

Independent Auditors' Report on Consolidated Financial Statements

To

The Members
ZuariInfraworld India Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of ZuariInfraworld India Limited ("the Holding Company"), its subsidiary (the Holding company and its Subsidiary together referred to as group) and its jointly controlled companies, comprising of the consolidated balance sheet as at 31 March 2016, the consolidated statement of profit and loss, the consolidated cash flow statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of the consolidated financial statements in terms of the requirements of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Jointly controlled entities in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Companies Act, 2013 (hereinafter referred to as "the Act") read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the Companies included in the Group and of its Jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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 financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

Our responsibility is to express an opinion on the consolidated 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 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 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 financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 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 financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 jointly controlled companies as at 31 March 2016, and their consolidated loss and their consolidated cash flows for the year ended on that date.

Other Matter

We did not audit the financial statements of the subsidiaries and the jointly controlled entities whose financial statement reflects Rs.2,19,02,39,142 of total asset as at 31, March 2016, total revenue of Rs.5,88,19,616 and Net Cash flow amounting to Rs.(3,30,394) for the year ended on that date, as considered in the consolidated financial statements. These financial statement and the other information of the subsidiary company and jointly controlled entities has been audited by other auditors whose report have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiaries and jointly controlled companies, and our report in terms of sub-section (3) of section 143 of the Act, insofar as it relates to the joint venture companies in India, is based solely on the report of other auditors.

Our opinion on the consolidated 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 the reports of the other auditors.

Report on Other Legal and Regulatory Requirements

1. As required by sub-section 3 of Section 143 of the Act, we report, to the extent applicable in respect of the holding company and joint venture companies incorporated in India, 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 financial statements.



(b) In our opinion, proper books of account/records as required by law relating to preparation of the aforesaid consolidated 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, and the consolidated cash flow statement dealt with by this Report are in agreement with the relevant books of account/records maintained for the purpose of preparation of the consolidated financial statements.

(d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

(e) On the basis of the written representations received from the directors of the Holding Company as on 31 March 2016 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditors of its jointly controlled companies incorporated in India, none of the Directors of the Group companies and jointly controlled companies incorporated in India is disqualified as on 31 March 2016 from being appointed as a Director of that company in terms of sub-section 2 of Section 164 of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; and

(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 and on the consideration of the report of the other auditors:

- i. There were no pending litigations that would significantly impact the consolidated financial position of the Group and jointly controlled entities.
- ii. The Group and its jointly controlled entities did not have any material foreseeable losses on long-term contract including derivative contracts for which there were any material foreseeable losses not provided for.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding company and jointly controlled companies incorporated in India.

For **VARMA & VARMA**
Chartered Accountants
FRN 004532S



Place: Gurgaon

Date: 5/5/16

Srinivas K.P.
K. P. SRINIVAS
Partner
M.No.208520

Annexure - A to the Auditors' Report Report on the Internal Financial Controls 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 financial statements of the Company as of and for the year ended 31 March 2016, we have audited the internal financial controls over financial reporting of ZuariInfraworld India Limited ("the Holding Company") and its jointly controlled company, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Holding Company and its jointly controlled entity, which are companies incorporated in India, are 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 issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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.

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 on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. 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, the Holding Company and its jointly controlled entities, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company including basis of allocating expenses to various projects considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

Other 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 insofar as it relates three jointly controlled companies, which are companies incorporated in India, is based on the reports of the auditors of such companies incorporated in India.

Place: Gurgaon

Date: 5/5/16



For VARMA & VARMA
Chartered Accountants
FRN 004532S

Srinivas, K.P.
K. P. SRINIVAS
Partner
M.No.208520

Zuari Infracore India Limited
Consolidated Balance Sheet as at 31st March 2016

	Notes	31st March 2016	31st March 2015
I. EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	3	55,05,00,000	53,55,00,000
(b) Reserves and surplus	4	75,06,44,512	62,25,09,620
		1,30,11,44,512	1,15,80,09,620
Minority interest		-	-
Non-current liabilities			
(a) Long-term borrowings	5	1,05,60,52,553	73,57,97,545
(b) Other long term liabilities	6	3,69,10,185	3,09,35,105
(c) Long-term provisions	7	26,02,024	35,97,332
		1,09,55,64,762	77,03,29,982
Current liabilities			
(a) Short-term borrowings	8	73,98,14,078	45,16,00,710
(b) Trade payables	9	15,08,27,363	9,19,07,825
(c) Other current liabilities	6	63,99,60,696	71,39,76,218
(d) Short-term provisions	7	19,65,045	3,66,664
		1,53,25,67,183	1,25,78,51,417
Total		3,92,92,76,456	3,18,61,91,019
II. ASSETS			
Non-current assets			
(a) Goodwill on consolidation	10	16,62,43,010	16,03,68,431
(b) Fixed assets			
i Tangible assets	10.1	1,77,44,475	1,67,40,530
ii Intangible assets	10.2	14,04,421	10,28,388
(c) Non Current Investments	11	38,50,00,000	-
(d) Deferred tax Asset	12	23,30,222	35,75,516
(e) Loans and advances	13	12,75,18,899	8,49,70,502
(f) Other non-current assets	14	-	5,574
		70,02,41,027	26,66,88,941
Current assets			
(a) Current investments	15	-	24,36,69,628
(b) Inventories	16	2,05,95,67,239	1,17,98,31,709
(c) Trade receivables	17	2,74,37,897	5,34,06,324
(d) Cash and bank balances	18	41,15,75,544	51,60,18,594
(e) Loans and advances	13	46,58,40,502	66,70,53,688
(f) Other current assets	14	26,46,14,246	25,95,22,135
		3,22,90,35,427	2,91,95,02,078
Total		3,92,92,76,456	3,18,61,91,019

Significant Accounting Policies 1
Other Notes on Financial Statement 2

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For VARMA & VARMA
Chartered Accountants
FRN 004532S

Srinivas K.P.
K. P. Srinivas
Partner
Membership No.

Place: Gurgaon
Date: 05.05.2016

For and on behalf of the Board of Directors

N. Suresh Krishnan
N. Suresh Krishnan
Director

V.K. Sinha
V.K. Sinha
Director

G.U.V.S. Nagaraju
G U V S Nagaraju
Chief Financial Officer

Pritam Das Mohapatra
Pritam Das Mohapatra
Company Secretary

Place : Gurgaon
Date : 05.05.2016



Zuari Infracore India Limited

Consolidated Statement of Profit and Loss for the year ended 31st March, 2016

	Notes	31st March 2016	31st March 2015
I. Income			
(a) Revenue from operations	19	25,85,31,377	56,40,99,208
(b) Other income	20	5,27,53,759	2,96,09,590
Total Revenue		31,12,85,136	59,37,08,798
II. Expenses			
(a) Project Construction & Development Expenses	21	27,47,41,409	46,89,35,405
(b) Employee benefits expense	22	55,30,695	1,89,52,939
(c) Other expenses	23	3,03,81,545	6,03,41,654
(d) Depreciation and amortization expense	24	9,31,375	46,18,950
(e) Finance costs	25	1,43,80,748	1,67,69,927
Total		32,59,65,773	56,96,18,875
III Profit/(Loss) before tax (I-II)		-1,46,80,636.42	2,40,89,923
IV Tax expenses			
(a) Current tax		-22,89,953	-27,65,050
(b) MAT credit entitlement		22,89,953	27,65,050
(c) Deferred tax charge		-12,45,294	28,42,271
Total tax expense		-12,45,294	28,42,271
V Profit/(Loss) for the year (III-IV)		-1,59,25,930	2,69,32,194
VI Less: Share of Minority interest in profits/(Loss)			
VII Net Profit/(Loss) attributable to		-1,59,25,930	2,69,32,194
Basic			
Earnings per equity share (nominal value of share Rs.10/-)		Rs.-0.34	Rs.0.58
Diluted			
Earnings per equity share (nominal value of share Rs.10/-)		Rs.-0.34	Rs.0.58

Significant Accounting Policies

1

Other Notes on Financial Statement

2

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For and on behalf of the Board of Directors

For VARMA & VARMA
Chartered Accountants
FRN 004532S

Suresh Krishnan
N.Suresh Krishnan
Director

V.K. Sinha
V.K. Sinha
Director

Srinivas K.P.
K. P. Srinivas
Partner
M No.208520

G.U.V.S. Nagaraju
G U V S Nagaraju
Chief Financial Officer

Pritam Das Mohapatra
Pritam Das Mohapatra
Company Secretary

Place: Gurgaon

Date: 05.05.2016

Place: Gurgaon

Date: 05.05.2016



Zuari Infraworld India Limited
Consolidated Cash Flow Statement for the year ended 31st March 2016

	Year ended 31st March 2016
A. CASH FLOW FROM OPERATING ACTIVITIES:	
Profit before tax	(1,59,25,930)
Adjustment for :	
Depreciation / amortisation	40,70,542
Loss on fixed assets sold / discarded (net)	49,501
Gain on Sale of current Investments	(41,30,396)
Unrealized foreign exchange fluctuation (loss)/Profit	90,60,822
Interest expense	1,43,80,747
Interest income	(4,28,36,602)
Dividend income	(7,34,693)
Total of Adjustment	(2,01,40,079)
Operating profit before working capital changes	(3,60,56,010)
Changes in working Capital :	
Decrease / (Increase) in inventories	(87,97,35,530)
Decrease / (Increase) in trade receivables	2,59,68,427
Decrease / (Increase) in other assets	(85,92,111)
Decrease / (Increase) in Loans and advances	15,86,70,363
Increase / (Decrease) in trade payables and other current liabilities	(1,50,95,984)
Increase / (Decrease) provisions	6,03,073
	(71,81,81,761)
Cash (used) in operations	(76,42,47,770)
Direct tax paid (net of refunds)	12,45,294
Net cash flow from/(used) in operating activities (A)	(75,30,02,477)
B. CASH FLOW FROM INVESTING ACTIVITIES:	
Purchase of fixed assets, including tangible assets, CWIP and Capital Advances	(1,13,87,038)
Proceeds from sale of fixed assets	35,12,438
Proceeds from sale of current investments	24,78,00,024
Purchase of non current investments	(38,50,00,000)
(Increase) /Decrease in Fixed deposits	24,75,35,057
Dividend received	7,34,693
Interest received	4,28,36,602
Net cash flow (used in) investing activities (B)	14,60,31,776
C. CASH FLOW FROM FINANCING ACTIVITIES:	
Proceeds from Issuance of Share Capital	15,00,00,000
Proceeds from long term borrowing	32,02,55,008
Proceeds from buyers credit	59,75,080
Proceeds / (Proceeds) from short term borrowings	28,82,13,369
Interest paid	(1,43,80,747)
Net cash flow from/(used in) financing activities (C)	75,00,62,709
Net Change in Cash and Cash Equivalents (A + B + C) during the year	14,30,92,008
Cash and Cash Equivalents at the beginning of the year	7,50,04,975
Cash and Cash Equivalents at the end of the year	21,80,96,982



Zuari Infraworld India Limited
Consolidated Cash Flow Statement for the year ended 31st March 2016

Year ended
31st March 2016

Components of Cash and Cash Equivalents

Cash and cash equivalents

a. Balances with banks

- On Current accounts

21,51,81,349

- On Deposits accounts with original maturity of less than 3 months

28,49,937

b. Cash on hand

65,697

21,80,96,982


As per our report of even date

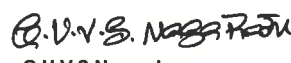
For and on behalf of the Board of Directors


For VARMA & VARMA
Chartered Accountants
FRN 004532S


N. Suresh Krishnan
Director


V.K. Sinha
Director


K. P. Srinivas
Partner
M No.208520


G U V S Nagaraju
Chief Financial Officer


Pritam Das Mohapatra
Company Secretary

Place: Gurgaon

Date: 05.05.2016

Place: Gurgaon

Date: 05.05.2016



Zuari Infracore India Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

3. Share Capital

	31st March 2016	31st March 2015
Authorised		
50,000,000 (PY : 50,000,000) Equity Shares of Rs. 10 each	50,00,00,000	50,00,00,000
15,000,000 (PY: 15,000,000) Preference Shares of Rs. 10 each	15,00,00,000	15,00,00,000
	65,00,00,000	65,00,00,000
Issued		
46,550,000 (P.Y 46,550,000) Equity Shares of Rs. 10 each	46,55,00,000	46,55,00,000
8,500,000 8.5 % (2015 : 7,000,000) Non Convertible Cumulative Redeemable Preference Share of Rs. 10 each, fully paid up	8,50,00,000	7,00,00,000
	55,05,00,000	53,55,00,000
Subscribed and Paid-up		
46,550,000 (P.Y 46,550,000) Equity Shares of Rs. 10 each	46,55,00,000	46,55,00,000
8,500,000 8.5 % (2015 : 7,000,000) Non Convertible Cumulative Redeemable Preference Share of Rs. 10 each, fully paid up	8,50,00,000	7,00,00,000
Total	55,05,00,000	53,55,00,000

a. Reconciliation of shares outstanding at the beginning and end of the reporting year

	31st March 2016		31st March 2015	
	in Numbers	Rs	in Numbers	Rs
Equity Shares				
At the beginning of the year	4,65,50,000	46,55,00,000	4,65,50,000	46,55,00,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	4,65,50,000	46,55,00,000	4,65,50,000	46,55,00,000
Preference Shares				
At the beginning of the year	70,00,000	7,00,00,000	-	-
Issued during the year	15,00,000	1,50,00,000	70,00,000	7,00,00,000
Outstanding at the end of the year	85,00,000	8,50,00,000	70,00,000	7,00,00,000

b. Terms/Rights attached to equity Shares

The parent company has only one class of equity shares having a par value of Rs 10/- Share. Each share holder of equity shares is entitled to one vote per share. The parent Company declares and pay dividends in Indian rupees. The dividend proposed by Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Parent Company, the holders of equity shares will be entitled to receive remaining assets of the Parent Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Terms/Rights attached to Preference Shares

The Company has only one class of non convertible preference share issued at a face value of Rs. 10 per share with a premium of Rs 90 Per share, carrying coupon rate of 8.5% per annum which are cumulative in nature. Each holder of preference shares is entitled to one vote per share on resolutions placed before the company which directly affect the rights attached to the preference share. Date of redemption 31st March 2020 & redeemable at a price band of Rs 125-150 Per share

c. Details of Equity Shareholders holding more than 5% of shares in the Company

Name of Shareholder	31st March 2016		31st March 2015	
	No. of Shares held	% Holding in Class	No. of Shares held	% Holding in Class
Zuari Global Limited	46550000	100.00%	46550000	100.00%

Details of Preference Shareholders holding more than 5% of shares in the Company

Name of Shareholder	31st March 2016		31st March 2015	
	No. of Shares held	% Holding in Class	No. of Shares held	% Holding in Class
Mr. Saroj Kumar Poddar	8500000	100.00%	7000000	100%

As per records of the Parent Company including its register of share holders/members and other declarations received from share holders regarding beneficial interest, the above share holding represents both legal and beneficial ownership of shares.

d. Shares issued for consideration other than cash, during the period of five years immediately preceding the reporting date:

Equity Shares

Equity shares allotted as fully paid-up for consideration other than cash

	31st March 2016		31st March 2015	
	In Numbers	Rs	In Numbers	Rs
	-	-	-	-



Zuari Infraworld India Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

4. Reserves and Surplus

	31st March 2016 Rs	31st March 2015 Rs
Security Premium Account		
Balance at the beginning of the year	67,48,50,000	-
Add: On preference shares issued during the year	13,50,00,000	67,48,50,000
Less: Premium Utilized during the year	-	-
Closing Balance	80,98,50,000	67,48,50,000
Foreign Exchange Translation reserve		
Balance at the beginning of the year	7,32,739	-
Add: Foreign Exchange Translation reserve	90,60,822	7,32,739
Closing Balance	97,93,561	7,32,739
Surplus / (deficit) in the statement of profit and loss		
Balance at the beginning of the year	-5,30,73,119	-8,00,04,184
Net Profit/(Loss) for the year	-1,59,25,930	2,69,32,194
Less: Transfer of WDV of assets (Nil useful life)	-	-1,129
Net surplus in the statement of profit and loss	-6,89,99,050	-5,30,73,119
Total Reserves and Surplus	75,06,44,512	62,25,09,620

5. Long Term Borrowings

	Non Current 31st March 2016 Rs	Non Current 31st March 2015 Rs
Secured Loans		
Motor Car Loan from ICICI Bank*		
Term Loan 1 -Motor Car Loan (11.25%, Maturity - 60 Months)	25,680	65,135
Term Loan 2 -Motor Car Loan (11.25%, Maturity - 60 Months)	1,56,332	1,12,485
Term Loan 3 -Motor Car Loan (10.00%, Maturity - 60 Months)	48,383	2,19,396
Axis Bank Loan** (12.60%, Secured as mentioned below** , repayable in 11 quarterly Installment starting June -16)	4,67,13,991	-
ICICI Bank Term Loan (12.60%, Secured against mortgage on Land, Building Constructed & hypothecation of present & future receivables)	1,00,59,48,724	77,80,67,150
	1,05,28,93,109	77,84,64,166
Less: Amount disclosed under the head Other Current Liabilities	32,01,40,557	15,51,66,621
	73,27,52,553	62,32,97,545

*Secured by Hypothecation of car

**One of the JV company has taken a Term Loan and Overdraft facility from Axis Bank Limited for Rs 45.00 crores. It is secured by:-

i) Exclusive charge by way of Equitable Mortgage on project land (excluding plots already sold and land allocated to Mathura Vrindavan Development Authority for infrastructure development) and buildings constructed /to be constructed thereon.

a) Property bearing Khata No.8, Khasra No. 2238(min) & Khasra no. 2300 (min), Mauza Sakarai Bangar, Mathura having area 2.468 hectare owned by M/S Mayapur Commercial Private Limited (Wholly owned subsidiary)

b) Property bearing Khata No.12, Khasra No. 2238(min) & Khasra no. 2300 (min), Mauza Sakarai Bangar, Mathura having area 4.937 hectare owned by M/S Neobeam Agents Private Limited (Wholly owned subsidiary)

c) Property bearing Khata No.235, Khasra No. 2300(min) & Khata No.113, Khasra no. 2238 (min), Mauza Sakarai Bangar, Mathura having area 2.974 hectare owned by M/SNexus Vintrade Private Limited.

d) Property bearing Khata No.12, Khasra No. 2238(min) & Khasra no. 2300 (min), Mauza Sakarai Bangar, Mathura having area 4.937 hectare owned by M/S Rosewood Agencies Private Limited.



Zuari Infraworld India Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

- ii) Exclusive charge by way of Hypothecation of current assets (including receivables) pertaining to the project, both present and future.
- iii) Escrow and charge on customer advances/receivables/sale proceeds of the project units/promoters' contribution etc. by way of bipartite agreement between the borrower and escrow bank into designated account (escrow account).

iv) Corporate Guarantee:-

- Mayapur Commercial Private Limited (Wholly owned subsidiary of BNPL)
- Neobeam Agents Private Limited (Wholly owned subsidiary of BNPL)
- Nexus Vintrade Private Limited (Wholly owned subsidiary of BNPL)
- Rosewood Agencies Private Limited (Wholly owned subsidiary of BNPL)

v) Additional collateral security:-

- Property bearing Khata No. 146, Khasra No.2237M & 2238M, Mauza Sakarai Bangar, Mathura having area 0.4863 hectare
- Property bearing Khata No. 247, Khasra No.2238 (min), Mauza Sakarai Bangar, Mathura having area 0.890 hectare
- Property bearing Khata No. 8, Khasra No.2237 (min) & Khasra No. 2238 (min) Mauza Sakarai Bangar, Mathura having area 1.360 hectare and
- Property bearing Khata No.233, Khasra No.2238 (min) & Khasra No.2300 (min) Mauza Sakarai Bangar, Mathura having area 0.445 hectare owned by M/S Mayapur Commercial Private Limited. (Wholly owned Subsidiary)

	31st March 2016 Rs	31st March 2015 Rs
Unsecured Loans		
From Related Party	(0)	-
Barclays Investments & Loans India Limited***	7,50,00,000	-
Zuari Global Ltd (13.75%, Maturity - 18 Months)	16,08,00,000	21,08,00,000
Others		
Adventz Finance Private Limited (14.00%, Maturity - 18 Months)	20,00,00,000	20,00,00,000
	43,58,00,000	41,08,00,000
Less: Amount disclosed under the head Other Current Liabilities	11,25,00,000	29,83,00,000
	32,33,00,000	11,25,00,000
Total	1,05,60,52,553	73,57,97,545

***Secured by way of guarantee from one of the shareholders
Includes share of Joint Ventures amounting to Rs.7,50,38,875 (PY Rs.1,66,621/-)

	Non Current 31st March 2016 Rs	Current 31st March 2016 Rs	Non Current 31st March 2015 Rs	Current 31st March 2015 Rs
6. Other Liabilities				
Current maturities of long term borrowings	-	43,26,40,557	-	45,34,66,621
Others - Retention Money	3,69,10,185	60,42,004	3,09,35,105	75,26,641
Interest accrued but not due on loans and deposits	-	58,71,965	-	56,93,806
Interest Accrued and Due on ICD's	-	81,713	-	-
Interest accrued and due on borrowings	-	16,28,324	-	21,61,312
Advances from Customers	-	18,52,19,915	-	23,65,67,613
Earnest Money Deposit	-	1,31,250	-	-
Statutory Dues	-	54,53,801	-	61,20,727
Other Payables	-	28,91,168	-	24,39,499
Total	3,69,10,185	63,99,60,696	3,09,35,105	71,39,76,218

Includes share of Joint Ventures amounting to Rs.6,78,85,807/- (PY Rs.3,45,50,804/-)

7. Provisions

	Long-term 31st March 2016 Rs	Short-term 31st March 2016 Rs	Long-term 31st March 2015 Rs	Short-term 31st March 2015 Rs
Provision for employee benefits				
Gratuity	26,02,024	1,41,134	21,33,036	51,614
Leave encashment	-	17,36,050	14,64,296	3,15,050
	26,02,024	18,77,184	35,97,332	3,66,664
Others provisions				
Provision for current tax	-	87,861	-	-
	-	87,861	-	-
Total	26,02,024	19,65,045	35,97,332	3,66,664

Includes share of Joint Ventures amounting to Rs.87,861/- (PY Rs.NIL)



Zuari Infracore India Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

8. Short term borrowings

	31st March 2016 Rs	31st March 2015 Rs
Secured - From Banks		
Short term loan from Bank		
Overdraft Facility from Axis Bank, Kolkata (13.25%, Secured against mortgage of land & receivables)	1,06,52,078	74,92,910
Term Loan from National Bank of Fujairah PSC (4.235%, Secured by SBLC provided by SBI Branch - India against the Lien on Rs 15 Cr FMP by Zuari Infracore India Limited & first and paramount charge on specific land provided by Zuari Global limited)	71,64,49,500	
Term Loan from National Bank of Fujairah PSC (13.25%, Secured by SBLC provided by Bank of Bahrain & Kuwait, B.S.C, Branch - India)		21,27,72,500
Term Loan from Bank of Bahrain & Kuwait, B.S.C, Branch - India (4.2346%, Loan provided in USD against the Security of Fixed Deposit in INR)	-	14,46,85,300
	72,71,01,578	36,49,50,710

Includes share of Joint Ventures amounting to Rs.1,06,52,078 (PY Rs.74,92,910)

Unsecured

	31st March 2016 Rs	31st March 2015 Rs
Adventz Investment Company Private Limited	12,50,000	5,00,000
Adventz Finance Private Limited	62,50,000	25,00,000
Adventz Securities Enterprises Limited	13,25,000	7,50,000
Adventz Securities Trading Pvt Ltd (Loan1)	-	12,50,000
Adventz Securities Trading Pvt Ltd (Loan 2)	-	17,50,000
Mr. Saroj Kumar Poddar	-	6,25,000
Saroj Poddar Foundation	-	16,25,000
The Panch Valley Coal Company Limited	7,50,000	7,50,000
Magnitude Infrastructure Pvt. Ltd.	19,00,000	19,00,000
Kolkata Knowledge City Pvt. Ltd.	10,62,500	-
Interglas India Pvt. Ltd.	1,75,000	-
Aditya Birla Finance Limited	-	7,50,00,000
Total	1,27,12,500	8,66,50,000
	73,98,14,078	45,16,00,710

Includes share of Joint Ventures amounting to Rs.1,27,12,500 (PY Rs.8,66,50,000)

	Non Current 31st March 2016 Rs	Current 31st March 2016 Rs	Non Current 31st March 2015 Rs	Current 31st March 2015 Rs
9. Trade payables				
Due to Others	-	15,08,27,363	-	9,19,07,825
Total	-	15,08,27,363	-	9,19,07,825

Includes share of Joint Venture amounting to Rs.56,85,834 (PY: NIL)



Zuari Infracore India Limited
Notes to Consolidated Financial Statements for the year ended 31 March 2016

10.1 Tangible assets

Particulars	Computers	Furniture & Fittings	Leasehold Improvement	Motor Car	Temporary Structures	Office Equipments	Total
As at 31.03.2015	37,28,930	49,96,736	95,70,591	9,45,720	17,04,550	41,44,900	2,50,91,426
Additions during the year	2,94,457	17,62,900	4,93,277	-	-	20,85,069	46,35,703
Disposals during the year	68,741	-	-	-	-	1,31,875	2,00,616
Exchange differences	-	-	-	-	-	-	-
Borrowing Costs	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-
As at 31.03.2016	39,54,646	67,59,636	1,00,63,868	9,45,720	17,04,550	60,98,094	2,95,26,514
Depreciation							
As at 31.03.2015	26,70,235	15,55,444	5,03,505	4,48,297	16,19,292	15,54,124	83,50,897
Charge for the year	4,97,361	6,70,537	11,59,588	84,067	33	11,58,234	35,69,819
Deductions during the year	65,303	-	-	-	-	73,374	1,38,677
Adjustments	-	-	-	-	-	-	-
As at 31.03.2016	31,02,292	22,25,981	16,63,093	5,32,364	16,19,325	26,38,984	1,17,82,039
Net block							
As at 31.03.2015	10,58,696	34,41,292	90,67,086	4,97,423	85,258	25,90,776	1,67,40,530
As at 31.03.2016	8,52,354	45,33,655	84,00,775	4,13,356	85,225	34,59,110	1,77,44,475



Zuari Infracore India Limited
Notes to Consolidated Financial Statements for the year ended 31 March 2016

10.2 Intangible assets

Particulars	Software	Total
Gross block		
As at 31.03.2015	37,16,237	37,16,237
Additions during the year	8,76,755	8,76,755
Disposal during the year	-	-
As at 31.03.2016	45,92,992	45,92,992
Amortization		
As at 31.03.2015	26,87,849	26,87,849
Charge for the year	5,00,723	5,00,723
Deductions		
As at 31.03.2016	31,88,571	31,88,571
Net block		
As at 31.03.2015	10,28,388	10,28,388
As at 31.03.2016	14,04,421	14,04,421

Depreciation for the year is allocated as under	March -2016	March -2015
Debited to Project	31,39,165	12,98,722
Debited to Profit & Loss A/c	9,31,375	46,18,950
Total	40,70,541	59,17,672



Zuari Infracore India Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

11. Non-Current Investments

	31st March 2016 Rs	31st March 2015 Rs
Investment - ICICI Prudential Fixed Maturity plan Series (77-1473 Days Plan C) (5,000,000 units @ Rs.10 per unit) under lien for the SBLC facility from SBI.	5,00,00,000	-
Investment - ICICI Prudential Fixed Maturity plan Series (78-1130 Days Plan T) (10,000,000 units @ Rs.10 per unit)	10,00,00,000	-
Investment - ICICI Prudential Fixed Maturity plan Series (78-1156 Days Plan T) (5,000,000 units @ Rs.10 per unit)	5,00,00,000	-
Investment - SBI Debt Fund Series B-17(1100 Days) (10,000,000 units @ Rs.10 per unit) under lien for the SBLC facility from SBI.	10,00,00,000	-
Investment - SBI Debt Fund Series B-36(1131 Days) (8,500,000 units @ Rs.10 per unit)	8,50,00,000	-
(Aggregate fair value(net asset value) as at the year end 31-Mar-2016 is Rs.39,68,80,500/-)		
Total	38,50,00,000	-

12. Deferred tax assets

Difference between tax depreciation and depreciation/amortisation charged for the financial reporting	23,30,222	35,75,516
Gross deferred tax assets	23,30,222	35,75,516
Less: Deferred tax assets (net) not recognised by the subsidiary or a Joint venture	-	-
Net deferred tax liabilities/(assets)	-23,30,222	-35,75,516

Includes Share of Joint Venture amounts to Rs.92,872/- (PY: NIL)

13. Loans and Advances - Unsecured

	Non Current 31st March 2016 Rs	Current 31st March 2016 Rs	Non Current 31st March 2015 Rs	Current 31st March 2015 Rs
Security deposits				
Secured, considered good				
(a) Advance to vendors (Secured by Bank Guarantee)	-	-	-	-
Unsecured, considered good				
(a) Security Deposit - Other Govt Departments	63,93,384	10,93,929	63,27,683	35,95,249
(b) Loans and advances to related parties	-	3,21,750	-	-
Sub Total	63,93,384	14,15,679	63,27,683	35,95,249
Includes share of Joint Ventures amounting to Rs.5,13,387 (PY Rs.1,75,936)				
Advances recoverable in Cash or Kind				
Unsecured, considered good				
Advances to Vendors	10,03,26,193	44,72,30,812	6,39,60,556	65,92,08,247
Sub Total	10,03,26,193	44,72,30,812	6,39,60,556	65,92,08,247
Includes share of Joint Ventures amounting to Rs.3,10,08,349 (PY Rs.2,59,97,232)				



Zuari Infracore India Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

Other Loans and Advances

	Non Current 31st March 2016 Rs	Current 31st March 2016 Rs	Non Current 31st March 2015 Rs	Current 31st March 2015 Rs
Unsecured, considered good				
Loans to employees	4,07,490	-	4,40,826	-
Advances to Employees	-	89,183	-	5,79,658
MAT credit entitlement	50,55,003	-	27,65,050	-
Advance income tax (net of provision for income tax)	1,53,36,829	-	-	-
Prepaid expenses	-	1,25,71,721	-	1,71,215
Cenvat Credit entitlement	-	41,51,977	-	34,25,709
Tax Deducted at Source - Receivable	-	73,610	1,14,76,387	73,610
Others	-	3,07,521	-	-
Sub Total	2,07,99,323	1,71,94,011	1,46,82,263	42,50,192
Includes share of Joint Ventures of Rs.43,32,218 (PY Rs.35,04,477)				
Total	12,75,18,899	46,58,40,502	8,49,70,502	66,70,53,688

14. Other Assets

(Unsecured, considered good unless stated otherwise stated)

	Non Current 31st March 2016 Rs	Current 31st March 2016 Rs	Non Current 31st March 2015 Rs	Current 31st March 2015 Rs
Interest Accrued on Fixed Deposits with Bank	-	76,46,684	-	54,53,187
Other receivables	-	2,809	-	47,597
Unbilled Revenue	-	25,57,54,007	-	25,05,25,247
Expense recoverable	-	12,10,746	-	-
PY Capital Assets Held for Sale(Net of Provision of Rs 5,00,000 Against Book value)	-	-	-	34,46,930
Preliminary Expenses	-	-	5,574	49,174
Total	-	26,46,14,246	5,574	25,95,22,135
Includes share of Joint Venture amounting to Rs.2,809 (PY Rs.1,02,342)				

15. Current Investments - Non Trade

Investments in Mutual Funds

Quoted Mutual Funds (Valued at lower of cost and fair value, unless stated otherwise)

IDFC-Money Manager Fund -Treasury Plan (No. of Units - 45,50,294.404)

Kotak Treasury Advantage Fund (No. of Units - 1,42,53,222.092)

	31st March 2016 Rs	31st March 2015 Rs
	-	10,00,00,000
	-	14,36,69,628
Total	-	24,36,69,628



Zuari Infracore India Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

16. Inventories (valued at lower of cost and net realisable value)

	31st March 2016 Rs	31st March 2015 Rs
Work In Progress (Including cost of land and project construction and development expenses)	2,05,95,67,239	1,17,98,31,709
Total	2,05,95,67,239	1,17,98,31,709

It Includes share of Joint ventures of Rs.28,04,54,381/- (P.Y.22,17,73,215)

17. Trade receivables

Unsecured considered good

Outstanding for a period exceeding six months from the due date

- Related parties

Other Trade receivables

- Related parties

- Others

	31st March 2016 Rs	31st March 2015 Rs
	2,74,37,897	1,47,66,838
	-	3,86,39,486
Total	2,74,37,897	5,34,06,324

18. Cash and bank balances

Cash and cash equivalents

a. Balances with banks

- On Current accounts

- On Deposits accounts with original maturity of less than 3 months

b. Cash on hand

Other bank balances

Deposits with more than 3 Months but Less than 12 months maturity

	31st March 2016 Rs	31st March 2015 Rs
	21,51,81,349	6,47,29,702
	28,49,937	96,00,000
	65,697	6,75,273
Sub Total	21,80,96,982	7,50,04,975
	19,34,78,562	44,10,13,619
Sub Total	19,34,78,562	44,10,13,619
Total	41,15,75,544	51,60,18,594

Includes share of Joint Ventures Rs.16,26,957
(PY Rs.42,19,601)

19. Revenue from operations

Revenue from operations

Sales

Development Management Fees

Other operating revenues

Transfer Fees

Revenue from operations

	31st March 2016 Rs	31st March 2015 Rs
	24,48,40,658	50,77,60,202
	1,36,90,719	5,55,00,584
	-	8,38,422
Revenue from operations	25,85,31,377	56,40,99,208



Zuari Infracore India Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

20. Other income

	31st March 2016 Rs	31st March 2015 Rs
Interest Income on		
Income Tax Refund	-	3,084
Bank deposits	4,28,36,602	1,14,17,790
Intercorporate loans	-	46,55,942
Miscellaneous Income	50,52,068	1,04,73,125
Dividend Income on		
Current investments (Non Trade)	7,34,693	30,18,832
Profit on Sale of current Investments - Mutual Fund	41,30,396	-
Rent Income	-	40,817
Total	5,27,53,759	2,96,09,590

Includes share of Joint Ventures amounting to Rs. 1,25,061 (PY Rs.41,527)

21. Project Construction & Development Expenses

	31st March 2016 Rs	31st March 2015 Rs
Construction Work-in-progress		
Inventory at the beginning of the year	1,17,98,31,710	99,02,87,007
Less : Transfer to other current assets	-2,91,584	-
Less : Transfer on account of recovery	-	-5,70,418
Add: Expenses Incurred during the year	1,15,47,68,523	65,90,50,526
Less : Inventory at the end of the year	2,05,95,67,240	1,17,98,31,710
	27,47,41,409	46,89,35,405
Expenses Incurred during the year		
Architect Fees & Drawing Expenses	3,05,64,317	3,37,84,962
Project Approval Cost	64,33,533	18,70,920
Land Development Expenses	2,08,96,662	7,15,38,656
Civil Work & Project Development expense	47,97,88,039	29,58,03,428
Infrastructure Development expense	5,92,98,363	39,66,779
External Development Charges - MVDA	1,15,00,000	15,48,292
Direct Material (Supplies by contractor)	30,35,541	1,17,26,631
Consultancy & Professional Fees	18,25,70,251	2,57,85,728
Guarantee Commission on Secured Loan	22,56,165	22,50,000
Project Staff costs	3,11,31,438	4,58,49,774
Business Promotion	9,62,449	34,892
Commission on Sale of Villa & Plots	3,10,510	3,91,793
Site Security	41,75,369	21,55,021
Property Taxes	36,04,353	2,37,823
Motor Car Expenses	1,48,208	1,71,576
Rent	6,00,621	5,10,092
Miscellaneous Expenses - Project	58,76,533	1,60,25,974
Travelling & Conveyance	4,34,922	6,50,761
Depreciation	31,39,165	12,98,722
Sub Total	84,67,26,439	51,54,01,823
Add:- Borrowing Cost incurred during the year	30,80,42,084	14,36,48,703
Total	1,15,47,68,523	65,90,50,526



Zuari Infracore India Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

22. Employee benefit expense

	31st March 2016	31st March 2015
	Rs	Rs
Salaries, wages and bonus	2,94,43,617	5,65,69,670
Contribution to provident and other funds	28,23,798	19,88,243
Gratuity	5,58,509	71,510
Staff welfare expenses	38,36,209	59,73,290
Sub Total	3,66,62,133	6,46,02,713
	3,11,31,438	4,56,49,774
Total	55,30,695	1,89,52,939

Less:- Transferred to Project Construction and Development expenses

Includes share of Joint Ventures amounting to Rs.3,318
(PY Rs.6,969)

23. Other expenses

	31st March 2016	31st March 2015
	Rs	Rs
Rent	16,13,967	56,53,655
Rates and taxes	1,73,076	7,64,055
Insurance	31,225	14,117
Repairs and maintenance		
Buildings	4,92,211	1,893
Others	7,23,359	18,38,341
Bank Charges	83,359	54,541
Commission	87,12,448	67,05,855
Consultancy & Professional Fees	-	1,71,432
Preliminary Expenses written off	43,600	3,98,490
Loss on disposal of Assets	49,501	13,81,869
Payment to Auditors	8,15,128	7,41,782
Publicity & Sales Promotion Expenses - Advertisement	87,95,230	2,54,01,169
Communication and Internet Charges	3,94,974	7,55,179
Facility Management expenses	2,88,750	-
Recruitment expenses	7,46,769	11,96,189
Legal & Professional Charges	12,51,164	67,35,901
Travelling & Conveyance	6,82,578	24,82,955
Fees & Stamp Duty on increase of Authorised Share Capital	-	12,69,219
Printing and Stationery	11,696	3,096
Misc Expenses	54,72,510	47,71,918
Total	3,03,81,545	6,03,41,654

Includes share of Joint Ventures amounting to Rs.4,92,797 (PY Rs.5,81,723)

24. Depreciation and amortisation expense

	31st March 2016	31st March 2015
	Rs	Rs
Depreciation of tangible assets	9,27,457	45,29,036
Amortization of intangible assets	3,919	89,914
Total	9,31,375	46,18,950

Includes share of Joint Ventures amounting to Rs.2,09,548
(PY Rs.1,34,091)

25. Finance costs

	31st March 2016	31st March 2015
	Rs	Rs
Interest on Borrowings	25,32,49,791	15,81,76,133
Other Borrowing Costs	6,91,73,041	22,03,461
Interest on Income Tax	-	39,035
Sub Total	32,24,22,832	16,04,18,629
	30,80,42,084	14,36,48,703
Total	1,43,80,748	1,67,69,927

Less:- Transferred to Project Construction and Development Expenses



1. Basis for preparation of accounts

The Consolidated Financial Statements relate to Zuari Infracore India Limited (hereinafter referred to as the "Company") and its Subsidiary companies and Joint Venture, (collectively hereinafter referred to as the "ZUIL Group"). These financial statements have been prepared to comply in all material respects with the accounting standards notified under the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on an accrual basis.

Statement of significant accounting policies

I) Basis of classification of Current and Non Current

These financial statements have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the notified accounting standards by Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on going concern basis, under the historical cost convention and on accrual basis, and complying with Schedule III of the Companies Act, 2013.

All Assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. As the Company is engaged in developing a residential project and its phase 1 is in advance stage of completion, the normal operating cycle is based on the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has ascertained its operating cycle as one year for the purpose of current – non-current classification of assets and liabilities.

II) Use of Estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainty about the assumptions and estimates could result in the outcomes requiring material adjustments to the carrying amounts of assets and liabilities in future period.



III) Principles of Consolidation

In the preparation of these Consolidated Financial Statements, investments in Subsidiaries and Joint Venture entities have been accounted for in accordance with AS 21(Accounting for Consolidated Financial Statements), and AS –27 (Financial Reporting of Interests in Joint Ventures) respectively "notified under the Companies (Accounting Standards) Rules, 2014". The Consolidated Financial Statements have been prepared on the following basis-

- i) Subsidiary companies have been consolidated on a line-by-line basis by adding together the book values of the like items of assets, liabilities, income and expenses, after eliminating all significant intra-group balances and intra-group transactions and also unrealized profits or losses.
- ii) Interests in the assets, liabilities, income and expenses of the Joint Ventures have been consolidated using proportionate consolidation method. For the purpose of proportionate consolidation, consolidated financial statements of the Joint Ventures and their subsidiaries have been used. Intra group balances, transactions and unrealized profits/losses have been eliminated to the extent of the Group's proportionate share.
- iii) The difference of the cost to the Company of its investment in Subsidiaries and Joint Ventures over its proportionate share in the equity of the investee company as at the date of acquisition of stake is recognized in the financial statements as Goodwill or Capital Reserve, as the case may be.
- iv) As far as possible, the consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented, to the extent possible, in the same manner as the Company's standalone financial statements. Differences if any in accounting policies have been disclosed separately.
- v) The financial statements of the group entities used for the purpose of consolidation are drawn up to same reporting date as that of the Company i.e. year ended March 31, 2016.



IV) Tangible Fixed Assets

Fixed assets are stated at historical cost less accumulated depreciation / amortization and impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the Statement of Profit and Loss for the year during which such expenses are incurred.

V) Depreciation

- i) Depreciation on Fixed Assets (other than as stated in para (ii) to (iii) below) is provided using the Straight Line Method as per the useful lives of the fixed assets as estimated by the management which are equal to the useful lives as stated under Schedule II of the Companies Act, 2013.
- ii) Leasehold improvements are being depreciated over the respective lease period.
- iii) In case of the company and ZIIL Group, depreciation on assets used for the projects has been considered as a part of construction and development cost.

Details about useful life of each category of assets are as follows

Name of the Assets	Year Ending 31.03.2016 Useful Life
Office Equipments	5 years
Computers and Servers	3 and 6 years
Temporary Structure	Over a period of 5 years
Leasehold Improvements	Over the lease period of 11 years
Plant and Machinery	8 years
Furniture & Fittings	8 years

Depreciation is calculated after retaining 5% residual value.

Depreciation on assets used for the project has been considered part of project construction and development cost



VI) Goodwill

Goodwill represents the difference between the ZIIL Group's share in the net worth of the investee company and the cost of acquisition at the time of making the investment. For this purpose, the Group's share of net worth of the investee company is determined on the basis of the latest financial statements on historical cost of that company available at the date of acquisition, after making necessary adjustments for material events between the date of such financial statements and the date of respective acquisition.

VII) Intangibles Assets

Intangible assets acquired separately are measured on initial recognition at cost. They are amortized on a straight-line basis over the estimated useful economic life (three years). All intangible assets are assessed for impairment whenever there is an indication that they may be impaired.

VIII) Impairment

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 impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount.

IX) Inventories

Inventories (comprising Land under Development and Construction Work-in-Progress) are stated at lower of cost and net realizable value. Cost includes expenses, net of taxes recoverable, specifically attributable to construction and development of property intended for sale.

X) Investments

Investments that are readily realisable and intended to be held for not more than a year from the date on which such investments are made are classified as current investments. All other investments are classified as long-term investments. On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in the value made to recognise a decline other than temporary in the value of the investments. On disposal of investments, the difference between the carrying amount and net disposal proceeds is charged to the statement of profit and loss.



XI) Retirement and other Employee Benefits

- i) Retirement benefit in the form of Provident Fund is a defined contribution scheme and the contributions are charged to the Profit and Loss statement of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable under the scheme.
- ii) Gratuity liability under the Payment of Gratuity Act are defined benefit obligations and are provided for on the basis of actuarial valuation on projected unit credit method, made at the end of each financial year. The gratuity liability is not funded.
- iii) Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation made at the end of each financial year. The actuarial valuation is done as per projected unit credit method.
- iv) Actuarial gains/losses are immediately taken to profit and loss statement and are not deferred

XII) Foreign Currency Translation

Foreign Currency transactions and balances

i) Initial recognition:

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

ii) Conversion :

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

iii) Exchange Differences:

Exchange differences arising on the settlement of monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

Exchange differences arising on a monetary item that, in substance, form part of the Group's net investment in a non-integral foreign operation is accumulated in a foreign currency translation reserve in the financial statements until the disposal of the net investment, at which time they are recognized as income or as expenses.



iv) Forward exchange contracts entered into to hedge foreign currency risk of an existing asset/ liability:

The premium or discount arising at the inception of forward exchange contracts is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of Profit and Loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognized as income or as expense for the year.

v) Translation of Integral and Non – Integral Foreign Operation :

The financial statements of an integral foreign operation are translated as if the transactions of the foreign operation have been those of the company itself.

In translating the financial statements of a non-integral foreign operation for incorporation in financial statements, the assets and liabilities, both monetary and non-monetary, of the non-integral foreign operation are translated at the closing rate; income and expense items of the non-integral foreign operation are translated at exchange rates at the dates of the transactions and all resulting exchange differences are accumulated in a foreign currency translation reserve until the disposal of the net investment.

On the disposal of a non-integral foreign operation, the cumulative amount of the exchange differences which have been deferred and which relate to that operation are recognized as income or as expenses in the same period in which the gain or loss on disposal is recognized.

XIII) Leases

Where the Company is the lessee:

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term.

Where the Company is lessor:

Leases in which the company (within the ZIIL Group) does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in fixed assets. Lease income on an operating lease is recognized in the statement of profit and loss on a straight line basis over the lease term. Costs, including depreciation, are recognized as an expense in the Statement of Profit and Loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the statement of profit and loss.



XIV) Accounting for taxes

Tax Expense comprising current tax and deferred tax are recognised in the Profit and Loss Statement for the year. Current tax is the amount of income tax determined to be payable in respect of taxable income as computed under the tax laws.

Certain items of income and expenditure are not reported in tax returns and financial statements in the same period for the purpose of determining the current tax. The net tax effect calculated at the current enacted tax rates of this timing difference is reported as deferred income tax asset/liability. The effect on deferred tax assets and liabilities due to change in such assets/liabilities as at the end of previous accounting period and due to a change in tax rates are recognised in the income statement of the period.

When there is unabsorbed losses/depreciation deferred tax asset is recognised if there is virtual certainty of realisation. MAT credit is recognised as an asset tax only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

XV) Revenue Recognition

i) Revenue is recognized in relation to the under construction units, to the extent it is probable that the economic benefits will flow to the Company demonstrated by way of an Agreement for Sale (AFS) and when the buyer's investment is adequate enough to demonstrate a commitment to pay.

The Revenue from sale of residential properties is recognized on the "percentage of completion method". Percentage of completion is determined on the basis of entire project costs incurred including the land cost, borrowing costs and construction and development costs to total estimated project cost, where the actual construction and development cost is 25 percent or more of the total estimated construction and development cost. Where the total cost of a contract, based on technical and other estimates is expected to exceed the corresponding contract value, such expected loss is provided for.

ii) Income in respect of service contracts which are in the nature of fees for specified periods are recognized proportionately over the specified period.

Income in respect of service contracts which are based on the corresponding project costs/profits are recognized when actual construction work commences and there are no significant uncertainties as to the underlying projects and the corresponding costs are incurred or profits are earned by the customers.

iii) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

iv) Dividend is recognized as and when the right to receive payment is established.



XVI) Borrowing Cost

Borrowing costs includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition, construction of development property/asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost such time the property is ready for its intended use . All other borrowing costs are expensed in the period they occur.

XVII) Provisions & Contingent liabilities

A provision is recognized when an enterprise has a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimates required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and are adjusted to reflect the current best estimates.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements

XVIII) Earnings per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to the equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

XIX) Cash and Cash Equivalents

Cash and cash equivalents in the cash flow statement comprises cash at bank and in hand and short term investments with original maturity periods of three months or less.



2. NOTES ON ACCOUNTS**2.1 List of Subsidiaries and Joint Ventures considered for consolidation**

a. Following Subsidiaries have been consolidated on line by line basis:

Name of the Company	Country of Incorporation	Proportion of Ownership Interest as at March 31, 2016	Proportion of Ownership Interest as at March 31, 2015
Zuari Infra Middle East Limited [based on consolidated financial statements of its subsidiaries as given in Note 27 (c) below]	UAE	100.00%	100.00%

b. Following Joint Ventures have been consolidated on proportionate basis:

Name of the Company	Country of Incorporation	Proportion of Ownership Interest as at March 31, 2016	Proportion of Ownership Interest as at March 31, 2015
Brajbhumi Nirmaan Private Limited [based on consolidated financial statements of its subsidiaries as given in Note 27 (d) below]	India	25%	25%
Pranati Niketan Private Limited	India	25%	25%
Darshan Nirmaan Private Limited	India	25%	25%

c. The information relating to the subsidiary of Zuari Infra Middle East Limited is given below

Name of the Company	Country of Incorporation	Proportion of Ownership Interest as at March 31, 2016	Proportion of Ownership Interest as at March 31, 2015*
SJM Elysium Properties LLC	UAE	100.00%	

Note: Shareholding includes 51% held by a nominee shareholder as per the Shareholders Agreement dated 18/08/2014. As per this agreement the group has complete management. Hence, this company has been considered as a subsidiary with 100% interest and accordingly consolidated. The paid up share capital corresponding to the 51% interest has been included under other current liabilities.

* Consideration was paid on 21st Dec 2015 after project structuring got finalized, so the consolidation is happening this year.



- d. The information relating to the subsidiaries of Brajbhumi Nirma Private Limited are given below:

Name of the Company	Country of Incorporation	Proportion of Ownership Interest as at March 31, 2016	Proportion of Ownership Interest as at March 31, 2015
Rosewood Agencies Private Limited	India	100.00%	100.00%
Neobeam Agents Private Limited	India	100.00%	100.00%
Mayapur Commercial Private Limited	India	100.00%	100.00%
Nexus Vintrade Private Limited	India	100.00%	100.00%
Bahubali Tradecomm Private Limited	India	100.00%	100.00%
Hopeful Sales Private Limited	India	100.00%	100.00%
Divine Realdev Private Limited	India	100.00%	100.00%
Kushal Infraproperty Private Limited	India	100.00%	100.00%
Beatle Agencies Private Limited	India	100.00%	100.00%
Suhana Properties Private Limited	India	100.00%	100.00%
Saket Mansions Private Limited	India	100.00%	100.00%
Murari Enclave Private Limited (100% subsidiary of Rosewood Agencies Private Limited) Ceased to be subsidiary w.e.f 29/03/16	India	Nil	100.00%
Damodar Enclave Private Limited (100% subsidiary of Neobeam Agents Private Limited) Ceased to be subsidiary w.e.f 16/12/15	India	Nil	100.00%
Natwar Enclave Private Limited (100% subsidiary of Mayapur Commercial Private Limited) Ceased to be a subsidiary w.e.f 29/03/16	India	Nil	100.00%
Banibihari Enclave Private Limited (100% subsidiary of Nexus Vintrade Private Limited) Ceased to be a subsidiary w.e.f 29/3/16	India	Nil	100.00%



2.2 Lien on Mutual Fund / Fixed Deposits given by parent company in favor of banks on behalf of Subsidiary:

Particulars	As at March 31, 2016 (Rs.)	As at March 31, 2015 (Rs.)
Zuari Infra Middle East Limited	15,00,00,000	35,74,57,800

2.3 Goodwill appearing in the financial statements denotes the goodwill in respect of subsidiaries joint ventures acquired by the parent company and the proportionate share of the Group in the goodwill appearing in the consolidated financial statements as per details given below.

Company	As on 31 st March 2016 (Rs.)	As on 31 st March 2015 (Rs.)
Brajbhumi Nirmaan Private Limited	16,02,95,847	16,02,95,847
Pranati Niketan Private Limited	36,477	36,477
Darshan Nirmaan Private Limited	36,108	36,108
Zuari Infra Middle East Limited	58,74,575	Nil
Total	16,58,48,027	16,03,68,432

2.4 Employee Benefits

The present value of the obligations on account of gratuity and leave encashment is determined based on actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional units of benefit entitlement and measures each unit separately to build up the final obligations. The following data for the parent company are based on the report of the Actuary.

PARTICULARS	GRATUITY (Non Funded)	LEAVE ENCASHME NT (Non - Funded)	GRATUITY (Non Funded)	LEAVE ENCASHME NT (Non- Funded)
	As on 31st March, 2016		As on 31st March, 2015	
A Economic Assumptions				
1 Discount Rate (per annum)	7.46%	7.46%	8.00%	8.00%
2 Rate of Increase in future salary	9.00%	9.00%	9.00%	9.00%
B Expenses recognized in the statement of Profit & Loss Account for the year ended March, 2016				
1 Current Service Cost	10,35,177	7,01,780	10,94,866	10,93,765
2 Interest cost	1,74,772	1,22,169	95,198	66,752
3 Expected return on plan assets	-	-	-	-
4 Net actuarial (gain) / loss recognized during the year	(6,51,440)	(7,28,218)	(63,168)	(3,75,096)



ZUARI INFRAWORLD INDIA LIMITED

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5	Total Expense	5,58,509	95,731	11,26,896	7,85,421
C Net Asset / Liability recognized in the Balance Sheet					
1	Present value of the obligation	27,43,159	16,22,841	21,84,650	15,27,110
2	Fair value of plan assets	-	-	-	-
3	Funded status surplus / (deficit)	(27,43,159)	(16,22,841)	(21,84,650)	(15,27,110)
4	Unrecognized past service cost	-	-	-	-
5	Net Asset / (Liability) recognized in the Balance Sheet	(27,43,159)	(16,22,841)	(21,84,650)	(15,27,110)
D Change in Present value of the Obligation during the year ended March 31, 2016					
1	Present value of the obligation as at April 1, 2015	21,84,650	15,27,110	10,57,754	7,41,689
2	Current Service Cost	10,35,177	7,01,780	10,94,866	10,93,765
3	Interest cost	1,74,772	1,22,169	95,198	66,752
4	Benefits paid	-	-	-	-
5	Benefit transfer-in	-	-	-	-
6	Actuarial (gain) / loss on obligation	(6,51,440)	(7,28,218)	(63,168)	(3,75,096)
7	Present value of obligations as at March 31, 2016	27,43,159	16,22,841	21,84,650	15,27,110

Details of provision for gratuity benefits as at 31st March, 2016:

Particulars	2015-2016	2014-2015	2013-2014	2012-2013	2011-2012
Defined benefit obligation	27,43,159	21,84,650	10,57,754	5,51,105	3,48,136
Fair value of plan assets	-	-	-	-	-
Plan assets / (liability)	(27,43,159)	(21,84,650)	(10,57,754)	(5,51,105)	(3,48,136)
Experience (gain)/loss on obligation	(6,51,440)	(63,168)	(62,142)	(15,607)	11,412
Experience (gain)/loss on plan assets	-	-	-	-	-

29. Earnings Per Share (EPS):

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Profit / (Loss) after taxation as per Statement of Profit and Loss	(15,920,630)	26,969,693
Number of shares used in computing earnings per share – Basic and Diluted	46,550,000	46,550,000
Earnings per share - Basic and diluted (in Rupees)	(0.34)	0.58
Face value per share (in Rupees)	10.00	10.00



30. Operating Lease

The Parent Company has obtained office premise on an 11 year operating lease.

The total lease rentals recognized in the Statement of Profit and Loss & inventory for the year are Rs.16,13,967 & Rs 46,96,280 respectively (31 March, 2015: Rs.56,53,655). The future lease payments of operating lease of parent company are as follows:

<u>Minimum Lease Rentals payable</u>	<u>31.03.2016</u> <u>(Rs)</u>	<u>31.03.2015</u> <u>(Rs)</u>
Within one year	49,66,308	49,66,308
Later than one year but less than five years	5,06,38,584	5,16,64,428
Later than five year	6,13,83,375	5,69,27,232

The joint venture companies have obtained office premises on operating leases. The agreements are further renewable at the option the companies. These leases are cancellable in nature. The total lease payments in respect of such leases recognized in the Statement of Profit and Loss for the year are Rs.6,00,621/- (Previous year Rs.5,10,092)

The joint venture company has given office premises on operating lease for the period of three years. In all the cases, the agreements are further renewable at the option of the joint venture company. All these leases are cancellable in nature. There is no escalation clause in the respective lease agreements. The total lease income received in respect of such leases recognized in the Statement of Profit and Loss for the year is Rs. NIL (Previous year Rs. 43,170/-).

- 31.** In respect of one of the Joint Venture Brajbhumi Nirman Private Limited, during the previous year ,Mathura Vrindavan Development Authority (MVDA) has charged fee of Rs. 5,21,93,196/- on the Brajbhumi Nirman Private Limited and its wholly owned subsidiaries to obtain the approval of the project. On 31-3-2015 the company has paid Rs.61,93,169/- and during the current year, it has paid Rs. 4,60,00,000/- and obtained the approval of the project.

32. Payment to Auditors

	<u>31.03.2016</u> <u>(Rs)</u>	<u>31.03.2015</u> <u>(Rs)</u>
Statutory Audit Fees	7,03,683	8,64,492
Tax Audit Fees(paid to previous auditors)	40,512	26,966
Others–Out of pocket expenses	48,002	31,670
Certification fees	22,900	2,23,596



33. Related party disclosures under Accounting Standard – 18, Related Party Disclosures

a. The list of Related Parties as identified by the management is as under:

i) Holding Company:-

1. Zuari Global Limited

ii) Fellow Subsidiaries Companies:-

1. Zuari Management Services Limited
2. Simon India Limited
3. Zuari Investment Limited
4. Zuari Agro Chemicals Limited

iii) Joint Ventures :-

1. Darshan Nirman Pvt Ltd
2. Pranathi Nikethan Pvt Ltd
3. Brajbhumi Nirman Pvt Ltd

iv) Key Management Personnel of the ZIL's Group

- 1 Mr. Alok Banerjee, Chief Executive Officer of the Parent Company

v) Relative of director and director of holding company

1. Mr. Saroj Kumar Poddar



b. Following transactions were carried out with related parties in the ordinary course of business:

Sl. No.	Transaction Details	Year Ended 31st March, 2016				
		Holding Company	Fellow Subsidiaries	Joint Ventures	Key Management Personnel	Relative of Director & Director of Holding Company
1	Payment made on their behalf					
	Brajbhumi Nirmaan Private Limited			(6,91,656)		
2	Payment made on our behalf					
	Zuari Management Services Limited		(1,19,030)			
	Zuari Agro Chemicals Limited		158,977 (-)			
	Zuari Investments Limited		7,325 (-)			
3	Purchase on Investments					
	Brajbhumi Nirmaan Private Limited			(17,95,50,000)		
	Pranati Niketan Private Limited			(75,000)		
	Darshan Nirmaan Private Limited			(75,000)		
4	Service Charges / Management Fees Paid					
	Zuari Management Services Limited		1,250,000 (22,42,790)			
	Zuari Investments Limited		4,188,299 (18,35,000)			
5	Service Charges / Management Fees Received/receivable					
	Brajbhumi Nirmaan Private Limited			1,35,00,000 (1,35,00,000)		
6	Repayment of ICD's / loans / advances					
	Zuari Global Limited	50,000,000 (11,00,00,000)				
7	Interest paid/payable on ICD received					
	Zuari Global Limited	20,396,837 (3,24,89,931)				



ZUARI INFRAWORLD INDIA LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF ZUARI INFRAWORLD INDIA LIMITED FOR THE FINANCIAL YEAR 2015-16

8	Interest received/receivable on ICD given					
	Brajbhumi Nirmaan Private Limited				(3,53,988)	
9	Reimbursement of Employee Compensation received					
	Brajbhumi Nirmaan Private Limited				47,86,197 (31,67,253)	
10	ICD converted to equity					
	Brajbhumi Nirmaan Private Limited				(1,12,50,000)	
11	Preference Share capital Investment by					
	Mr. Saroj Kumar Poddar (Rs.7 crores Share Capital and Rs.63 crores Share Premium)					150,000,000 (70,00,00,000)
12	Managerial Remuneration					
	Mr. Alok Banerjee				8,946,225 (82,10,342)	

Note:

1. Figures in the bracket relates to the previous year.
2. Figures relating to Joint Ventures are after elimination.

c. Balance outstanding at the year end	<u>31-03-16</u>	<u>31-03-15</u>
Unsecured Loan		
- ICD form Holding Company (ZGL)	16,08,00,000	21,08,00,000
Payables		
- Zuari Global Limited	1,000	2,00,000
- Simon India Limited	36,92,844	36,92,844
- Zuari Investments Limited	14,84,500	18,42,480
- Zuari Management Services Limited	-	72,693
- Zuari Global Limited (By ZIMEL)	396,726	
Receivable		
- Brajbhumi Nirmaan Private Limited	27,437,897	14,766,838



ZUARI INFRAWORLD INDIA LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF ZUARI INFRAWORLD INDIA LIMITED FOR THE FINANCIAL YEAR 2015-16

34. Additional information, as required under Schedule III of the Companies Act, 2013, enterprises consolidated as subsidiary and Joint venture.

Sl. No.	Name of the Entity in the	Net Assets i.e., Total Assets minus total liabilities as at March 31, 2016		Share of profit & loss		Net Assets i.e., Total Assets minus total liabilities as at March 31, 2015		Share of profit & loss	
		As % of Consolidated Net Assets	Amount	As % of Consolidated Profit & Loss	Amount	As % of Consolidated Net Assets	Amount	As % of Consolidated Profit & Loss	Amount
	Parent Subsidiaries								
	Indian								
1	Zuari Infra Middle East Limited	(.005%)	(71,03,590)	(11.52%)	(18,35,355)	0.05%	5,88,281	1.51%	4,08,175
	Joint Ventures								
	Indian								
1	Brajbhumi Nirmaan Private Limited	9.45%	12,30,11,285	(4.30%)	(6,84,405)	9.91%	12,36,95,691	(1.92%)	(517,990)
2	Pranati Niketan Private Limited	(.0019%)	(24,774)	(.05%)	(8,421)	0.0013%	(16,352)	(0.02%)	(5,045)
3	Darshan Nirmaan Private Limited	(.004%)	(49,951)	(.05%)	(8,048)	0.0013%	(16,153)	(0.02%)	(4,875)



35. i) The Company has not entered into any forward exchange contracts to hedge foreign currency risk.

ii) Unhedged foreign currency exposures as at the Balance Sheet Date:

Nature of Exposure	Currency	Outstanding amount in foreign currency	Outstanding amount in foreign currency
		31.03.2016	31.03.2015
Balances with banks on current accounts	AED	-	1,195,758
	INR	-	20,353,958
Claims Receivables	AED	-	1,032,571
	INR	-	17,517,165
Trade Payable	AED	7,508,017	2,063,118
	INR	12,83,53,197	35,000,000
Inter Corporate Deposit	AED	360,000	360,000
	INR	60,92,402	6,127,848

36. Additional information pursuant to the provisions of paragraph 5 of part II of the Schedule II of the Companies Act, 2013:

Expenditure in foreign currency (on accrual basis) Rs. 25,202,115 (previous year Rs. 39,592,713) relating to the parent company. The details of foreign currency expenditure are as below:

	<u>31.03.2016</u> (Rs.)	<u>31.03.2015</u> (Rs.)
Architect fees for Goa project	20,349,998	29,532,345
Sponsorship & Promotions	1,386,694	212,590
Consultancy Fees	-	2,049,900
Legal Fees	-	4,103,509
Foreign Travel	3,465,423	3,694,369
TOTAL	25,202,115	39,592,713

37. **Advances Recoverable in Cash or Kind**

(a) It includes Rs. 1,18,42,237/- (Previous Year Rs.19,594,323/-) on account of brokerage & sales commission paid by the parent company to an agency for services, on gross sale consideration receivable from customers. As per the agreement, in the event of non-completion of sale transaction, such commission is refundable by the agency. The commission paid is charged to the Statement of Profit & Loss as and when revenue is recognized.



(b) Under the Development Management Agreement, the Agency is entitled to a percentage of income calculated in the manner specified under the agreement. The Parent Company has made advance payments aggregating to Rs. 63,960,556 (Previous Year. 63,960,556) till 31.03.2016. The amount will be adjusted in the year when the agency becomes entitled to share of income or will be recovered as per the agreement.

38. Segment Reporting

The Group and the jointly controlled entities operates in only one primary segment (business) i.e. Real estate which consists of development of properties and rendering development management services.

Secondary segment report is based on geographical location of customers. The following is the distribution of the company's operating income by geographical markets and segment assets which can be attributed to customers in such markets.

Operating Income	2015-2016	2014-2015
-India	25,76,78,441	56,40,99,208
-Rest of the world	Nil	Nil
Segment assets		
-India	3,06,85,08,783	2,76,59,77,046
-Rest of the world	86,07,67,672	42,02,13,973

39. Capital and other commitment

In case of the Parent company estimated amount of contracts remaining to be executed on project construction and development account- Rs.503,966,647/- (Previous Year Rs. 12,44,8,57,078). For Subsidiaries company its Rs 378,047,151/- (PY Rs. 363,331,978)

40. There are no vendors who are micro, small or medium enterprises, as defined under the Micro, Small and Medium Enterprises Development Act, 2006 who have notified the Parent company and Joint venture companies. Accordingly, no disclosures are made in this regard.

41. Contingent Liabilities

- i). Claims against the Parent Company not acknowledged as debts – NIL.
- ii). Dividend on cumulative preference shares of Parent Company – Rs. 67,58,197/- (PY Rs. 12,71,507)



- previous year has not been prepared in the absence of comparative figures in the financial statements for the year ended 31st March 2015.
43. Figures pertaining to the subsidiaries and joint ventures have been reclassified wherever considered necessary to bring them in line with the Company's financial statement. Figures reported with respect to the joint ventures represent the ZILL Group's proportionate share only.
44. Previous year figures have been reclassified wherever necessary to confirm to current year classification.


As per our report of even date

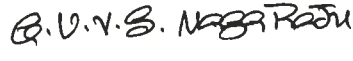
For and on behalf of the Board of Director


For **VARMA & VARMA**
Chartered Accountants
FRN 004532S


N. Suresh Krishnan
Director


V.K. Sinha
Director


K.P. Srinivas
Partner
M.No.208520


G U V S Nagaraju
Chief Financial Officer


Pritam Das Mohapatra
Company Secretary

Place : Gurgaon
Date : 05.05.2016

Place : Gurgaon
Date : 05.05.2016

