17.24
Sum of Years 6 to 10	117.37	121.45

d) Sensitivity Analysis

	(Rs. In Lacs)	
Particulars	2016-17	2015-16
Projected Benefits Obligation on Current Assumptions	359.31	343.39
Delta effect of + 0.5% change in Rate of Discounting	(15.82)	(16.17)
Delta effect of - 0.5% change in Rate of Discounting	17.36	17.86
Delta effect of + 0.5% change in Rate of Salary Increase	16.52	17.32
Delta effect of - 0.5% change in Rate of Salary Increase	(15.15)	(15.80)
Delta effect of + 0.5% change in Rate of Employee Turnover	1.78	2.11
Delta effect of - 0.5% change in Rate of Employee Turnover	(2.02)	(2.44)

e) Actuarial Risk

It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons:

Interest Risk

The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the plan benefits & vice versa. This assumption depends on the yields on the corporate/government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.

Longevity Risk

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary Risk

The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Variability in withdrawal rates

If actual withdrawal rates are higher than assumed withdrawal rate than the Gratuity benefits will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date.

50 Segment reporting:**50.1 Information about primary segment:-**

The Group has identified following five reportable segments as primary segment. Segments have been identified and reported taking into account nature of products and services, the differing risks and returns and the internal business reporting systems.

- The Steel Segment:** Comprising production, processing and trading of CR Coils/Sheets, GP/GC Coils/Sheets and HR Coils / Plates and Tubes.
- The Plastic Processing Segment:** Comprising production of Woven Sacks/Fabric, Jumbo Bags, HDPE Twine, Master Batch, Staple Fibres, Geotextiles.
- The Spinning Segment:** Comprising production of Spun Yarn.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

- d) **The Asset Management activity Segment:** Comprising Investment Advisory Services.
- e) **The Real Estate Segment:** Comprising development of Land and Buildings.
- f) The business segment not separately reportable have been grouped under “Others” segment.
- g) Other Investments/Assets and Income from the same are considered under “Un-allocable”.

50.2 Segment Revenue, results, assets and liabilities:-

Revenue and results have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which is related to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as “Unallocable”.

Segment assets and segment liabilities represent assets and liabilities in respective segments. Segment assets include all operating assets used by the operating segment and mainly includes trade receivable, inventories and other receivables. Segment liabilities primarily include trade payables and other liabilities. Common assets and liabilities which cannot be allocated to any of the segments are shown as a part of unallocable assets and liabilities.

50.3 The chief operational decision maker monitors the operating results of its Business Segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Operating segment have been identified on the basis of the nature of products / services and have been identified as per the quantitative criteria specified in Ind AS.

50.4 Segmental Information as at and for the year ended 31st March, 2017 is as follows:-

Particulars	(Rs. In Lacs)							
	Steel	Plastic Processing	Spinning	Asset Management Activity	Real Estate	Others	Un-allocated	Grand Total
Revenue from operation								
Revenue from external sales	9,463.15	57,872.89	5,247.63	1,184.65	1,169.54	-	-	74,937.86
Less : Inter Segment Revenue	-	19.63	-	-	-	-	-	19.63
Less: Excise duty & Service Tax recovered	964.85	4,653.25	-	-	10.47	-	-	5,628.57
Total Revenue from Operations	8,498.30	53,200.01	5,247.63	1,184.65	1,159.07	-	-	69,289.66
Segment Results	821.01	8,739.68	719.21	323.28	142.07	0.95	-	10,746.20
Finance cost	0.85	4.65	0.21	16.87	2.68	-	7,747.30	7,772.56
Depreciation and amortisation expenses	-	-	-	-	-	-	39.26	39.26
Interest Income / Dividend Income	-	-	-	-	-	-	780.02	780.02
Other unallocable expenditure	-	-	-	-	-	-	2,368.23	2,368.23
Share of loss in associates	-	-	-	-	-	-	845.22	845.22
Profit before tax	820.16	8,735.03	719.00	306.41	139.39	0.95	(11,780.03)	500.95
Income Tax/Deferred Tax	-	-	-	-	-	-	2,329.71	2,329.71
Net profit/(loss) for the year	820.16	8,735.03	719.00	306.41	139.39	0.95	(14,109.74)	(1,828.76)
Segment Assets	3,106.95	29,710.05	3,666.87	19,643.19	47,969.10	69.36	-	1,04,165.51
Investment	-	-	-	-	-	-	1,03,347.65	1,03,347.65
Other Unallocated Assets	-	-	-	-	-	-	18,100.06	18,100.06
Total Assets	3,106.95	29,710.05	3,666.87	19,643.19	47,969.10	69.36	1,21,447.71	2,25,613.22

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

(Rs. In Lacs)

Particulars	Steel	Plastic Processing	Spinning	Asset Management Activity	Real Estate	Others	Un-allocated	Grand Total
Segment Liabilities	118.38	1,565.83	303.40	337.58	4,147.37	5.04	-	6,477.60
1% Non-Cumulative, Non-Participating Redeemable Preference Shares	-	-	-	-	-	-	92,298.69	92,298.69
Other unallocated Liabilities	-	-	-	-	-	-	3,253.20	3,253.20
Total Liabilities	118.38	1,565.83	303.40	337.58	4,147.37	5.04	95,551.88	1,02,029.49
Other Disclosures								
Capital Expenditure	-	1,403.49	27.95	30.36	-	-	-	1,461.79
Depreciation and amortisation expenses	96.99	1,264.59	242.77	18.51	2.88	-	39.26	1,665.00

50.5 Segmental Information as at and for the year ended 31st March, 2016 is as follows:-

(Rs. In Lacs)

Particulars	Steel	Plastic Processing	Spinning	Asset Management Activity	Real Estate	Others	Un-allocated	Grand Total
Revenue from operation								
Revenue from external sales	1,204.26	60,867.11	6,734.51	1,308.67	1,434.87	-	-	71,549.42
Less : Inter Segment Revenue	-	30.34	-	-	-	-	-	30.34
Less: Excise duty & Service Tax recovered	100.72	4,278.73	0.21	6.81	7.85	-	-	4,394.32
Total Revenue from Operations	1,103.54	56,558.04	6,734.30	1,301.86	1,427.02	-	-	67,124.76
Segment Results	(232.70)	8,044.20	1,286.32	228.01	915.97	0.20	-	10,242.00
Finance cost	0.59	52.47	0.30	43.59	0.12	0.00	8,190.73	8,287.80
Depreciation and amortisation expenses	-	-	-	-	-	-	38.46	38.46
Interest Income / Dividend Income	-	-	-	-	-	-	1,345.03	1,345.03
Other unallocable expenditure	-	-	-	-	-	-	2,015.92	2,015.92
Share of loss in associates	-	-	-	-	-	-	712.35	712.35
Profit before tax	(233.29)	7,991.73	1,286.02	184.42	915.85	0.20	(12,302.49)	532.50
Income Tax/Deferred Tax	-	-	-	-	-	-	1,944.28	1,944.28
Net profit/(loss) for the year	(233.29)	7,991.73	1,286.02	184.42	915.85	0.20	(14,246.77)	(1,411.78)
Segment Assets	4,391.30	30,674.89	4,159.45	19,916.12	46,774.34	68.05	-	1,05,984.15
Investment	-	-	-	-	-	-	94,908.47	94,908.47
Other Unallocated Assets	-	-	-	-	-	-	17,976.85	17,976.85
Total Assets	4,391.30	30,674.89	4,159.45	19,916.12	46,774.34	68.05	1,12,885.32	2,18,869.47
Segment Liabilities	1,718.44	2,768.75	357.88	1,107.05	1,425.45	3.53	-	7,381.10
1% Non-Cumulative, Non-Participating Redeemable Preference Shares	-	-	-	-	-	-	89,468.09	89,468.09
Other unallocated Liabilities	-	-	-	-	-	-	4,567.19	4,567.19
Total Liabilities	1,718.44	2,768.75	357.88	1,107.05	1,425.45	3.53	94,035.28	1,01,416.38

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

(Rs. In Lacs)

Particulars	Steel	Plastic Processing	Spinning	Asset Management Activity	Real Estate	Others	Un-allocated	Grand Total
Other Disclosures								
Capital Expenditure	-	1,476.03	32.80	3.22	11.86	-	-	1,523.92
Depreciation and amortisation expenses	103.88	1,357.21	270.86	18.52	3.04	-	38.46	1,791.99

50.6 Segment Information as at and for the year ended 1st April, 2015 is as follows:-

(Rs. In Lacs)

Particulars	Steel	Plastic Processing	Spinning	Asset Management Activity	Real Estate	Others	Un-allocated	Grand Total
Segment Assets	2,949.64	32,344.27	5,143.51	19,599.91	46,996.71	58.18	-	1,07,092.22
Investment	-	-	-	-	-	-	97,960.58	97,960.58
Other Unallocated Assets	-	-	-	-	-	-	11,081.80	11,081.80
Total Assets	2,949.64	32,344.27	5,143.51	19,599.91	46,996.71	58.18	1,09,042.38	2,16,134.60
Segment Liabilities	1,176.22	2,443.55	614.60	682.93	1,467.20	0.65	-	6,385.15
1% Non-Cumulative, Non-Participating Redeemable Preference Shares	-	-	-	-	-	-	99,023.70	99,023.70
Other unallocated Liabilities	-	-	-	-	-	-	3,357.73	3,357.73
Total Liabilities	1,176.22	2,443.55	614.60	682.93	1,467.20	0.65	1,02,381.44	1,08,766.58

50.7 Revenue from external sales

(Rs. In Lacs)

Particulars	31-Mar-2017	31-Mar-2016
India	66,892.03	63,408.78
USA	7,909.78	7,826.32
Others	116.42	283.98
Total	74,918.23	71,519.08

50.8 Non-current assets:-

The following is the details of the carrying amount of non current assets, which do not include deferred tax assets, income tax assets, financial assets and goodwill, by the geographical area in which the assets are located

(Rs. In Lacs)

Particulars	31-Mar-2017	31-Mar-2016	1-Apr-2015
India	31,686.66	31,952.56	32,979.77
Dubai	8,636.99	6,015.08	5,386.30
Total	40,323.65	37,967.64	38,366.07

Revenue of **Rs. 30,188.25 Lacs** (Previous Year Rs. 30,327.10 Lacs) are derived from a single major customer group. The revenues are attributable to Plastic Processing segment.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

51. Investments in subsidiaries, associates and joint ventures considered in the consolidated financial statement

Sr. No	Subsidiary / associate / joint venture	Name of the Subsidiary / associate / joint venture	Principal place of business and country of incorporation	Proportion of ownership interest 31-Mar-2017	Proportion of ownership interest 31-Mar-2016	Proportion of ownership interest 1-Apr-2015
1	Subsidiary	Jai Realty Ventures Ltd.	India	100%	100%	100%
2	Subsidiary	Sarbags Pty Ltd.	Australia	0%	0%	100%
3	Subsidiary	Urban Infrastructure Venture Capital Ltd.	India	100%	100%	100%
4	Subsidiary	Urban Infrastructure Trustees Ltd.	India	100%	100%	100%
5	Subsidiary	Assurene Product Corporation	USA	0%	100%	100%
6	Subsidiary	Ashoka Realty and Developers Limited	India	100%	100%	0%
7	Subsidiary	Ekdant Realty & Developers Limited	India	100%	100%	0%
8	Subsidiary	Hari Darshan Realty Limited	India	100%	100%	0%
9	Subsidiary	Hill Rock Construction Limited	India	100%	100%	0%
10	Subsidiary	Hind Agri Properties Limited	India	100%	100%	0%
11	Subsidiary	Iconic Realtors Limited	India	100%	100%	0%
12	Subsidiary	Jailaxmi Realty and Developers Limited	India	100%	100%	0%
13	Subsidiary	Krupa Land Limited	India	100%	100%	0%
14	Subsidiary	Krupa Realtors Limited	India	100%	100%	0%
15	Subsidiary	Multifaced Impex Limited	India	100%	100%	0%
16	Subsidiary	Novelty Realty & Developers Limited	India	100%	100%	0%
17	Subsidiary	Rainbow Infraprojects Limited	India	100%	100%	0%
18	Subsidiary	Rudradev Developers Limited	India	100%	100%	0%
19	Subsidiary	Swar Land Developers Limited	India	100%	100%	0%
20	Subsidiary	Swastik Land Developers Limited	India	100%	100%	0%
21	Subsidiary	Vasant Bahar Realty Limited	India	100%	100%	0%
22	Subsidiary	Welldone Real Estate Limited	India	100%	100%	0%
23	Subsidiary	Yug Developers Limited	India	100%	100%	0%
24	Subsidiary	Jai Corp Welfare Foundation	India	100%	100%	0%
25	Subsidiary	UI Wealth Advisors Limited	India	100%	100%	100%
26	Subsidiary	Belle Teree Realty Limited	Sharjah, UAE	100%	100%	100%
27	Subsidiary	Oasis Holding FZC	Sharjah, UAE	75%	75%	75%
28	Associate	Searock Developers FZC	Sharjah, UAE	50%	50%	50%
29	Associate	Urban Infrastructure Holdings Private Limited	India	32%	32%	32%

As on the date of transition the company has measured the investments at deemed cost i.e. previous GAAP carrying amounts

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

52. During the year ended 31st March, 2016 the following wholly-owned step-down subsidiaries have been converted into direct subsidiaries of the Company:-Ashoka Realty and Developers Limited , Ekdant Realty & Developers Limited, Hari Darshan Realty Limited, Hill Rock Construction Limited, Hind Agri Properties Limited, Iconic Realtors Limited, Jailaxmi Realty and Developers Limited, Krupa Land Limited, Krupa Realtors Limited, Multifaced Impex Limited, Novelty Realty & Developers Limited, Rainbow Infraprojects Limited, Rudradev Developers Limited, Swar Land Developers Limited, Swastik Land Developers Limited , Vasant Bahar Realty Limited, Welldone Real Estate Limited, and Yug Developers Limited

53 Interest in associates

The Company has a 32% & 50% interest in Urban Infrastructure Holdings Private Limited (UIHPL) & Searock Holding FZE (SH FZE) respectively. UIHPL is a private entity incorporated in India and that is not listed on any public exchange and SH FZE is incorporated in U. A. E. The Company's interest in UIHPL & SH FZE is accounted for using the equity method in the consolidated financial statements. The summarised financial information of the Company's investment in UIHPL & SH FZE is as follows:

53.1 Summarised financial information for associates:

(Rs. In Lacs)

Summerised Balance Sheet	Urban Infrastructure Holdings Private Limited (unaudited)			Searock Holdings FZE		
	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Current Assets	6,91,406.52	6,33,554.28	6,56,743.71	32.77	41.48	47.83
Current Liabilities	1,76,427.10	1,15,856.08	1,80,136.96	1.59	1.62	1.36
Net Current Assets	5,14,979.42	5,17,698.20	4,76,606.75	31.18	39.86	46.47
Non-Current Assets	82,423.29	84,605.67	16,505.99	20,210.13	20,619.37	19,480.88
Non-Current Liabilities	3,39,252.44	3,59,776.47	4,04,657.13	-	-	-
Equity component of compound financial instruments	1,98,444.71	1,79,244.84	22,171.00	-	-	-
Non-Controlling Interests	21,634.58	22,569.20	23,350.84	-	-	-
Consolidation Adjustments	-	-	-	(4,312.76)	(4,722.54)	(3,581.43)
Net Non-current (Liabilities) /Assets	(4,76,908.45)	(4,76,984.83)	(4,33,672.98)	15,897.37	15,896.84	15,899.45
Net Assets	38,070.97	40,713.37	42,933.77	15,928.55	15,936.70	15,945.92

(Rs. In Lacs)

Reconciliation to carrying amounts	Urban Infrastructure Holdings Private Limited		Searock Holdings FZE	
	For the year ended 31st March, 2017	For the year ended 31st March, 2016	For the year ended 31st March, 2017	For the year ended 31st March, 2016
Opening net assets	40,713.37	42,933.77	15,936.70	15,945.92
Profit/(loss) for the year	(2,628.57)	(2,211.69)	(8.15)	(9.22)
Other comprehensive income	(13.83)	(8.71)	-	-
Closing net assets	38,070.97	40,713.37	15,928.55	15,936.70
Company's share in %	32%	32%	50%	50%
Carrying amount	12,182.71	13,028.28	7,964.27	7,968.35

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

(Rs. In Lacs)

Summarised statement of profit or loss	Urban Infrastructure Holdings Private Limited		Searock Holdings FZE	
	For the year ended 31st March, 2017	For the year ended 31st March, 2016	For the year ended 31st March, 2017	For the year ended 31st March, 2016
Net Profit/(loss) for the year	(2,628.57)	(2,211.69)	(8.15)	(9.22)
Other comprehensive income	(13.83)	(8.71)	-	-
Total Comprehensive income	(2,642.40)	(2,220.40)	(8.15)	(9.22)
Group's Share of profit/ (loss)	(841.14)	(707.74)	(4.07)	(4.61)
Group's Share of OCI	(4.43)	(2.79)	-	-
Share of total comprehensive income recognised	(845.57)	(710.53)	(4.07)	(4.61)

54. Non-controlling interests

Financial information of subsidiaries that have material non-controlling interests is provided below:-

Proportion of equity interest held by non-controlling interests:

Name	Country of Incorporation	% of equity interest		
		As at 31 st March, 2017	As at 31 st March, 2016	As at 1 st April, 2015
Oasis Holding FZE	Sharjah UAE	25%	25%	25%

Summarised financial information:-

Summarised financial information for each subsidiary that has non-controlling interest that are material to the Group. The amounts disclosed for each subsidiary are before inter-company eliminations.

(Rs. In Lacs)

Summarised Balance Sheet	Oasis Holding FZE		
	As at 31 st March, 2017	As at 31 st March, 2016	As at 1 st April, 2015
Current Assets	11.75	51.00	68.42
Current Liabilities	192.49	1.62	3.06
Net Current (liabilities)/Assets	(180.74)	49.38	65.36
Non-Current Assets	8,638.07	6,015.07	5,386.30
Non-Current Liabilities	145.69	-	-
Net Non-current Assets	8,492.38	6,015.07	5,386.30
Net Assets	8,311.64	6,064.45	5,451.66
%	2,077.91	1,516.11	1,362.91
Consolidation adjustments and procedures	1,490.66	(319.16)	(242.65)
Accumulated NCI	3,568.57	1,196.95	1,120.26

(Rs. In Lacs)

Summarised statement of profit or loss	Oasis Holding FZE	
	For the year ended 31st March, 2017	For the year ended 31st March, 2016
Revenue from Operation	-	-
Profit for the year	(7.91)	(8.52)
Other Comprehensive income	-	-
Total Comprehensive income	(7.91)	(8.52)
Loss allocated to NCI	(1.98)	(2.13)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

55 First time adoption of Ind AS

A First Ind AS Financial statements

These are the Group's first separate consolidated financial statements prepared in accordance with Ind AS applicable as at 31st March 2017.

The accounting policies set out in note 1 have been applied in preparing the financial statements for the year ended 31st March 2017, the comparative information presented in these financial statements for the year ended 31st March 2016 and in the preparation of an opening Ind AS balance sheet at 1st April 2015 (the date of transition). In preparing its opening Ind AS balance sheet, the Group has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

An explanation of how the transition from previous GAAP to Ind AS has affected the Group's financial position, financial performance and cash flows is as follows:

i Optional exemptions availed

Business combinations

The Group has availed the business combination exemption on first time adoption of Ind AS and accordingly the business combinations prior to date of transition have not been restated to the accounting prescribed under Ind AS 103 – Business combinations.

The Group applies the requirements of Ind AS 103 – Business combinations to business combinations occurring after the date of transition to Ind AS

Deemed cost

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets and investment property covered by Ind AS 40 Investment Properties.

Accordingly, the Group has elected to measure all of its property, plant and equipment, intangible assets and investment property at their previous GAAP carrying value.

Investment in associates and joint ventures

"Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its investments in associates and joint ventures as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition.

Accordingly, the Group has elected to measure all of its investments in associates and joint ventures at their previous GAAP carrying value."

ii Mandatory exceptions applied

Estimates

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at 1st April 2015 are consistent with the estimates as at the same date made in conformity with previous GAAP except where Ind AS required a different basis for estimates as compared to the previous GAAP.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**De-recognition of financial assets and liabilities**

Ind AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognised as a result of past transactions was obtained at the time of initially accounting for those transactions.

The Group has applied the de-recognition provisions of Ind AS 109 prospectively from the date of transition to Ind AS.

Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification and measurement of financial assets (investment in debt instruments) on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

Government loans

As per Ind AS 101, if a first-time adopter did not, under its previous GAAP, recognise and measure a government loan at a below-market rate of interest on a basis consistent with Ind AS requirements, it shall use its previous GAAP carrying amount of the loan at the date of transition to Ind ASs as the carrying amount of the loan in the opening Ind AS Balance Sheet. An entity shall apply Ind AS 109 to the measurement of such loans after the date of transition to Ind AS.

The Group has applied this exception to the interest free sales tax loan from the government authorities existing as at 1st April 2015.

B Reconciliations of Other equity reported under previous GAAP to equity under Ind AS

(Rs. In Lacs)

Sr. no	Particulars	Note no.	Equity as at 31 st March 2016	Equity as at 1 st April 2015
	Other Equity as per previous Indian GAAP		2,23,375.42	2,25,391.74
1	Effect of measuring preference shares initially at fair value and subsequently at amortised cost - Finance cost	B.1	(89,468.77)	(99,023.70)
2	Impact of financial assets and liabilities classified and measured at fair value through profit and loss	B.2	(1,455.46)	(142.14)
3	Proposed dividends and related tax accounted for as non adjusting events under Ind AS	B.5	290.05	290.69
4	Impact on account of change in classification of financial assets and liabilities		(398.45)	(466.83)
5	Actuarial Gain on defined benefit plans considered as Other comprehensive income		(39.89)	-
6	Others		(39.77)	(34.62)
7	Deferred tax	B.6	(2,479.61)	(1,211.40)
	Other Equity as per Ind AS		1,29,783.51	1,24,803.73
8	Impact of financial assets classified and measured at fair value through other comprehensive	B.2	(12,918.17)	(18,100.14)
	Other Equity as per Ind AS		1,16,865.33	1,06,703.58

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Reconciliation of profit reported under previous GAAP to profit under Ind AS

(Rs. In Lacs)

Sr. no	Particulars	Note no.	For the year ended 31st March 2016
	Net profit as per previous Indian GAAP		6,605.05
1	Effect of measuring preference shares initially at fair value and subsequently at amortised Cost- Finance Cost	B.1	(8,188.29)
2	Impact for Financial assets & liabilities classified and measured at fair value through Profit and loss.	B.2	(1,224.79)
3	Actuarial Gain on defined benefit plans considered as Other Comprehensive Income	B.4	(39.89)
4	Impact on account of change in classification of financial assests and liabilities		2.00
5	Deferred tax impacts on above	B.6	1,445.00
6	Others		(8.73)
	Net Profit/(Loss) after tax (Before OCI) as per Ind AS		(1,409.65)
7	Other comprehensive income (net of tax)	B.7	6,221.04
	Total Comprehensive income/ Other Equity under Ind AS		4,811.39

Impact of Ind AS adoption on the statement of cash flows for the year ended 31 March 2016 -

Under Ind AS, working capital loans repayable on demand forming an integral part of the cash management process are included in cash and cash equivalents for the purpose of presentation of statement of cash flows. These loans were considered as part of borrowings under Previous GAAP and accordingly, movements in working capital loans were shown as part of financing activities in the statement of cash flows. Consequently with the change to Ind AS, cash and cash equivalents have reduced by Rs. 44.20 Lacs as at 31 March 2016 (1 April 2015 – Rs. 42.92 Lacs) and cash flows from financing activities for the year ended 31 March 2016 have also reduced by 1.28 Lacs to the effect of the movements in working capital loans.

All other adjustments on account of Ind AS are non - cash in nature and hence, there is no other material impact on the cash flows in the cash flow statement.

Explanation to reconciliation:

B.1 Financial Liabilities

The Preference shares are classified as a financial liability. The liability initially recognised on fair value and considering these shares are issued to the promoters, the difference between the fair value and transaction price as deemed equity contribution by the promoters. Subsequently, the liability is measured at amortised cost using the effecting interest rate. The impact on this account has been recognised in the reserve on the transition date and the subsequent impact are recognised in the Statement of Profit and Loss and equity.

B.2 Fair valuation of financial assets

The Group has valued all financial assets at fair value. The impact of the fair value changes on the date of transition is recognised in the opening reserves and changes thereafter are recognised in Statement of Profit and Loss.

B.3 Impact of change in classification of financial instruments

Certain financial instruments issued by group companies and its associates have been classified as equity instruments under Ind AS.

B.4 Actuarial gains / losses

Gains/Losses through remeasurements of net defined benefit liabilities/assets are recognised in other comprehensive income.

B.5 Proposed dividends

Proposed dividends were recognised as an adjusting event occurring after the balance sheet date in previous GAAP, however as per Ind AS, dividends are non-adjusting events after the balance sheet date and hence recognised as and when approved by the shareholders.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017**B.6 Deferred taxes**

The impact of transitional adjustments together with Ind AS mandate of using balance sheet approach (against profit and loss approach in the previous GAAP) for computation of deferred taxes has resulted in charge to Reserves, on the date of transition, with consequential impact to the Statement of Profit and Loss for the subsequent periods.

B.7 Other comprehensive income (OCI)**Items recognised in OCI mainly comprise of**

- fair value changes in financial assets designated as fair value through OCI on the date of transition
- actuarial gains
- profit on disposal of financial assets classified as FVOCI
- tax impacts on the above
- share of other comprehensive income of associates
- foreign currency translation reserve

B.8 Investment Property

Under the previous GAAP, certain investment properties were presented as part of property, plant and equipment and investments respectively. Under Ind AS, investment properties are required to be separately presented on the face of the balance sheet. There is no impact on the total equity or profit as a result of this adjustment.

B.9 Assets classified as held for sale

Previous GAAP - Certain fixed assets held for sale by the Group were reclassified from Fixed assets to Other current assets at the lower of its carrying value or net realisable value. Any gain / loss was recognised in statement of profit and loss. Investments held for sale were continued to be recognised as Investments.

Ind AS - Non - Current assets meeting the held for sale criteria as per Ind AS 105 are measured at fair value less cost of disposal and disclosed separately on the face of the balance sheet. Any gain / loss is recognised in statement of profit and loss. Certain Investments for which the Group has made the decision to dispose have been classified as assets held for sale. The measurement provisions as explained above for financial assets continue to apply to the investments held for sale.

B.10 Excise duty

Previous GAAP – Revenue from sale of goods was presented net of excise duty.

Ind AS – Revenue from sale of goods was presented inclusive of excise duty. The excise duty is presented on the face of the Statement of Profit and Loss as a part of expenses.

B.11 Retained Earnings

Retained earnings as at 1st April 2015 has been adjusted consequent to the above Ind AS transition adjustments.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

55.1 Balance sheet as at 1st April 2015

	<i>(Rs.in Lacs)</i>		
Particulars	IGAAP as at 1 st April, 2015	GAAP adjustments	Ind AS as at 1 st April, 2015
I. ASSETS			
1 Non-current assets			
Property, plant and equipment	19,687.07	(682.35)	19,004.72
Intangible assets	26.50	-	26.50
Investment property	-	6,068.97	6,068.97
Capital work-in-progress	595.20	-	595.20
Goodwill on consolidation	855.88		855.88
Financial assets			
Non-current investments	1,08,495.31	(6,429.54)	1,02,065.77
Loans	9,813.90	(9,788.75)	25.15
Other non-current financial assets	673.60	7.77	681.37
Non-current tax assets	4,655.78	-	4,655.78
Deferred tax asset	66.07	95.12	161.19
Other non-current assets	12,993.67	(322.97)	12,670.70
2 Current assets			
Inventories	20,425.47	-	20,425.47
Financial assets			
Investments	7,779.79	107.24	7,887.03
Trade receivables	8,710.76	12.69	8,723.45
Cash and Cash Equivalents	1,597.90	-	1,597.90
Bank Balances other than (iii) above	473.05	12.29	485.34
Loans	19,979.87	(9,441.10)	10,538.77
Other current financial assets	3,345.05	-	3,345.05
Other current assets	15,946.36	(4.90)	15,941.46
Assets classified as held for sale	-	378.90	378.90
TOTAL	2,36,121.23	(19,986.63)	2,16,134.60
II. EQUITY AND LIABILITIES			
A Equity			
Equity share capital	1,855.46	(70.75)	1,784.71
Other equity	2,25,320.99	(1,19,737.67)	1,05,583.32
Non-controlling interest	-	1,120.26	1,120.26
B Liabilities			
1 Non-current liabilities			
Financial liabilities			
Borrowings	2,242.42	(1,351.95)	890.47
Non-current provisions	74.54	-	74.54
Deferred tax liabilities (net)	1,972.62	1,318.64	3,291.26
2 Current liabilities			
Financial liabilities			
Borrowings	424.23	2.01	426.24
Trade payables	1,523.10	-	1,523.10
Other financial liabilities	1,508.66	99,025.56	1,00,534.22
Current provisions	703.85	(290.70)	413.15
Other current liabilities	371.94	(2.03)	369.91
Current tax liabilities	123.42	-	123.42
TOTAL	2,36,121.23	(19,986.63)	2,16,134.60

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 201755.2 Balance sheet as at 31ST March 2016

	(Rs.in Lacs)		
Particulars	IGAAP as at 31 ST March, 2016	GAAP adjustments	Ind AS as at 31 ST March, 2016
I. ASSETS			
1 Non-current assets			
Property, plant and equipment	18,051.58	(671.66)	17,379.92
Intangible assets	18.07	-	18.07
Investment property	-	6,687.08	6,687.08
Capital work-in-progress	1,018.34	-	1,018.34
Goodwill on consolidation	855.88	-	855.88
Financial assets			
Non-current investments	1,16,268.64	(11,341.96)	1,04,926.68
Loans	10,540.42	(10,377.52)	162.90
Other non-current financial assets	577.85	(4.43)	573.42
Non-current tax assets	4,848.09	-	4,848.09
Deferred tax asset	44.46	75.42	119.88
Other non-current assets	13,033.27	(169.04)	12,864.23
2 Current assets			
Inventories	23,180.66	-	23,180.66
Financial assets			
Investments	9,030.28	106.77	9,137.05
Trade receivables	7,493.80	6.45	7,500.25
Cash and Cash Equivalents	623.60	-	623.60
Bank Balances other than above	613.95	17.67	631.62
Loans	11,575.38	(912.78)	10,662.60
Other current financial assets	1,850.17	(56.37)	1,793.80
Other current assets	15,508.15	(599.34)	14,908.81
Assets classified as held for sale	-	976.59	976.59
TOTAL	2,35,132.59	(16,263.12)	2,18,869.47
II. EQUITY AND LIABILITIES			
A Equity			
Equity share capital	1,849.16	(64.45)	1,784.71
Other equity	2,23,310.97	(1,07,642.59)	1,15,668.38
Non-controlling interest	-	1,196.95	1,196.95
B Liabilities			
1 Non-current liabilities			
Financial liabilities			
Borrowings	1,510.73	87,957.36	89,468.09
Other non-current financial liabilities	18.28	(4.95)	13.33
Non-current provisions	63.44	-	63.44
Deferred tax liabilities (net)	1,895.11	2,588.60	4,483.71
Other non-current liabilities	-	3.07	3.07
2 Current liabilities			
Financial liabilities			
Borrowings	888.03	5.55	893.58
Trade payables	2,172.60	-	2,172.60
Other financial liabilities	1,536.24	18.37	1,554.61
Current provisions	860.52	(289.36)	571.16
Other current liabilities	993.79	(31.68)	962.11
Current tax liabilities	33.73	-	33.73
TOTAL	2,35,132.59	(16,263.12)	2,18,869.47

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

55.3 Statement of Profit and Loss for the year ended 31st March 2016

<i>(Rs.in Lacs)</i>			
Particulars	IGAAP as at 31 st March 2016	GAAP adjustments	Ind AS as at 31 st March 2016
I. Revenue From Operations	67,124.76	4,394.32	71,519.08
II. Other Income	2,475.85	90.61	2,566.46
III. Total Revenue (I + II)	69,600.61	4,484.93	74,085.54
IV. Expenses:			
Cost of Materials Consumed	40,149.87	-	40,149.87
Purchase of Stock-in-Trade	726.26	-	726.26
Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	(2,715.95)	-	(2,715.95)
Excise duty expense	227.05	4,394.32	4,621.37
Employee Benefits Expense	7,446.01	43.70	7,489.71
Finance Costs	98.64	8,189.16	8,287.80
Depreciation and Amortization Expense	1,791.99	-	1,791.99
Other Expenses	11,180.35	1,309.29	12,489.64
Total Expenses	58,904.22	13,936.48	72,840.70
V. Profit Before Exceptional items and Tax (III-IV)	10,696.39	(9,451.55)	1,244.85
VI. Share in Loss of Associates	(701.67)	(10.68)	(712.35)
VII. Profit Before Tax (V-VI)	9,994.72	(9,462.23)	532.50
VIII. Tax Expense:			
(i) Current Tax	3,445.31	-	3,445.31
(ii) Deferred Tax Expenses/(Credit)	(55.90)	(1,445.39)	(1,501.29)
(iii) Income tax of earlier year	0.26	-	0.26
IX. Net Profit/(Loss) After Tax (VII-VIII)	6,605.05	(8,016.85)	(1,411.78)
X. Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss	-	5,630.25	5,630.25
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	250.25	250.25
B (i) Items that will be reclassified to profit or loss	859.77	(516.44)	343.33
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-
Share of OCI of Associates	-	(2.79)	(2.79)
	859.77	5,361.27	6,221.04
XI. "Total Comprehensive Income for the period (IX+X)	7,464.82	(2,655.58)	4,809.26
Profit for the year:	6,605.05	(8,016.85)	(1,411.78)
Attributable to:			
Equity holders of the parent	6,605.05	(8,014.72)	(1,409.65)
Minority interests	-	(2.13)	(2.13)
	6,605.05	(8,016.85)	(1,411.78)
Other Comprehensive Income attributable to:			
Owners of the Company	859.77	5,361.27	6,221.04
Non-Controlling interests	-	-	-
	859.77	5,361.27	6,221.04
Total comprehensive income for the year:			
Attributable to:			
Equity holders of the parent	7,464.82	(2,653.45)	4,811.39
Minority interests	-	(2.13)	(2.13)
	7,464.82	(2,655.58)	4,809.26

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Note 56 Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary / Associates / Joint Ventures.

Name of The entity	Net Assets i.e. total assets minus total liabilities		Share in Profit or Loss		Share in Other Comprehensive Income	
	As % of Consolidated net Assets	Amount in Lacs	As % of Consolidated profit or loss	Amount in Lacs	As % of Consolidated profit or loss	Amount in Lacs
Parent						
Jai Corp Limited	85.27%	1,08,425.65	(79.43%)	(1,450.95)	100.00%	8,593.44
Subsidiaries						
Indian						
Ashoka Realty and Developers Limited	0.03%	32.50	0.05%	0.94	-	-
Ekdant Realty and Developers Limited	1.32%	1,677.80	0.00%	0.08	-	-
Hari Darshan Realty Limited	0.72%	913.02	(0.02%)	(0.38)	-	-
Hill Rock Construction Limited	0.61%	770.38	(0.15%)	(2.80)	-	-
Hind Agri Properties Limited	0.19%	245.56	0.12%	2.28	-	-
Iconic Realtors Limited	9.38%	11,922.08	(0.38%)	(6.94)	-	-
Jailaxmi Realty and Developers Limited	1.53%	1,944.51	(0.01%)	(0.19)	-	-
Jai Realty Ventures Limited	9.99%	12,703.36	(0.10%)	(1.91)	(2.40%)	(206.03)
Krupa Land Limited	1.56%	1,986.66	(0.01%)	(0.22)	-	-
Krupa Realtors Limited	0.65%	828.30	(0.01%)	(0.19)	-	-
Multifaced Impex Limited	0.08%	103.68	(0.03%)	(0.59)	-	-
Novelty Realty and Developers Limited	0.77%	981.25	(0.01%)	(0.20)	-	-
Rainbow Infraprojects Limited	0.97%	1,232.93	(0.01%)	(0.23)	-	-
Rudravev Developers Limited	0.93%	1,176.52	(0.01%)	(0.27)	-	-
Swar Land Developers Limited	1.89%	2,403.93	7.35%	134.35	-	-
Swastik Land Developers Limited	0.16%	208.16	(0.00%)	(0.09)	-	-
Vasant Bahar Realty Limited	0.15%	190.19	0.01%	0.19	-	-
Welldone Real Estate Limited	0.41%	524.39	(0.07%)	(1.32)	-	-
Yug Developers Limited	0.94%	1,200.81	(0.02%)	(0.28)	-	-
Urban Infrastructure Trustees Limited	0.05%	59.70	0.00%	0.04	-	-
Urban Infrastructure Venture Capital Limited	15.08%	19,179.87	12.55%	229.27	3.15%	270.87
UI Wealth Advisors Limited	0.26%	335.74	(0.18%)	(3.30)	-	-
Jai Corp Welfare Foundation Trust	0.00%	4.62	(0.01%)	(0.24)	-	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2017

Name of The entity	Net Assets i.e. total assets minus total liabilities		Share in Profit or Loss		Share in Other Comprehensive Income	
	As % of Consolidated net Assets	Amount in Lacs	As % of Consolidated profit or loss	Amount in Lacs	As % of Consolidated profit or loss	Amount in Lacs
Foreign						
Assurene Products Corp	0.00%	2.88	5.81%	106.22	-	-
Sarbags Pty Limited	0.00%	-	0.00%	-	-	-
Oasis Holding FZC	(0.03%)	(40.33)	(0.43%)	(7.90)	-	-
Belle Terre Realty Limited	11.54%	14,668.43	(0.55%)	(10.03)	-	-
Non Controlling interest	0.01%	10.08	0.11%	1.98	-	-
Oasis Holding FZC	3.03%	3,847.52	0.00%	-	-	-
Associates Company						
Searock Developers FZC	(0.02%)	-24.79	(0.22%)	(4.07)	-	-
Urban Infrastructure Holdings Private Limited	9.58%	12,182.71	(46.05%)	(841.14)	(0.05%)	(4.43)
Eliminations	(57.05%)	(72,545.80)	1.70%	31.12	(0.70%)	(60.32)
Total	100.00%	1,27,152.31	(100.00%)	(1,826.78)	100.00%	8,593.53

As per our report of even date

For Chaturvedi & Shah
Chartered Accountants
(Firm Registration No. 101720 W)

For and on behalf of the Board of Directors

Gaurav Jain
Managing Director
(DIN 00077770)

V. S. Pandit
Director (Works)
(DIN 00460320)

R.Koria
Partner
Membership No.35629

Place : Mumbai
Date : 30th May, 2017

Pramod Jaiswal
Chief Financial Officer

A. Datta
Company Secretary

NOTES



Corporate Office:

12B, Mittal Tower, Nariman Point, Mumbai - 400 021, India.
Tel: +91-22-6115 5300; Fax: +91-22-2287 5197

Registered Office

A-3, M.I.D.C. Indl. Area, Nanded - 431 603, Maharashtra, India.

CIN: L17120MH1985PLC036500

E-mail: cs2@jaicorpindia.com

Website: www.jaicorpindia.com