

ON COURSE

Taking on Challenges

Annual Report **2016-17**

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Chairman's Statement



Dear Shareholders,

The extended downturn in the oil sector continues to impact our drilling business for the third consecutive year. However, our existing contracts with ONGC, continue to perform with high efficiency and commendable safety standards. We have also been able to meet all our statutory commitments and mandatory industry certification.

Our standing with our stakeholders continues to be high. Besides our commitment to safety, environment and corporate social responsibilities, we are strongly motivated to the Indian Government's "Make in India" programme and have taken several initiatives in this field.

Though ONGC remains a strong market for our operations with an existing tender under evaluation and promise of a new tender in the offing, JDIL has embarked on developing opportunities to deploy rigs outside ONGC as well. Our Directional Drilling and Mud logging divisions have also had a good run with ONGC, OIL, GAIL and GSPC and are well poised to take a larger slice of the market share in the upcoming tenders.

Our employees most of whom have grown with the Company are our richest assets. They have stood by us in spite of difficult times and the Company is grateful to their contributions.

I would also like to extend my sincere gratitude to all board members and our stakeholders for the continued support.

Thanking you,

D P JINDAL

BOARD OF DIRECTORS

D. P. Jindal Chairman
Raghav Jindal
K. K. Khandelwal
Vijay Kaushik
Saroj Bhartia
Hemant Kumar Khanna Whole Time Director

AUDIT COMMITTEE

K. K. Khandelwal Chairman
D. P. Jindal
Vijay Kaushik

CFO

Pawan Kumar Rustagi

COMPANY SECRETARY

Rajeev Ranjan

AUDITORS

G. Sanyal & Co.
Chartered Accountants
New Delhi

BANKERS

State Bank of India
Standard Chartered Bank
ICICI Bank Limited

REGISTERED OFFICE

Pipe Nagar, Village Sukeli, N.H. 17, B.K.G. Road,
Taluka-Roha, Distt. Raigad, Maharashtra - 402126

CORPORATE OFFICE

Plot No. 30, Institutional Sector-44
Gurgaon-122 002, Haryana

HEAD OFFICE

2nd Floor, 5 Pusa Road, New Delhi-110 005

MUMBAI OFFICE

3rd Floor, Keshava Building,
Bandra Kurla Complex,
Bandra (East), Mumbai-400 051

OFFSHORE DRILLING

Rigs and Directional Drilling Equipments operating in Mumbai Offshore.
Mud-logging operations Onshore & Offshore.



Member: International Association of Drilling Contractors, Houston, Texas, USA

DIRECTORS' REPORT

To the Members,

Your Directors present the 33rd Annual Report along with Audited Financial Statements of the Company for the year ended 31st March, 2017.

FINANCIAL RESULTS

	(₹ in crore)	
	2016-17	2015-16
Revenue from Operations	371.60	319.74
Other Income	26.17	30.48
Total Income	397.77	350.22
Profit before Tax	23.69	49.06
Less: Provision for Tax		
Current	7.52	14.97
Deferred	(0.80)	2.27
Profit after Tax	16.97	31.82
Other Comprehensive Income	(1.06)	2.91
Total Comprehensive Income	15.91	34.73

INDIAN ACCOUNTING STANDARDS (Ind AS)

In accordance with the notification issued by the Ministry of Corporate Affairs (MCA), your Company is required to prepare Financial Statements under Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Accounting Standards) Amendment Rules, 2016 with effect from 1st April 2016. Ind AS has replaced the existing Indian GAAP prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014.

Accordingly, the Company has adopted Indian Accounting Standard ("Ind AS") with effect from 1st April 2016 with the transition date of 1st April 2015 and the Financial Statements for the year ended 31st March, 2017 have been prepared in accordance with Ind AS. The Financial Statements for the year ended 31st March, 2016 have been restated to comply with Ind AS to make them comparable.

The MCA notification also mandates that Ind AS shall be applicable to Subsidiary Companies, Joint Venture or Associates of the Company.

The effect of the transition from Indian GAAP to Ind AS has been explained by way of a reconciliation in the Standalone Financial Statements and Consolidated Financial Statements.

DIVIDEND

Your Directors are pleased to recommend dividend of ₹ 0.50/- (i.e. 10%) per equity share of ₹ 5/- each, for the year ended 31st March, 2017, subject to the approval of the members at the ensuing Annual General Meeting.

TRANSFER TO RESERVES

During the year, no amount is proposed to be transferred to the General Reserves.

RESULTS OF OPERATIONS

Total income of the Company during the year was ₹ 397.77 crore as against ₹ 350.22 crore in the previous year. The profit before tax during the year was ₹ 23.69 crore as against ₹ 49.06 crore in the previous year. Profit after tax was ₹ 16.97 crore as against ₹ 31.82 crore in the previous year.

During the year, the Company deployed Rig "Rowan Louisiana" under contract with ONGC for a period of 3 years, which commenced its operations in May, 2016. Further, Rig 'Discovery 1' has been dehiored on 30th January, 2017 on the expiry of contract period of five years with ONGC. Also, the Company was operating Sixteen Directional Drilling units along with split units on call and eleven Mud logging units.

CONSOLIDATED FINANCIAL STATEMENTS

In accordance with the provisions of Section 129(3) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014, the Company has prepared Consolidated Financial Statements as per Indian Accounting Standard Ind AS-110 on Consolidated Financial Statements read with Ind AS-27 on Interest in Joint Ventures. The Audited Consolidated Financial Statements along with Auditor's Report thereon form part of this Annual Report.

JOINT VENTURE COMPANIES

Your Company has two Joint Venture Companies namely, Discovery Drilling Pte. Ltd.(DDPL), Singapore and Virtue Drilling Pte. Limited (VDPL), Singapore.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

Shri Dharam Pal Jindal, Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. A brief profile has been provided in the notice of the Annual General Meeting.

Shri Raghav Jindal ceased to be the Managing Director of the Company on 31st December, 2016 on expiry of his term. However, he continues as Non-Executive Director of the Company.

Shri Hemant Kumar Khanna was appointed as an Additional Director as well as Whole-Time Director of the Company for a period of five years w.e.f 1st January, 2017 so he ceased to be the Chief Executive Officer of the Company on 31st December, 2016. He is also designated as Key Managerial Person in the capacity of Whole-Time Director in place of Chief Executive Officer.

Brief resume of Directors who was proposed to be appointed/ re-appointed is furnished in the Explanatory Statement to the notice of Annual General Meeting.

All Independent Directors of the Company have given declaration that they meet the criteria of independence as laid down under Section 149 (6) of the Companies Act, 2013 and Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the year, the Non-Executive Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees and reimbursement of expenses incurred by them for the purpose of attending meetings of the Company.

Pursuant to the provisions of Section 203 of the Companies Act, 2013, the Key Managerial Personnel of the Company are Shri Hemant Kumar Khanna, Whole-Time Director, Shri Pawan Kumar Rustagi, Chief Financial Officer and Shri Rajeev Ranjan, Company Secretary.

BOARD MEETINGS

During the year 2016-17, 7 (Seven) meetings of the Board of Directors were held. The details of meetings are given in the Corporate Governance Report, which forms part of this report.

BOARD EVALUATION

The Board of Directors has carried out the Annual performance evaluation of its own, Board Committees and Individual Directors pursuant to the provisions of the Companies Act, 2013 and the Corporate Governance requirements as prescribed under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The performance of the Board was evaluated by the Board after seeking inputs from all the Directors on the basis of the criteria such as Board composition and structures, effectiveness of Board processes, information and functioning etc.

The performance of the Committees was evaluated by the Board after seeking inputs from the Committee members on the basis of the criteria such as composition of Committees, effectiveness of Committee meetings etc.

The Board and the Nomination and Remuneration Committee reviewed the performance of the Individual Directors on the basis of the criteria such as contribution of the Individual Director to the Board and Committee meetings.

Also in a separate meeting of Independent Directors, performance of Non-Independent Directors, Board as a whole and the chairman was evaluated, taking into account the views of Executive Director and Non-Executive Directors.

POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Company's policy on Directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of Directors and other matters provided in Section 178(3) of the Companies Act, 2013 has been disclosed in the Corporate Governance report, which forms part of the Directors' Report.

RISK MANAGEMENT

Adequate measures have been adopted by the Company to anticipate, plan and mitigate the spectrum of risks it faces. All working sites are analyzed to minimize risks associated with protection of environment, safety of operations and health of people at work and monitored regularly with reference to statutory regulations and guidelines. Improving work place safety continued to be top priority at working sites. The Company's business operations are exposed to a variety of financial risks such as market risks (foreign exchange risk, internal rate risk and price risk), Liquidity risk etc.

The Board has approved the Risk Management Policy of the Company and has authorized the Audit Committee to implement and monitor the Risk Management plan for the Company and also identify and mitigate the various elements of risks, if any, which in the opinion of the Board may threaten the existence of the Company.

INTERNAL FINANCIAL CONTROLS

As per the provisions of Section 134(5)(e) of the Companies Act, 2013 the Company has in place adequate Internal Financial Controls with reference to the Financial Statements. Audit Committee periodically reviews the adequacy of internal financial controls.

During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 134(5) of the Companies Act, 2013, your Directors state:

- (i) that in the preparation of the Annual Accounts for the year ended 31st March, 2017, the applicable accounting standards had been followed and there are no material departures;
- (ii) that the accounting policies selected and applied are consistent and the judgments and estimates made 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 financial year and of the profit of the Company for that period;
- (iii) that 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;
- (iv) that the Annual Accounts for the year ended 31st March, 2017 have been prepared on a going concern basis;
- (v) that the Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- (vi) that the Directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

EXTRACT OF ANNUAL RETURN

As required under Section 92(3) of the Companies Act, 2013 the extract of the Annual Return in the prescribed form MGT-9 is annexed with this Report.

AUDIT COMMITTEE

The Audit Committee of the Company consists of Shri K K Khandelwal, Chairman, Shri D. P. Jindal and Shri Vijay Kaushik as its other members. The terms of reference are in conformity with the requirements of Section 177 of the Companies Act, 2013 and Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

VIGIL MECHANISM

The Company has adopted a Whistle blower policy and has established the necessary Vigil Mechanism for Directors and employees to report concerns about unethical behavior, actual or suspected fraud or violation of the Company's Code of conduct. The said policy has been disclosed on the Company's website under the web link <http://jindal.com/jdil/pdf/Vigil-Mechanism-JDIL.pdf>

CORPORATE SOCIAL RESPONSIBILITY

The Corporate Social Responsibility Committee has formulated a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, monitoring the implementation of the framework of the CSR Policy and recommending the amount to be spent on CSR activities, which has been approved by the Board. The CSR Policy may be accessed on the website of the Company.

The Annual Report on CSR activities in the format prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014 is appended as Annexure to this Report.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The particulars of loans, guarantees and investments have been disclosed in the Standalone Financial Statements of the Company.

CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All contracts/ arrangements/transactions entered into by the Company with the related parties during the year were in the ordinary course of business and on an arm's length basis.

Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014 are appended in Form AOC-2 as Annexure to this Report.

CORPORATE GOVERNANCE REPORT

Corporate Governance Report along with Auditors' Certificate complying with the conditions of Corporate Governance as stipulated in Regulation 27 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, has been annexed as a part of this Annual Report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

A detailed analysis of your Company's performance is discussed in the Management Discussion and Analysis Report which forms part of this Annual Report.

INFORMATION UNDER THE SEXUAL HARRASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has constituted an Internal Complaint Committee under Section 4 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the year no complaint was filed before the said Committee.

AUDITORS

Mr. G. Sanyal & Co., Chartered Accountants, were appointed as Statutory Auditors of the Company from the conclusion of 30th Annual General Meeting of the Company held on 26th September, 2014 till the conclusion of 35th Annual General Meeting, subject to the ratification of their appointment at every Annual General Meeting. M/s. G Sanyal & Co; Chartered Accountants have expressed their unwillingness to continue as Statutory Auditors of the Company from the conclusion of the ensuing Annual General Meeting.

M/s. Kanodia Sanyal & Associates, Chartered Accountants, have agreed to be appointed as Statutory Auditors of the Company. They have further confirmed that the said appointment, if made, would be within the prescribed limits under Section 141(3)(g) of the Companies Act, 2013 and that they are not disqualified for appointment.

The Audit Committee has recommended the appointment of M/s. Kanodia Sanyal & Associates, Chartered Accountants (Firm Registration No. 008396N) as the Statutory Auditors of the Company, to hold office from the conclusion of the 33rd Annual General meeting until the conclusion of the 38th Annual General Meeting of the Company subject to ratification by members at every Annual General Meeting.

The observations of the Auditors are explained wherever necessary in the appropriate Notes on Accounts. The Auditors' Report does not contain any qualification, reservation or adverse remark.

SECRETARIAL AUDIT

The Board has appointed Mr. Namo Narain Agarwal, (FCS No. 234) Company Secretary in practice to conduct Secretarial Audit for the financial year ended 31st March, 2017. The Secretarial Audit Report for the year ended 31st March, 2017 is annexed herewith as an annexure to this Report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

FIXED DEPOSITS

The Company has not accepted any deposits from Public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of the Balance Sheet.

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

The information in accordance with the provisions of Section 134(3)(m) of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 is annexed hereto.

PARTICULARS OF EMPLOYEES

Particulars of employees, as required under Section 197(12) of the Companies Act, 2013 (Act) read with Rules 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is annexed with this report.

Particulars of employees, as required under Section 197(12) of the Companies Act, 2013 (Act) read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, forms part of this report. However, in pursuance of Section 136(1) of the Act, this report is being sent to the shareholders of the Company excluding the said information. The said information is available for inspection by the members of the Company at the registered office of the Company during working hours up to the date of the Annual General Meeting. Any member interested in obtaining such information may write to the Company Secretary at the corporate office of the Company.

MATERIAL CHANGES & COMMITMENTS

No material changes and commitments, affecting the financial position of the Company have occurred after the end of the financial year ended 31st March, 2017 and till the date of this report.

ACKNOWLEDGEMENT

The Board expresses its grateful appreciation of the assistance and co-operation received from Central and State Governments, Clients viz. ONGCL, Oil India, GAIL, GSPC, Banks & Financial Institutions and Shareholders.

Your Directors wish to place on record their deep sense of appreciation for the devoted contribution made by the employees and associates at all levels.

For & on behalf of the Board

Place : Gurgaon
Dated : 14th August, 2017

D. P. JINDAL
Chairman

ANNEXURE TO DIRECTORS' REPORT

INFORMATION AS PER SECTION 134 (3) (m) OF THE COMPANIES ACT, 2013 READ WITH THE COMPANIES (ACCOUNTS) RULES, 2014 FORMING PART OF THE DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 2017

A. CONSERVATION OF ENERGY

- a) Steps taken or impact on conservation of energy:
 - Since the Company has not undertaken any production activity, hence not applicable.
- b) Steps taken by the Company for utilizing alternative sources of energy
 - Not Applicable
- c) Capital investment on energy conservation equipment's
 - Not Applicable

B. TECHNOLOGY ABSORPTION

- a) **Efforts made towards technology absorption:**
Total quality management has been the prime thrust area. The Company has been making consistent efforts for replacement of expatriate crew by training the Indian crew on the Rigs.
- b) **The benefits derived like product improvement, cost reduction, product development or import substitution:**
Offshore Drilling is import substitution business and results in foreign exchange savings, Import substitution of stores and spares to the maximum extent possible was undertaken by the Company on a regular basis.
- c) **Information regarding imported technology (Imported during last three years):**

a) the details of technology imported	Nil
b) the year of Import	Not Applicable
c) whether the technology has been fully absorbed	Not Applicable
d) if not fully absorbed, areas where absorption has not taken place and the reasons thereof	Not Applicable

- d) **The expenditure incurred on Research and Development Nil**

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

Total foreign exchange used and earned

Used	-	₹ 227.21 Crore
Earned*	-	₹ 376.30 Crore

* relates to payment received for sales and services rendered to oil sector and also the interest income from Joint Venture Companies.

FORM NO. AOC-2

[Pursuant to clause (h) of sub-section (3) of Section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014]

Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred in sub section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

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

(a)	Name(s) of the related party and the nature of relationship	NIL
(b)	Nature of contracts/ arrangements/ transactions	
(c)	Duration of the contracts/arrangement/ transactions	
(d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
(e)	Justification for entering into such contracts or arrangements or transactions	
(f)	Date of approval by the Board	
(g)	Amount paid as advances, if any	
(h)	Date on which the special resolution was passed in General meeting as required under first proviso to Section 188	

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

(a)	Name(s) of the related party and the nature of relationship	NIL
(b)	Nature of contracts/ arrangements/ transactions	
(c)	Duration of the contracts/arrangement/ transactions	
(d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
(e)	Date of approval by the Board	
(f)	Amount paid as advances, if any	

On behalf of the Board of Directors

Date : 14th August, 2017
Place : Gurgaon

D.P. Jindal
Chairman

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

[Pursuant to clause (o) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

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

The Board of Directors, on recommendation of the Corporate Social Responsibility Committee framed a Corporate Social Responsibility Policy which is posted on the Company's website. The Company proposes to adopt projects or programmes under one or more of the activities as prescribed under Schedule VII of the Companies Act, 2013, as recommended from time to time.

The Corporate Social Responsibility Policy is posted on the Company's Website [www.jindal.com](http://www.jindal.com/jdil/pdf/CSR%20Policy%20JDIL.pdf) on the following link <http://www.jindal.com/jdil/pdf/CSR%20Policy%20JDIL.pdf>.

2. **The Composition of the CSR Committee.** The Company has a CSR Committee of Directors comprising of Shri Raghav Jindal, Chairman of the Committee and Shri K K Khandelwal and Shri Vijay Kaushik as its other members.
3. **Average net profit of the Company for last three financial years - ₹ 5760.46 Lakhs**
4. **Prescribed CSR Expenditure (two per cent of the amount as in item 3 above) – ₹ 115.21 Lakhs**
5. **Details of CSR spent during the financial year**
 - (a) Total amount to be spent for the financial year – ₹ 115.21 Lakhs
 - (b) Amount unspent, if any – ₹ 39.21 Lakhs
 - (c) Manner in which the amount spent during the financial year is detailed below:

S. No.	CSR Project or Activity identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken.	Amount Outlay (Budget) project or programs wise (₹)	Amount spent on the projects or programs subheads : (1) Direct Expenditure (2) Overheads (₹)	Cumulative Expenditure upto the reporting period (₹)	Amount Spent : Direct or through implementing agency
1.	Providing Food support for Poor and meal for students at school	Eradicating hunger, poverty and malnutrition.	Delhi & NCR	246,000	246,000	246,000	Through BC Jindal Charitable Trust
2.	Providing Shelter and foods for Handicapped and old animals	Environmental Sustainability	Delhi & NCR	154,000	154,000	154,000	Through BC Jindal Charitable Trust
3.	Medical Facilities including Preventive Health Care	Health care including promoting preventive health care and sanitation	Kolkata	1,800,000	1,800,000	1,800,000	Through BC Jindal Charitable Trust
4.	Education facilities & Infrastructures	Promoting Education	Maharashtra, Kolkata, Delhi & NCR	5,400,000	5,400,000	5,400,000	₹ 45,00,000 Through BC Jindal Medical Welfare and Education Society, ₹ 8,00,000 Through BC Jindal Charitable Trust and ₹ 1,00,000 Direct
	Total CSR Spend			7,600,000	7,600,000	7,600,000	

6. Reasons for not spending two percent of the average net profit of the last three financial years or any part thereof on CSR.

To discharge Corporate Social Responsibility, the CSR Committee considered various proposals. To ensure that the contributions made by the Company are for deserving causes and are properly utilized, the CSR committee was still evaluating various proposals at the year end and it is very optimistic that it will make positive suggestions for greater CSR expenditure in the coming year.

7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.

We hereby declare that implementation and monitoring of the CSR policy are in compliance with CSR objectives and policy of the Company.

D. P. JINDAL
Chairman

RAGHAV JINDAL
Chairman, CSR Committee

Form No. MGT - 9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31st March, 2017

[Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i)	CIN:	L27201MH1983PLC233813
ii)	Registration Date	17th October, 1983
iii)	Name of the Company	Jindal Drilling & Industries Limited
iv)	Category/Sub-Category of the Company	Public Company/ Limited by Shares
v)	Address of the Registered Office and contact details	Pipe Nagar, Village Sukeli, N.H.-17 B.K.G. Road, Taluka-Roha, Raigad, Maharashtra- 402126 Tel: - 02194-238511 Fax: 02194-238513 Email: secretarial@jindaldrilling.in Website: www.jindal.com
vi)	Whether Listed Company	Yes
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	Alankit Assignments Limited, Alankit Heights, 1E/13, Jhandelwala Extension, New Delhi - 110 055 Phone: 011-23541234, 42541234 Fax: 011-42541967 e-mail: rta@alankit.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 and Description of main products / services	NIC Code of the Product/ service	% of total turnover of the Company
I	Drilling- Oil & Gas	191	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. N.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1	Discovery Drilling Pte. Ltd., 60 Anson Road, #18-03A, Mapletree Anson, Singapore-079914	NA	Associate	49.00%	2(6)
2	Virtue Drilling Pte. Ltd. 60 Anson Road, #18-03A, Mapletree Anson, Singapore-079914	NA	Associate	49.00%	2(6)

IV SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)
i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 1st April, 2016]				No. of Shares held at the end of the year [As on 31st March, 2017]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	459686	-	459686	1.58	459686	-	459686	1.58	-
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corporate	18005080	-	18005080	62.13	18092465	-	18092465	62.43	0.30
e) Banks / Fls	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub-total (A)(1)	18464766	-	18464766	63.71	18552151	-	18552151	64.01	0.30
(2) Foreign									
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corporate	-	-	-	-	-	-	-	-	-
d) Banks/ Fls	-	-	-	-	-	-	-	-	-
e) any other	-	-	-	-	-	-	-	-	-
Sub-Total (A)(2)	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1)+(A) (2)	18464766	-	18464766	63.71	18552151	-	18552151	64.01	0.30
B.Public Shareholding									
I. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / Fls	400	264	664	0.00	68518	264	68782	0.24	0.24
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt. (s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Foreign Portfolio Investors	21754	-	21754	0.08	10794	-	10794	0.04	-0.04
Sub-total (B)(I):-	22154	264	22418	0.08	79312	264	79576	0.28	0.20

Category of Shareholders	No. of Shares held at the beginning of the year [As on 1st April, 2016]				No. of Shares held at the end of the year [As on 31st March, 2017]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
2. Non-Institutions									
a) Bodies Corporate									
i) Indian	5843455	2178	5845633	20.17	5176484	2178	5178662	17.87	-2.30
ii) Overseas	-	2	2	0.00	-	2	2	0.00	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	1626826	119566	1746392	6.02	2324277	115208	2439485	8.42	2.40
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	1292137	-	1292137	4.46	1377204	-	1377204	4.75	0.29
c) Others (specify)									
Non Resident Indians	1283619	-	1283619	4.43	936484	-	936484	3.23	-1.20
Trusts	324225	-	324225	1.12	325225	-	325225	1.12	-
Clearing Members	1912	-	1912	0.01	92315	-	92315	0.32	0.31
Sub-total (B)(2):-	10372174	121746	10493920	36.21	10231989	117388	10349377	35.71	-0.50
Total Public Shareholding (B)=(B)(1)+ (B)(2)	10394328	122010	10516338	36.29	10311301	117652	10428953	35.99	-0.30
C.Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	28859094	122010	28981104	100	28863452	117652	28981104	100	-

ii) Shareholding of Promoters-

S. No.	Shareholder's Name	Shareholding at the beginning of the year [As on 1st April, 2016]			Shareholding at the end of the year [As on 31st March, 2017]			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Dharam Pal Jindal	37920	0.13	0	37920	0.13	0	-
2	D P Jindal (HUF)	40400	0.14	0	40400	0.14	0	-
3	Saket Jindal	174932	0.60	0	174932	0.60	0	-
4	Savita Jindal	14800	0.05	0	14800	0.05	0	-
5	Raghav Jindal	134368	0.46	0	134368	0.46	0	-
6	Shruti Raghav Jindal	32200	0.11	0	32200	0.11	0	-
7	Rachna Jindal	25066	0.09	0	25066	0.09	0	-

S. No.	Shareholder's Name	Shareholding at the beginning of the year [As on 1st April, 2016]			Shareholding at the end of the year [As on 31st March, 2017]			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
8	Odd & Even Trades & Finance Ltd.	852800	2.94	0	423185	1.46	0	-1.48
9	Jindal Global Finance & Investment Ltd.	5474148	18.89	0	5438148	18.76	0	-0.13
10	Stable Trading Co. Ltd.	1674168	5.78	0	3059168	10.56	0	4.78
11	Sudha Apparels Ltd.	5335000	18.41	0	4411000	15.22	0	-3.19
12	Crishpark Vincom Ltd.	4198350	14.49	0	4198350	14.49	0	-
13	Neptune Exploration & Industries Ltd.	470614	1.62	0	470614	1.62	0	-
14	Maharashtra Seamless Limited	NA	NA	NA	92000	0.32	0	0.32
	TOTAL	18464766	63.71	0	18552151	64.01	0	0.30

iii) Change in Promoters' Shareholding (please specify, if there is no change)

S.N.	Name of shareholders	Shareholding		Date of transaction	Increase / Decrease in shareholding during the year	Reason	Cumulative shareholding during the year	
		No of shares at the beginning of the year/at the end of the year	% of the Total Shares of the Company				No of shares	% of the Total Shares of the Company
1	Odd & Even Trades & Finance Ltd.	852800	2.94	1-Apr-2016	-	-	-	-
		-	-	20-Jan-2017	-4615	Market Sale	848185	2.93
		-	-	24-Jan-2017	-425000	Market Sale	423185	1.46
		423185	1.46	31-Mar-2017	-	-	-	-
2	Jindal Global Finance & Investment Ltd.	5474148	18.89	1-Apr-2016	-	-	-	-
		-	-	18-Jan-2017	-36000	Market Sale	5438148	18.76
		5438148	18.76	31-Mar-2017	-	-	-	-
3	Stable Trading Co. Ltd.	1674168	5.78	1-Apr-2016	-	-	-	-
		-	-	17-Jan-2017	924000	Market Purchase	2598168	8.97
		-	-	18-Jan-2017	36000	Market Purchase	2634168	9.09
		-	-	24-Jan-2017	425000	Market Purchase	3059168	10.56
		3059168	10.56	31-Mar-2017	-	-	-	-
4	Sudha Apparels Ltd.	5335000	18.41	1-Apr-2016	-	-	-	-
		-	-	17-Jan-2017	-924000	Market Sale	4411000	15.22
		4411000	15.22	31-Mar-2017	-	-	-	-
5	Maharashtra Seamless Limited	NA	NA	1-Apr-2016	-	-	-	-
		-	-	10-Aug-2016	92000	Market Purchase	92000	0.32
		92000	0.32	31-Mar-2017	-	-	-	-

There was no change in the shareholding of other Promoters during the year.

iv) Shareholding Pattern of top ten Shareholders: (other than Directors, Promoters and Holders of GDRs and ADRs)

S.N.	Name of shareholders	Shareholding		Date of transaction	Increase / Decrease in shareholding during the year	Reason	Cumulative shareholding during the year	
		No of shares at the beginning of the year/at the end of the year	% of the Total Shares of the Company				No of shares	% of the Total Shares of the Company
1	Bhagyalaxmi Finlease & Investment Pvt. Ltd.	1152400	3.98	01.04.2016		No Change		
		1152400	3.98	31.03.2017				
2	Babul Holdings Pvt. Ltd.	1032508	3.56	01.04.2016		No Change		
		1032508	3.56	31.03.2017				
3	Manju Agarwal	721368	2.49	01.04.2016		Transfer		
				09.12.2016	-50000		671368	2.32
		671368	2.32	31.03.2017				
4	Satellite Merchants Pvt. Ltd.	751276	2.59	01.04.2016		Transfer		
				31.03.2017	-751276		0	0.00
		0	0.00	31.03.2017				
5	Shilpa Agarwal	458413	1.58	01.04.2016		No Change		
		458413	1.58	31.03.2017				
6	Nirmal Kumar Bhantia	400000	1.38	01.04.2016		Transfer		
				08.07.2016	-200000		200000	0.69
				30.12.2016	-200000		0	0.00
		0	0.00	31.03.2017				
7	Seminary Tie Up Pvt Ltd. (Earlier-Felex Enterprises Pvt. Ltd., Amalgamated)	263678	0.91	01.04.2016		Transfer		
				27.05.2016	-2530		261148	0.90
				03.06.2016	2530		263678	0.91
				17.06.2016	1605		265283	0.92
				05.08.2016	1640		266923	0.92
				19.08.2016	650		267573	0.92
				26.08.2016	200		267773	0.93
				02.09.2016	2200		269973	0.93
				20.09.2016	4		269977	0.93
				30.09.2016	-2337		267640	0.92
				07.10.2016	3174		270814	0.94
				14.10.2016	58		270872	0.94
				21.10.2016	735		271607	0.94
				28.10.2016	-186		271421	0.94
				11.11.2016	1271		272692	0.94
				18.11.2016	-721		271971	0.94
				25.11.2016	-2629		269342	0.93
				09.12.2016	3629		272971	0.94
				30.12.2016	-1146		271825	0.94
				06.01.2017	524		272349	0.94
				13.01.2017	622		272971	0.94
				17.02.2017	148		273119	0.94
				24.02.2017	36		273155	0.94
				03.03.2017	16		273171	0.94
				10.03.2017	-150		273021	0.94
				17.03.2017	48		273069	0.94
				24.03.2017	2981		276050	0.95
				31.03.2017	4		276054	0.95
		276054	0.95	31.03.2017				
8	Charu Agarwal	342429	1.18	01.04.2016		Transfer		
				09.12.2016	-24715		317714	1.10
				16.12.2016	-10000		307714	1.06
				03.03.2017	-85795		221919	0.77
9	Shankar Jha	221919	0.77	31.03.2017		No Change		
		324225	1.12	31.03.2017				
10	Jai Krishna Saraf	310000	1.07	01.04.2016		No Change		
		310000	1.07	31.03.2017				

S.N.	Name of shareholders	Shareholding		Date of transaction	Increase / Decrease in shareholding during the year	Reason	Cumulative shareholding during the year	
		No of shares at the beginning of the year/at the end of the year	% of the Total Shares of the Company				No of shares	% of the Total Shares of the Company
11	Motilal Oswal Securities Ltd.- Derivatives Margin	465264	1.61	01.04.2016	-	-	-	-
				01.04.2016	115	Transfer	465379	1.61
				08.04.2016	-115	Transfer	465264	1.61
				15.04.2016	54	Transfer	465318	1.61
				22.04.2016	34	Transfer	465352	1.61
				29.04.2016	2360	Transfer	467712	1.61
				06.05.2016	6369	Transfer	474081	1.64
				13.05.2016	-4090	Transfer	469991	1.62
				20.05.2016	59	Transfer	470050	1.62
				27.05.2016	-1991	Transfer	468059	1.62
				03.06.2016	759	Transfer	468818	1.62
				10.06.2016	7298	Transfer	476116	1.64
				17.06.2016	-4967	Transfer	471149	1.63
				24.06.2016	-2057	Transfer	469092	1.62
				30.06.2016	-2081	Transfer	467011	1.61
				01.07.2016	2250	Transfer	469261	1.62
				08.07.2016	-3028	Transfer	466233	1.61
				15.07.2016	-252	Transfer	465981	1.61
				22.07.2016	6542	Transfer	472523	1.63
				05.08.2016	-469793	Transfer	2730	0.01
				12.08.2016	451249	Transfer	453979	1.57
				19.08.2016	-451000	Transfer	2979	0.01
				26.08.2016	457654	Transfer	460633	1.59
				02.09.2016	-2707	Transfer	457926	1.58
				09.09.2016	907	Transfer	458833	1.58
				14.09.2016	-1028	Transfer	457805	1.58
				20.09.2016	3149	Transfer	460954	1.59
				30.09.2016	3918	Transfer	464872	1.60
				07.10.2016	-4755	Transfer	460117	1.59
				14.10.2016	3240	Transfer	463357	1.60
				21.10.2016	-454342	Transfer	9015	0.03
				28.10.2016	455992	Transfer	465007	1.60
				04.11.2016	-2370	Transfer	462637	1.60
				11.11.2016	-2927	Transfer	459710	1.59
				18.11.2016	552	Transfer	460262	1.59
				25.11.2016	3226	Transfer	463488	1.60
				09.12.2016	-597	Transfer	462891	1.60
				16.12.2016	-700	Transfer	462191	1.59
				23.12.2016	-241858	Transfer	220333	0.76
				30.12.2016	941	Transfer	221274	0.76
				06.01.2017	4149	Transfer	225423	0.78
				13.01.2017	-930	Transfer	224493	0.77
				20.01.2017	-214645	Transfer	9848	0.03
				27.01.2017	210293	Transfer	220141	0.76
				03.02.2017	635	Transfer	220776	0.76
				10.02.2017	-129	Transfer	220647	0.76
				17.02.2017	4016	Transfer	224663	0.78
				24.02.2017	1358	Transfer	226021	0.78
				03.03.2017	-2732	Transfer	223289	0.77
				10.03.2017	628	Transfer	223917	0.77
				17.03.2017	2765	Transfer	226682	0.78
				24.03.2017	-3829	Transfer	222853	0.77
				31.03.2017	1246	Transfer	224099	0.77
		224099	0.77	31.03.2017				
12	Indico Prefab and Allied Industries LLP	294660	1.02	01.04.2016	-	-	-	-
				10.03.2017	115466	Transfer	179194	0.62
				17.03.2017	129194	Transfer	50000	0.17
				31.03.2017	679138	Transfer	729138	2.52
		729138	2.52	31.03.2017				

v) Shareholding of Directors and Key Managerial Personnel:

Name of the Director/ KMPs	Shareholding at the Beginning of the year (1st April, 2016)		Cumulative Shareholding During the Year (31st March, 2017)	
	No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
Dharam Pal Jindal - Chairman				
At the beginning of the year	37,920	0.13	37,920	0.13
At the end of the year	-	-	37,920	0.13
Raghav Jindal - Director				
At the beginning of the year	134,368	0.46	134,368	0.46
At the end of the year	-	-	134,368	0.46
Krishna Kumar Khandelwal - Director				
At the beginning of the year	1,650	0.00	1,650	0.00
Sold on 27-Apr-2016	1,650	0.00	0	0.00
At the end of the year	-	-	0	0.00
Vijay Kaushik - Director				
At the beginning of the year	-	-	-	-
At the end of the year	-	-	-	-
Saroj Bhartia - Director				
At the beginning of the year	1000	0.00	1000	0.00
At the end of the year	-	-	1000	0.00
Hemant Kumar Khanna - Whole Time Director*				
At the beginning of the year	NA	NA	-	-
At the end of the year	-	-	-	-
Rajeev Ranjan - Company Secretary				
At the beginning of the year	-	-	-	-
At the end of the year	-	-	-	-
Pawan Kumar Rustagi - CFO				
At the beginning of the year	-	-	-	-
At the end of the year	-	-	-	-

* Appointed as Whole Time Director w.e.f. 1st January, 2017

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment

(₹ In Lakhs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	1015.21	7711.27	-	8726.48
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	1015.21	7711.27	-	8726.48
Change in Indebtedness during the financial year				
- Addition	5716.90	-	-	5716.90
- Reduction	-	6695.58	-	6695.58
Net Change	5716.90	-6695.58	-	-978.68
Indebtedness at the end of the financial year				
i) Principal Amount	6732.11	1000.00	-	7732.11
ii) Interest due but not paid	-	15.69	-	15.69
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	6732.11	1015.69	-	7747.80

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-
A. Remuneration to Managing Director, Whole-time Director and/or Manager:

(₹ In Lakhs)

S.N.	Name	Name of MD/WT/ Manager		Total Amount
		Shri Raghav Jindal (MD)*	Shri Hemant Kumar Khanna (WTD)**	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-Tax Act, 1961	112.52	3.60	116.12
	(b) Value of perquisites u/s 17(2) of the Income-Tax Act, 1961	0.40	-	0.40
	(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			
	Provident Fund:	0.16	-	0.16
	Total (A)	113.08	3.60	116.68

* Ceased as Managing Director on 31st December, 2016 upon expiry of his term, however, continues as Non-Executive Director of the Company.

** Appointed as Whole-Time Director and also designated as KMP of the Company w.e.f. 1st January, 2017.

B. Remuneration to other Directors

(₹ In Lakhs)

S.N.	Particulars of Remuneration	Name of Directors					Total Amount
		Mr. D.P. Jindal	Mr. Raghav Jindal*	Mr. Vijay Kaushik	Mr. K.K. Khandelwal	Smt. Saroj Bhartia	
1	Independent Directors						
	Fee for attending Board/ Committee meetings	-	-	4.30	4.30	2.60	11.20
	Commission	-	-	-	-	-	-
	Others, please specify	-	-	-	-	-	-
	Total (1)	-	-	4.30	4.30	2.60	11.20
2	Other Non-Executive Directors	-					
	Fee for attending Board/ Committee meetings	4.20	1.00	-	-	-	5.20
	Commission	-	-	-	-	-	-
	Others, please specify	-	-	-	-	-	-
	Total (2)	-	-	-	-	-	-
	Total (B)=(1+2)	4.20	1.00	4.30	4.30	2.60	16.40
	Total Managerial Remuneration **						133.08

* Ceased as Managing Director on 31st December, 2016 upon expiry of his term, however, continues as Non-Executive Director of the Company.

** Total managerial remuneration to Managing Director, Whole-Time Directors and other Directors (being total of A and B)

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

(₹ In Lakhs)

S.N.	Particulars of Remuneration	Key Managerial Personnel				
		Mr. Hemant Kumar Khanna,		Mr. Pawan Kumar Rustagi,	Mr. Rajeev Ranjan,	Total Amount
		Chief Executive Officer*	Whole Time Director*	Chief Financial Officer	Company Secretary	
1	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-Tax Act, 1961	12.04	3.60	25.15	8.44	45.19
	(b) Value of perquisites u/s 17(2) of the Income-Tax Act, 1961	0.47	-	-	0.34	0.81
	(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: Provident Fund	-	-	0.22	0.22	0.44
	Total	12.51	3.60	25.37	9.00	46.44

* Resigned as CEO on 31st December, 2016 and appointed as Whole-Time Director/ KMP of the Company w.e.f. 1st January, 2017.

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					
Punishment					
Compounding					
B. DIRECTORS					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

SECRETARIAL AUDIT REPORT**FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2017**

[Pursuant to Section 204(I) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Jindal Drilling & Industries Ltd.,
Pipe Nagar, Village Sukeli,
NH 17, BKG Road, Taluka-Roha,
District Raigad-402126,
Maharashtra

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Jindal Drilling & Industries Ltd. (hereinafter called 'the Company'). 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 audit period covering the financial year ended on 31st March, 2017 (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;
- (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;
- (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, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014- (Not applicable to the Company during the Audit Period);
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008- (Not applicable to the Company during the Audit Period);
 - (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);
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; (Not applicable to the Company during the Audit Period) and
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- (vi) Management has, in its Representation Letter, identified and confirmed the applicability and compliance of all laws as being specifically applicable to the company, relating to Labour / Pollution/ Environment/ Production Process etc. apart other general laws.

I have also examined compliance with the applicable clauses of the mandatory Secretarial Standards issued by the Institute of Company Secretaries of India and found the same having been generally complied with.

During the period under review, the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines, standards, etc. mentioned above.

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 provisions of the Act.

Adequate Notice is given to all Directors at least seven days in advance to schedule the Board meetings. Agenda and detailed notes on agenda are also sent 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.

All decisions at Board meetings and Committee meetings are carried out unanimously as recorded in the Minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

I further report that, based on review of compliance mechanism established by the Company and on the basis of compliance certificates issued by the Company Executives and taken on record by the Board of Directors and Audit Committee at their meetings, 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 state that this report is to be read alongwith the following-

1. Maintenance of secretarial record 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. Where ever 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.

Date : 14th August, 2017

Place : New Delhi

Namo Narain Agarwal
Company Secretary in Practice
CP No.3331, FCS No. 234

DISCLOSURE IN THE BOARD'S REPORT UNDER RULE 5 OF COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014.

PARTICULARS OF EMPLOYEES

The information required under section 197 of the Act read with rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below:

- a. The Ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2016-17 and percentage increase in remuneration of each Director, Chief Financial Officer, Company Secretary in the Financial year 2016-17.

S.N.	Name of Director / KMP and Designation	Remuneration of Director/ KMP for financial year 2016-17 (₹ In Lakhs)	Ratio of remuneration of each Director to median remuneration of employees	% increase in Remuneration in the financial year 2016-17
1	Mr. D.P. Jindal (Chairman)	4.20	0.91	75
2	Mr. Raghav Jindal* (Director)	114.08	24.69	-23
3	Mr. K.K. Khandelwal (Non-Executive Director)	4.30	0.93	72
4	Mr. Vijay Kaushik (Non-Executive Director)	4.30	0.93	72
5	Smt. Saroj Bhartia (Non-Executive Director)	2.60	0.56	62
6	Mr. Hemant Kumar Khanna** (Whole Time Director)	16.11	NA	-
7	Mr. Pawan Rustagi (CFO)	25.37	NA	-10
8	Mr. Rajeew Ranjan (Company Secretary)	9.00	NA	-6

* Mr. Raghav Jindal ceased to be the Managing Director of the Company on 31st December, 2016 on expiry of his term but he continues as Non-Executive Director of the Company.

** Mr. H.K.Khanna resigned as Chief Executive Officer of the Company on being appointed as Whole Time Director of the Company w.e.f, 1st January, 2017

- b. Percentage increase in the median remuneration of employees in the financial year 2016-17 compared to 2015-16 was -11.40%.
- c. As on 31st March, 2017, there were 344 permanent employees on the rolls of the Company.
- d. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year i.e. 2016-17 was -12.36% whereas percentage increase in the managerial remuneration in the last financial year i.e. 2016-17 was -15.61%.

The Board of Directors of the Company affirms that the remuneration is as per the remuneration policy of the Company.

CORPORATE GOVERNANCE REPORT

The pursuit towards achieving good governance is an ongoing process at Jindal Drilling & Industries Ltd. (JDIL), as a conscious effort. The Company always focuses on good corporate governance - which is a key driver of sustainable corporate growth and long-term value creation. Your Company believes in conducting its affairs with the highest levels of integrity, with proper authorizations, accountability, disclosure and transparency.

The Company is in compliance with the requirements as stipulated under Regulation 17 to 27 read with Schedule V and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with regard to corporate governance.

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Corporate Governance is the system by which Companies are directed and managed. Good Corporate Governance structure encourages Companies to create value (through entrepreneurship, innovation, development and exploration) and provide accountability and control systems commensurate with the risks involved.

Jindal Drilling believes in ensuring true Corporate Governance Practices to enhance long term shareholders' value through corporate performance, transparency, integrity and accountability.

2. BOARD OF DIRECTORS

Composition

The Board of Directors of the Company is comprised of an optimum combination of Executive and Non-Executive/Independent Directors including one women Director, having in-depth knowledge of business, in addition to expertise in their areas of specialization. The Directors bring in expertise in the fields of human resource development, strategy, management, finance and economics among others. The Board provides leadership, strategic guidance, objective and independent view to the Company's management while discharging its fiduciary responsibilities, thereby ensuring that management adheres to high standards of ethics, transparency and disclosure.

The Board comprised of 6 Directors including one Non-Executive Chairman who is also a promoter of the Company, one Whole-Time Director and the rest as Non- Executive Directors. The Board meets the requirement of not less than one-half being Independent Directors. The size and composition of the Board confirms to the requirements of Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

None of the Directors hold Chairmanship of more than 5 Committees or Membership in more than 10 Committees of the Companies as required under Regulation 26 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

All Independent Directors have confirmed that they meet the criteria as mentioned under Section 149 of the Companies Act, 2013 and Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Board Functioning & Procedure

Jindal Drilling believes that at the core of its Corporate Governance practice is the Board, which oversees how the management serves and protects the long-term interests of all stakeholders of the Company. An active, well-informed and Independent Board is necessary to ensure the highest standards of corporate governance.

Jindal Drilling believes that composition of Board is conducive for making decisions expediently, with the benefit of a variety of perspectives and skills, and in the best interests of the Company as a whole rather than of individual shareholders or interest groups.

In accordance with the provisions of Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Board meets at least once in every quarter to review the quarterly results and other items of agenda as required under the said regulations thereof.

During the financial year 2016-17, Seven (7) Board Meetings were held on 06th May, 2016, 26th May, 2016, 28th July, 2016, 14th September, 2016, 12th December, 2016, 24th January, 2017 and 10th February, 2017.

The Composition of Board of Directors, their shareholding, their attendance at their Board meeting during the year and at the last Annual General Meeting, Number of other Directorships, Committee memberships and Chairmanships held by them as at 31st March, 2017 are given below:

Directors	Category	Shares held	Attendance		No. of other Directorships and Committee Memberships / Chairmanships held		
			Board Meeting	Last AGM	Directorships	Committee Memberships	Committee Chairmanships
Shri D. P. Jindal	Non-Executive Chairman	37,920	7	No	5	1	-
Shri Raghav Jindal*	Director	1,34,368	7	No	3	1	-
Shri Hemant Kumar Khanna**	Whole-Time Director	-	2	NA	3	-	-
Shri K. K. Khandelwal	Independent	-	7	No	4	1	-
Shri Vijay Kaushik	Independent	-	7	Yes	2	-	-
Smt. Saroj Bhartia	Independent	1,000	5	No	2	-	-

* Ceased as Managing Director on 31st December, 2016 upon expiry of his term and continues as Non-Executive Director of the Company.

** Appointed as Whole-Time Director of the Company w.e.f. 1st January, 2017

Note: 1. Only Audit and Stakeholders' Relationship Committees are considered.

2. Excludes directorship in foreign companies.

None of the Directors is related to any other Director, except Shri Raghav Jindal, who is the son of Shri D. P. Jindal.

During the year 2016-17, information as required in Schedule II Part A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been placed before the Board for its consideration.

The Board periodically reviews the compliance reports of all laws applicable to the Company.

INDEPENDENT DIRECTOR'S MEETING

The Company's Independent Directors meet atleast once in every financial year without the presence of Non Independent Directors or management personnel, inter alia, to discuss:

1. the performance of Non Independent Directors and Board of Directors as a whole.
2. the performance of the Chairman of the Company, taking into account the views of the Executive & Non-Executive Directors.
3. the quality, content and timelines of flow of information between the management and the Board that is necessary for the Board to effectively perform its duties.

During the year under review, the Independent Directors met on 10th February, 2017. All Independent Directors were present at the meeting.

FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS

The Directors are provided with necessary documents/brochures, reports and internal policies to enable them to familiarize with the Company's procedures & practices. Periodic presentations are made at the Board and Committee meetings on business and performance updates of the Company.

The detail of familiarization programmes for Independent Directors are posted on the Company's website and can be accessed at <http://www.jindal.com/jdil/pdf/DETAILS-OF-FAMILIARIZATION-PROGRAMMES-JDIL.pdf>

CODE OF CONDUCT

The Board of Directors has adopted the Code of Conduct for Directors (incorporating duties of Independent Directors as laid down in the Companies Act, 2013) and Senior Management personnel. The Code has also been posted on the Company's website www.jindal.com.

The Code has been circulated to all members of the Board and Senior Management Personnel and the compliance with the Code of Conduct is affirmed by them annually.

A declaration signed by the Whole Time Director/ CEO of the Company is given below:

This is to certify that all Board Members and Senior Management personnel have affirmed compliance with Code of Conduct for Directors and Senior Management for the financial year ended 31st March, 2017.

H. K. KHANNA

Whole Time Director

Dated : 14th August, 2017

3. AUDIT COMMITTEE

The terms of reference of the Audit Committee are as per guidelines set out in the Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 177 of the Companies Act, 2013. The Audit Committee provides directions to the audit functions and monitors the quality of internal and statutory audit.

The responsibilities of the Audit Committee include overseeing the financial reporting process, to ensure fairness, sufficiency and credibility of Financial Statements, review findings of internal auditors relating to various functions, recommendation of appointment and removal of Statutory Auditors, Internal Auditors and Cost Auditors and fixation of their remuneration; review of the quarterly and annual financial statements before submission to the Board with particular reference to matters required to be included in the Directors' Responsibility Statement to be included in the Board's Report in terms of clause (c) of Sub-section 3 of Section 134 of the Companies Act, 2013; review of adequacy and compliance of internal control systems and the internal audit function; review of compliance with applicable laws; inspection of records and reports of statutory auditors; review of findings of internal investigations; review of statement of significant related party transactions; review of management letters/letter of internal control, weaknesses issued by Statutory Auditors, discussion on the scope of audit with external auditors and examination of reasons for substantial defaults, if any in the payment to shareholders; review the functioning of the Whistle Blower mechanism etc.

COMPOSITION

The Audit Committee of the Company comprises of 3 Directors including 2 Independent Non-executive Directors. All members of the Committee possess knowledge of Corporate Finance, Accounts and Company Law. The Chairman of the Committee is an Independent Non-executive Director and was present at the last Annual General Meeting of the Company. The Audit Committee meetings are attended by the Internal & Statutory Auditors, Accounts and Finance Heads. The Company Secretary acts as the Secretary to the Audit Committee.

The minutes of the Audit Committee meetings are noted by the Board of Directors at the subsequent Board meeting.

During the year under review 7 (Seven) Audit Committee Meetings were held on 06th May, 2016, 26th May, 2016, 28th July, 2016, 14th September, 2016, 12th December, 2016, 24th January, 2017 and 10th February, 2017. The composition, names of the members, chairperson and attendance of the members at its meetings are as follows:

Members	Designation	No. of Meetings attended
Shri K.K. Khandelwal	Chairman	7
Shri D.P. Jindal	Member	7
Shri Vijay Kaushik	Member	7

INTERNAL AUDITORS

The Company has appointed a firm of Chartered Accountants as an Internal Auditors to review the internal control systems of the Company and to report thereon. The Audit Committee reviews the reports of the Internal Auditors periodically.

4. NOMINATION AND REMUNERATION COMMITTEE

The Board has constituted Nomination and Remuneration Committee and the terms of reference of the Nomination and Remuneration Committee are as per guidelines set out in the Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 read with Section 178 of the Companies Act, 2013.

The said Committee has been entrusted to formulate the criteria for determining qualification, positive attributes and independence of a Director and recommend to the Board a policy relating to remuneration for Directors, key managerial personnel and other employees, formulation of criteria for evaluation of Independent Directors and the Board, devising a policy on Board diversity, 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 etc.

The Nomination and Remuneration Committee of the Company is comprised of three Directors consisting of all Independent Non-Executive Directors. The Chairman of the Committee is an Independent Non-Executive Director. During the year under review, meetings of the Nomination and Remuneration Committee were held on 12th December, 2016 and 10th February, 2017.

The composition, names of the members, chairman and their attendance at its meeting are as follows:-

Members	Designation	No. of Meetings attended
Shri K. K. Khandelwal	Chairman	2
Shri Vijay Kaushik	Member	2
Smt. Saroj Bhartia	Member	2

Nomination and Remuneration Policy

The Nomination and Remuneration Policy of the Company is designed to attract, motivate, improve productivity and retain manpower, by creating a congenial work environment, encouraging initiatives, personal growth and team work, and inculcating a sense of belonging and involvement, besides offering appropriate remuneration packages and superannuation benefits. The policy reflects the Company's objectives for good corporate governance as well as sustained long-term value creation for shareholders. This Nomination and Remuneration Policy applies to Directors, senior management including its Key Managerial Personnel (KMP) and other employees of the Company.

The Committee shall advise the process to carry out evaluation of performance of every Director, KMP and Senior Management Personnel and other employees at regular interval (yearly)

Performance evaluation of KMPs, Senior Management Personnel and other employees shall be carried out by their respective reporting Executives and Functional Heads based on the Key Results Area (KRA) set at the beginning of the financial year and reviewed at least once during the year to modify such KRAs, if required.

Performance evaluation of the Independent Directors shall be carried out by the entire Board, except the Independent Directors being evaluated.

As per the Policy followed by the Company, the Non-Executive Directors are paid remuneration in the form of sitting fees for attending Board and Committee meetings as fixed by the Board of Directors from time to time subject to statutory provisions. Presently sitting fee is ₹ 50,000 per Board meeting and ₹ 10,000 per Audit Committee /Independent Directors' meeting.

Remuneration of Managing Director should reflect the overall remuneration philosophy and guiding principles of the Company. When considering the appointment and remuneration of Whole Time Directors, due consideration be given to pay and employment conditions in the industry, merit and seniority of the person and the paying capacity of the Company.

The term of office and remuneration of Whole-Time Directors are subject to the approval of the Board of Directors, shareholders and the limits laid down under the Companies Act from time to time.

The Company's Remuneration Policy is guided by a reward framework and set of principles and objectives as more fully and particularly envisaged under Section 178 of the Companies Act 2013, inter alia principles pertaining to determining qualifications, positive attributes, integrity and independence etc.

Remuneration packages for Whole-Time Directors are designed subject to the limits laid down under the Companies Act, 2013 to remunerate them fairly and responsibly. The Whole-Time Directors' remuneration comprises of salary and perquisites apart from retirement benefits like PF., Gratuity, etc as per Rules of the Company.

Remuneration also aims to motivate personnel to deliver Company's key business strategies, create a strong performance-oriented environment and reward achievement of meaningful targets over the short and long-term.

The Whole Time Directors are entitled to customary non-monetary benefits such as company's car, furnished accommodation, health care benefits, leave travel, communication facilities, etc. Their terms of appointment provide for severance payments as per the Companies Act.

Appointment of KMP & senior management and cessation of their service are subject to the approval of the NRC and the Board of Directors. Remuneration of KMP and other Senior Management Personnel is decided by the Managing Director (MD), broadly based on the Remuneration Policy.

The remuneration of other employees is fixed from time to time as per the guiding principles outlined above and considering industry standards and cost of living. In addition to basic salary they are also provided perquisites and retirement benefits as per schemes of the Company and statutory requirements, where applicable. Policy of motivation/ reward/ severance payments are applicable to this category of personnel as in the case of those in the management cadre.

This Remuneration Policy shall continue to guide all future employment of Directors, Company's Senior Management including Key Managerial Personnel and other employees.

Any departure from the policy can be undertaken only with the approval of the Board of Directors.

REMUNERATION TO DIRECTORS

The details of remuneration paid to the Directors during the financial year ended 31st March, 2017 are as under:

a) The Detail of remuneration paid to Managing Director/ Whole Time Director is as under:

(₹ In Lakhs)

Name	Salary	Perquisites & other benefits	Total
Shri Raghav Jindal* Managing Director	112.68	0.40	113.08
Shri Hemant Kumar Khanna** (Whole-Time Director)	3.60	-	3.60

* Ceased as Managing Director on 31st December, 2016 upon expiry of his term.

** Appointed as Whole-Time Director of the Company w.e.f. 1st January, 2017.

The tenure of the appointment of the Whole-Time Director is for a period of 5 years with effect from the date of his appointment.

b) The Non Executive Directors are paid by way of sitting fees for meetings of the Board of Directors, Audit Committee and Independent Directors' attended by them. The details of remuneration paid to Non Executive Directors are as under:

(₹ In Lakhs)

Director	Sitting Fees
Shri Dharam Pal Jindal	4.20
Shri K. K. Khandelwal	4.30
Shri Vijay Kaushik	4.30
Smt. Saroj Bhartia	2.60
Shri Raghav Jindal*	1.00

Apart from receiving Directors' remuneration by way of sitting fee for attending above meetings, none of the Non-Executive Directors had any pecuniary relationship or transactions with the Company during the year ended 31st March, 2017.

5. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Board has constituted the Corporate Social Responsibility (CSR) Committee in reference to the requirements of Section 135 of the Companies Act, 2013. The CSR Committee recommends to the Board the activities to be undertaken by the Company during the year and the amount to be spent on these activities. During the year under review, the said committee met on 26th May, 2016. All members were present in the meeting.

The constitution of the Corporate Social Responsibility Committee is as under:-

Members	Designation
Shri Raghav Jindal	Chairman
Shri K. K. Khandelwal	Member
Shri Vijay Kaushik	Member

6. STAKEHOLDERS RELATIONSHIP COMMITTEE

The Board has constituted Stakeholders' Relationship Committee under the Chairmanship of Non-Executive Director. The Committee meets periodically, to approve inter-alia, transfer/transmission of shares, issue of duplicate share certificates and reviews the status of investors' grievances and redressal mechanism and recommends measures to improve the level of investor services. Details of shares transfers/ transmissions approved by the Committee are placed at the Board meetings from time to time.

COMPOSITION

The constitution of the Stakeholders Relationship Committee is as under:-

Name of the Members	Designation
Shri K. K. Khandelwal	Chairman
Shri Raghav Jindal	Member

COMPLIANCE OFFICER

The Board has designated Shri Rajeev Ranjan, Company Secretary as a Compliance Officer of the Company.

DETAILS OF SHAREHOLDERS COMPLAINTS RECEIVED AND ATTENDED

Number of Shareholders Complaints received during the period 01.04. 2016 to 31.03.2017	Nil
Number of Complaints attended / resolved	Nil
Number of pending Complaints as on 31.03.2017	Nil

7. GENERAL BODY MEETINGS

(I) Details of the last three Annual General Meetings:

Financial year	Date	Location of the Meeting	Time
2013-14	26.09.2014	Pipe Nagar, Village- Sukeli, N.H. 17, B.K.G. Road, Taluka Roha, Distt. Raigad - 402126	11.30 A.M.
2014-15	28.09.2015	Pipe Nagar, Village- Sukeli, N.H. 17, B.K.G. Road, Taluka Roha, Distt. Raigad - 402126	2.30 P.M.
2015-16	27.09.2016	Pipe Nagar, Village- Sukeli, N.H. 17, B.K.G. Road, Taluka Roha, Distt. Raigad - 402126	2.30 P.M.

(II) Special Resolutions passed in the previous three AGMs.

- a) In the AGM held on 26.09.2014 : None
- b) In the AGM held on 28.09.2015 : None
- c) In the AGM held on 27.09.2016 : None

(III) Special resolutions passed through Postal Ballot

During the year under review, no special resolution was passed through postal ballot.

None of the special resolutions is proposed to be conducted through postal ballot.

8. DISCLOSURES

i) Related Party Transactions

There have been related party transactions as reflected in notes to the accounts but they are not in conflict with the interest of the Company. All transactions have been approved by the Audit Committee and all the transactions entered into by the Company with the related parties during the financial year were in the ordinary course of business of the Company and on arm's length basis.

The Board has approved a policy on Materiality of Related Party Transactions which has been uploaded on the website of the Company at the following link <http://www.jindal.com/jdil/pdf/RPT-POLICY-JDIL.pdf>

ii) Accounting Standards

The Company follows the Accounting Standards laid down by the Institute of Chartered Accountant of India and there has been no deviation during the year. The Company has followed Indian Accounting Standards (Ind AS) in the preparation of the Financial Statements for the financial year beginning 1st April, 2016 with the comparatives for the year ending 31st March, 2016. The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statements.

iii) Details on Non Compliance

There were no penalties or strictures imposed on the Company by the Stock Exchanges, SEBI, or any other statutory authorities on any matter related to the capital markets during the last 3 years.

iv) CEO/CFO Certificates

Shri Hemant Kumar Khanna, WTD and Shri Pawan Kumar Rustagi, CFO have furnished the required certificate to the Board of Directors pursuant to Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

v) Whistle Blower Policy

The Company has adopted a Whistle blower policy and has established the necessary Vigil Mechanism for Directors and employees to report concerns about unethical behavior, actual or suspected fraud or violation of the Company's code of conduct. No person has been denied access to the Chairman of the Audit Committee. The said policy has been disclosed on the Company's website under the web link <http://jindal.com/jdil/pdf/Vigil-Mechanism-JDIL.pdf>

vi) Adoption of Mandatory and Non- Mandatory Requirements

The Company has complied with all the mandatory requirements of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. However, the Company has also complied with following non-mandatory requirements of Regulation 27(1) read with Part E of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Audit Qualifications

The Financial Statements of the Company are unqualified.

Separate posts of Chairman and Managing Director

The positions of Chairman and Managing/ Whole Time Director are separate.

Reporting of Internal Auditors

The Internal Auditors of the Company make presentations to the Audit Committee on their reports.

vii) Risk Management

The Company has detailed Risk Management Policy and the Board periodically reviews the procedures for its effective management.

CERTIFICATE ON CORPORATE GOVERNANCE REPORT

As required under Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 Auditors' certificate on corporate governance has been annexed to the Board's Report.

DISCLOSURE ON NON-COMPLIANCE

There was no such non-compliance made by the Company on corporate governance report as required under sub- paras (2) to (10) of Part C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

CODE OF CONDUCT FOR PREVENTION OF INSIDER TRADING

In Compliance with the requirements of the SEBI (Prohibition of Insider Trading) Regulations, 2015 and Companies Act, 2013 the Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors, KMPs and designated employees.

9. MEANS OF COMMUNICATION

The Company's financial results are communicated forthwith to all Stock Exchanges, where the shares of Company are listed as soon as they are approved and taken on record by the Board of Directors of the Company. Thereafter the results are normally published in Business Standard, Free Press Journal and Navshakti. The Financial Results, Press Releases and Presentations made to institutional investors are also available on the Company's website www.jindal.com.

Designated Exclusive e-mail ID: The Company has designated the following e-mail ID exclusively for investor grievance redressal:- secretarial@jindaldrilling.in

10. GENERAL SHAREHOLDERS INFORMATION

a) Annual General Meeting

Date & Time	:	26th September, 2017 at 2.30 P.M.
Venue	:	Pipe Nagar, Village Sukeli, N.H. 17, B.K.G Road, Taluka Roha, Distt. Raigad, Maharashtra - 402126

b) Period : 1st April 2016 to 31st March, 2017

c) Book Closure : 14th September, 2017 to 19th September, 2017 (Both days inclusive)

d) Dividend : ₹ 0.50 per share (i.e. @ 10%) for the year ended 31st March, 2017, if approved by the members, would be payable on or after 27th September, 2017.

Financial Calendar (Tentative):

- Financial results for the quarter ended 30th June, 2017	Aug, 2017
- Financial results for the quarter ending 30th September, 2017	Oct/ Nov, 2017
- Financial results for the quarter ending 31st December, 2017	Jan/Feb, 2018
- Financial results for the quarter/year ending 31st March, 2018	April/May, 2018

Listing on Stock Exchanges:

The Equity Shares of the Company are listed at the following Stock Exchanges:

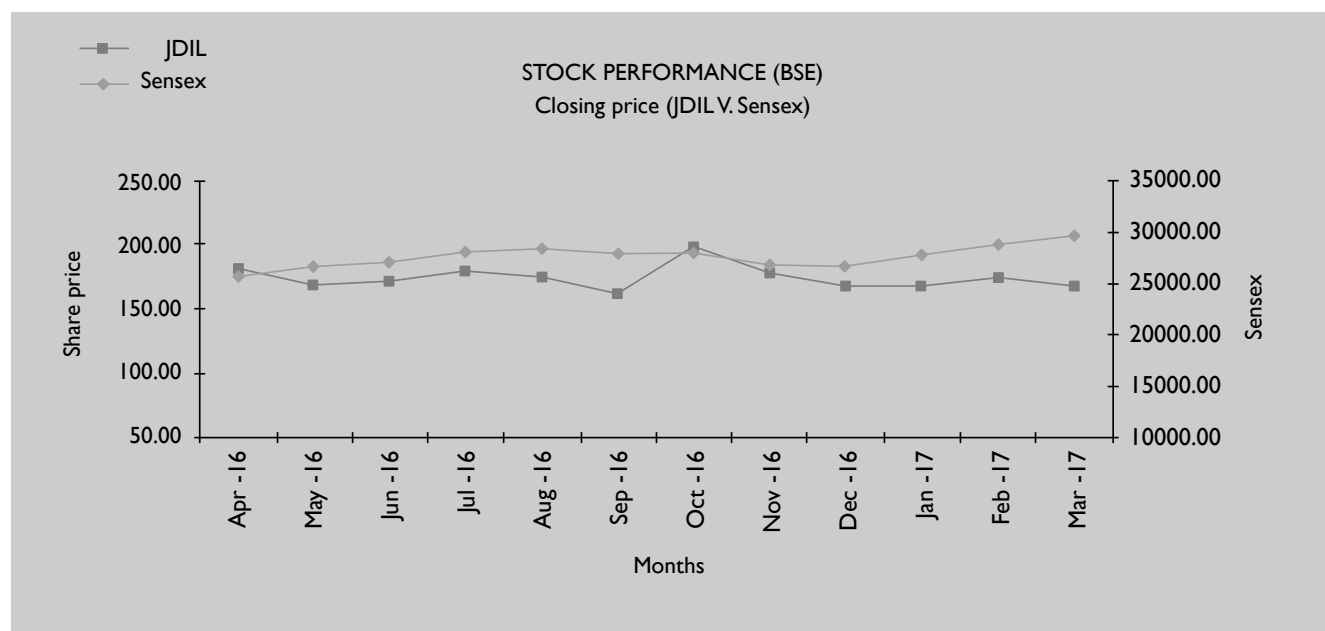
- BSE Limited, 25th Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001.
- National Stock Exchange of India Limited, 'Exchange Plaza', Bandra - Kurla Complex, Bandra (East), Mumbai - 400 051.

The listing fee for the financial year 2017-18 has been paid to BSE and NSE.

Stock Code:	BSE	511034
	NSE	JINDRILL
	NSDL/ CDSL – ISIN	INE742C01031

Stock Market Price Data for the year 2016-17

Month	JDIL BSE Price (₹)		BSE SENSEX	
	High	Low	High	Low
April, 2016	189.60	114.90	26100.54	24523.20
May, 2016	188.00	148.50	26837.20	25057.93
June, 2016	209.70	160.50	27105.41	25911.33
July, 2016	195.00	170.25	28240.20	27034.14
August, 2016	197.00	165.00	28532.25	27627.97
September, 2016	190.00	156.10	29077.28	27716.78
October, 2016	216.55	163.00	28477.65	27488.30
November, 2016	205.20	150.00	28029.80	25717.93
December, 2016	209.50	155.70	26803.76	25753.74
January, 2017	183.00	164.45	27980.39	26447.06
February, 2017	178.80	164.60	29065.31	27590.10
March, 2017	189.70	162.00	29824.62	28716.21



Distribution of Shareholding as on 31st March 2017

No. of Equity Shares held	No. of Shareholders	% of Shareholders	No. of Shares held	% of Shareholding
Upto 500	13,262	92.30	1,303,740	4.50
501 to 1000	625	4.35	492,228	1.70
1001 to 10000	418	2.91	1,043,018	3.60
10001 to 100000	36	0.25	982,605	3.39
100001 to 500000	19	0.13	4,467,433	15.42
500001 and above	8	0.06	20,692,080	71.39
TOTAL	14,368	100.00	28,981,104	100.00

Shareholding Pattern as on 31st March, 2017:

Category	No. of shares held	% of holding
Promoters	18,552,151	64.02
Financial Institutions / Banks	68,782	0.24
Foreign Portfolio Investors	10,794	0.04
Bodies Corporate	5,178,662	17.87
Indian Public	3,816,689	13.17
NRIs / OCB	936,486	3.23
Trust	325,225	1.12
Clearing Members	92,315	0.31
Grand Total	28,981,104	100.00

Dematerialization of Shares and Liquidity

The Company's shares are compulsorily traded in dematerialized form. As on 31st March, 2017 - 99.59 % of total equity shares were held in dematerialized form.

Outstanding GDR / Warrants and Convertible Bonds, conversion date and likely impact on equity:

There is no outstanding GDR / Warrants and Convertible Bonds etc.

Operations : Rigs & Directional Drilling equipments operating at Mumbai offshore.
: Mud logging operations onshore & offshore.

Registrar and Share Transfer Agents:

Alankit Assignments Limited,
Alankit Heights,
I-E/13, Jhandelwala Extension,
New Delhi – 110 055
Phone: 011-23541234, 42541234
Fax: 011-42541967
E-mail: rta@alankit.com

Share Transfer System:

Share transfer requests received in physical form are registered within 15 days from the date of receipt and demat requests are normally confirmed within the prescribed time from the date of receipt.

Investors' correspondence address

Shareholders' correspondence should be addressed to the Registrar and Transfer Agent at the address given here above.

Shareholders holding shares in dematerialized form should address all their correspondence to their respective Depository Participants

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members of

Jindal Drilling & Industries Limited

We have examined the compliance of conditions of Corporate Governance by Jindal Drilling & Industries Limited for the year ended on 31st March, 2017, as stipulated under the provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Regulations").

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedure and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated under the SEBI Regulations.

We further 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 **G.SANYAL & CO.**

Chartered Accountants

FRN. 301143E

Place: Gurgaon

Dated : 14th August, 2017

C. SANYAL

Partner

(Membership No. 054022)

MANAGEMENT DISCUSSION AND ANALYSIS

FORWARD LOOKING STATEMENT

The statements in the Directors' Report and Management Discussion and Analysis Report contains "forward-looking statements" about the business, financial performance, skills and prospects of the Company. Statements about the plans, intentions, expectations, beliefs, estimates, predictions or similar expression for future are forward-looking statements.

Forward-looking statements should be viewed in the context of many risk issues, and events that could cause the actual performance to be different from that contemplated in the Directors' Report and Management Discussion and Analysis Report, including but not limited to, risks arising from uncertainties as to future Oil & Gas prices and their impact on investment programs by oil & gas companies and domestic, economic and political conditions. We cannot assure that outcome of the forward looking statement will be realized and disclaim any duty to update any information in the same.

OIL INDUSTRY BRIEF

While 2016 was the "year of tough decisions," 2017 is characterised as "the slow road back." Supply and demand balances are slowly returning to a sustained equilibrium.

The main positives in the current scenario are:

- Tightening of supply and demand imbalances
- OPEC agreeing to production cuts
- Global and US oil demand continues to show moderate but steady growth.
- Oil companies learning to operate in a lower price environment, returning to a healthier focus on capital and operating cost discipline.

It is important to note that there is a massive demand for energy across the world and this is strongly indicated by the growth in renewable sources. Your Company continues to understand this and despite the vagaries of this market will expand its growth in this industry. As the lowest cost supplier of drilling services, your Company has displayed solid performance in the oil industry.

REVIEW OF OPERATIONS

Your Company's performance is directly influenced by the activities in the oil & gas sector. However, in spite of difficult market conditions, your Company remains profitable. Your Company has used this as an opportunity to become more efficient and conducted detailed internal reviews to weed out any inefficiencies. Short term bank borrowings are restricted to need based capital requirements. Operational surpluses continue to be invested to earn reasonable returns with a high degree of safety. We have also sharpened our focus on working capital efficiency.

Your Company continues to perform in an excellent manner in ONGC contract for 'Rig Rowan Louisiana' and for all directional drilling contracts. This rig commenced operations in May 2016. Rowan Louisiana has excellent operational efficiency (in excess of 98.50%) similar to the other rigs that your Company has previously taken on charter-hire. The performance of your Company has also been significantly driven by the directional drilling and your Company is expected to perform on a larger scale in this segment.

Summary of Operating performance:

Particulars	FY 2016-17	FY 2015-16
Revenue from Operations (₹ in lakhs)	37,160	31,974
Profit before tax (₹ in lakhs)	2,369	4,906
Earnings per share (₹)	5.49	11.98

HUMAN RESOURCES

Your Company recognises that its people are the primary source of its competitiveness and firmly believe that its Human Resources are one of the biggest strengths and major driving force behind its success and growth. We strive continuously to foster a climate of openness, discipline, trust and team work. We reiterate our focus on encouraging investments in people through merit oriented pay revisions and differential pay reviews.

Your Company's management firmly believes that strong and stable industrial relations are essential for the success of any organisation. Over the years the management has made sincere and continued efforts for the development of an atmosphere of mutual cooperation, confidence and respect duly recognising rights of all workers.

We also strive for empowerment and safety of women. As a responsible employer, we have laid down strict guidelines for the prevention of sexual harassment of women at work place providing them with a forum for grievance redressal (if any).

We review policies and practices with a view to make them contemporary and uniform in application. We implement new activities to ensure our employees are engaged and motivated. For better control and improved productivity, pioneering steps and measures are taken constantly.

The commitment and passion of our people is one of the key factor that has sustained us in this difficult period.

RISK MANAGEMENT

Risk management is an integral part of the way your Company works. Your Company's business activities are subject to various risk and threats associated to its business and the industry in which it operates. Your Company recognises that these risks need to be managed to protect its customers, employees, shareholders and other stakeholders to achieve its business objectives and enable sustainable growth. Effective identification, assessment and management of all these risks is of prime importance to the Company.

RISKS AND CONCERNS

The oil and gas industry is high risk industry and needs special focus on the safety of operations. Operations of JDIL has been very safe due to meticulous safety checks and following recommended maintenance schedules. In the present scenario of the industry getting sustainable operating rates and long duration contracts is the area of concern to one and all.

OPPORTUNITIES AND THREATS

The prevailing oil prices have resulted in steep downward trends in rig deployment and this has reduced the opportunities of getting them engaged round the year. This has been resulting in to stacking of rigs and affected the new construction other than the committed contracts or operators owned rigs, affecting the rentals.

INTERNAL CONTROL SYSTEM

Your Company has a robust system of internal controls for all major processes to ensure reliability of reporting. The system also helps management to have timely data and feedback on various operational parameters for effective review. It also ensures proper safeguarding of assets. The internal control system of your Company is commensurate with its size, scale and complexity of its operations. The systems and controls are periodically reviewed and modified based on the requirement.

Scope of internal audit is prepared on the basis of the internal control framework. Audit Committee critically reviews the observations of the Internal Audit Reports and acts to ensure compliance is completed. This control system also provides comfort to the management of your Company.

ENVIRONMENT, CORPORATE SUSTAINABILITY AND SOCIAL RESPONSIBILITY

Your Company believes that a clean environment fosters health and prosperity for the individual and the community at large. We ensure that best environment engineering controls are adopted at our various locations. These controls aim to prevent accidents and stop any hazards to health. The policies of your Company give highest priority to safety, environment protection and well being of its employees.

As a responsible corporate citizen, your Company is a strong believer in giving back to the society. CSR initiatives help elevate the quality of life of the people by promoting healthcare, education and employment opportunities. Your Company has undertaken numerous initiatives aimed at developing local community and aims to continue its efforts to build on its tradition of social responsibility to empower communities.

INDEPENDENT AUDITOR'S REPORT

To the Members of

Jindal Drilling & Industries Limited

1) **Report on the Standalone Ind AS Financial Statements**

We have audited the accompanying standalone Ind AS financial statements of Jindal Drilling & Industries 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.

2) **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 the financial position, 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.

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.

3) **Auditor's Responsibility**

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

We conducted our audit of the 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.

4) 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.

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

6) **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, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

7) **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we further 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 relevant books of account.
- d. In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
- 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 B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting; 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i) 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 29(2)(ii),(iii) and (iv) to the financial statements.
 - ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term forward contracts. Refer Note.35 to the financial statements.
 - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company
 - iv) The Company has provided requisite disclosures in the standalone Ind AS financial statements as regards its holding and 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 account maintained by the Company and as produced to us by the Management.

For G.SANYAL & CO.
Chartered Accountants
Firm's Registration Number: 301143E

Place : Gurgaon
Dated : 26th May, 2017

(C. SANYAL)
Partner
Membership Number: 054022

Annexure - A to the Auditor's Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2017, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets
- (b) As explained to us fixed assets have been physically verified by the management in accordance with a regular programme of verification which, in our opinion provides for physical verification of all the fixed assets at reasonable intervals. Accordingly certain fixed assets were verified during the year and no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) As explained to us, the Inventories were physically verified during the year by the management at reasonable intervals and no materials discrepancies were noticed on such verification
- (iii) The Company has granted loans to two bodies corporate only covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act') during the year or earlier:
 - (a) In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to the bodies corporate listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the Company
 - (b) In the case of the loans granted to the bodies corporate listed in the register maintained under section 189 of the Act, the borrowers have been regular in the payment of principal and interest.
 - (c) There are no overdue amounts in respect of these loans.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, ESI, income-tax, sales tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.
 According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, duty of customs, cess and other material statutory dues were in arrears as at 31 March 2017 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations give to us, details of dues of income tax, service tax and Custom duty which have not been deposited as on 31st march 2017 on account of any dispute are as under:-

Name of the Statute	Nature of dues	Forum where dispute is pending	Related Financial Year	Amount ₹ in lakhs
Customs Act, 1962	Customs Duty	Mumbai High Court	1989-91	*195.03
Income Tax Act, 1962	Income Tax Dues	ITAT	2008-09 to 2010-11	199.32
		CIT (A)	2011-12	1641.12
		CIT (A)	2012-13	425.46
		CIT (A)	2013-14	227.10

*Net of deposits ₹ 60 lakhs

- (viii) According to the information and explanations give to us and as per the books of account examined by us, the company has not defaulted in re-payment of dues to banks. The company does not have any borrowings from any financial intuitions, government nor the company has issued any debentures during the financial year or earlier.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For G.SANYAL & CO.
Chartered Accountants
Firm's Registration Number: 301143E

Place : Gurgaon
Dated : 26th May, 2017

(C. SANYAL)
Partner
Membership Number: 054022

Annexure - B to the Auditor's Report

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

We have audited the internal financial controls over financial reporting of Jindal Drilling & Industries Limited ("the Company") as of 31 March 2017 in conjunction with our audit of the Standalone 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 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.

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 (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, 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 authorization of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 Company has, 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 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 on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For G.SANYAL & CO.

Chartered Accountants

Firm's Registration Number: 301143E

(C. SANYAL)

Partner

Membership Number: 054022

Place : Gurgaon

Dated : 26th May, 2017

FINANCIAL STATEMENTS

BALANCE SHEET AS AT 31ST MARCH 2017

(₹ in Lakhs)

Particulars	Note No.	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
ASSETS				
Non - Current Assets				
Property, Plant and Equipment	3	5,333.17	5,429.12	6,634.25
Capital Work in Progress	3	-	98.55	17.47
Investment Property	4	1,396.50	1,413.97	-
Other Intangible Assets	5	38.07	30.05	36.36
Financial Assets				
i. Investments	6(A)	18,661.76	18,661.76	19,346.96
ii. Loans	7	36,169.69	43,358.00	19,660.77
iii. Other Financial Assets	8	3,798.62	2,692.19	5,495.87
Deferred Tax Assets	9	743.60	784.00	916.90
		<u>66,141.41</u>	<u>72,467.64</u>	<u>52,108.58</u>
Current Assets				
Inventories	10	1,347.20	1,202.88	1,293.21
Financial Assets:				
i. Investments	6(B)	6,161.55	9,225.72	27,303.69
ii. Trade Receivables	11	8,648.94	11,717.72	12,664.59
iii. Cash and Cash Equivalents	12	3.16	9.86	4.04
iv. Bank balances other than (iii) above	12	223.39	33.42	189.92
v. Loans	13	11,020.98	11,294.60	537.42
Other Current Assets	14	7,897.46	4,627.49	5,105.29
		<u>35,302.68</u>	<u>38,111.69</u>	<u>47,098.16</u>
Total Assets		<u>1,01,444.09</u>	<u>1,10,579.33</u>	<u>99,206.74</u>
EQUITY AND LIABILITIES				
Equity				
Equity Share Capital	15	1,449.05	1,449.05	1,449.05
Other Equity	16	84,102.91	82,686.73	79,388.14
		<u>85,551.96</u>	<u>84,135.78</u>	<u>80,837.19</u>
Liabilities				
Non - Current Liabilities				
Financial Liabilities				
Other Financial Liabilities	17	49.91	56.23	162.92
Deferred Tax Liabilities	9	2,461.84	2,638.49	2,390.41
		<u>2,511.75</u>	<u>2,694.72</u>	<u>2,553.33</u>
Current Liabilities				
Financial Liabilities:				
i. Borrowings	18	7,747.80	8,726.48	14.67
ii. Trade Payables	19	4,112.13	13,146.01	13,459.68
iii. Other Financial Liabilities	20	-	332.56	542.85
Other Current Liabilities	21	1,499.89	1,527.64	1,769.85
Provisions	22	20.56	16.14	29.17
		<u>13,380.38</u>	<u>23,748.83</u>	<u>15,816.22</u>
Total Equity & Liabilities		<u>1,01,444.09</u>	<u>1,10,579.33</u>	<u>99,206.74</u>

The accompanying notes are an integral part of the Financial Statements.

Significant accounting policies and
notes on financial statements

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As per our report of even date

For & on Behalf of the Board of Directors

For G. SANYAL & CO.
Chartered Accountants
Firm's Registration No. 301143E

D. P. JINDAL
Chairman
DIN: 00405579

C. SANYAL
Partner
Membership No. 054022

PAWAN KUMAR RUSTAGI
CFO

H. K. KHANNA
W.T. Director
DIN: 00405794

RAGHAV JINDAL
Director
DIN: 00405984

Place : Gurgaon
Dated : 26th May, 2017

RAJEEV RANJAN
Company Secretary

VIJAY KAUSHIK
Director
DIN: 02249672

K. K. KHANDELWAL
Director
DIN: 00455369

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

(₹ in Lakhs)

Particulars	Note No.	Year Ended 31st March, 2017	Year Ended 31st March, 2016
Continuing Operations			
Revenue from operations	23	37,159.70	31,974.37
Other Income	24(a)	2,617.03	3,048.06
Total Income		39,776.73	35,022.43
Expenses			
Operating expenses	25	27,634.99	22,871.96
Employee benefits expense	26	4,299.86	3,937.21
Finance cost	27	953.73	126.89
Depreciation and amortization expense	3,4,5	923.40	1,470.43
Other expenses	28	3,595.69	1,709.64
Total Expenses		37,407.67	30,116.13
Profit before exceptional items and tax		2,369.06	4,906.30
Exceptional Items		-	-
Profit before tax		2,369.06	4,906.30
Tax expenses			
Current Tax		752.11	1,497.42
Deferred tax	9	(79.97)	226.94
Total tax expenses		672.14	1,724.36
Profit for the year		1,696.92	3,181.94
Other Comprehensive Income	24(b)		
Items that will not be reclassified to profit or loss			
Remeasurements of post-employment benefit obligations		32.10	76.83
Income tax relating to these items		(11.11)	(26.59)
		20.99	50.24
Items that will be reclassified to profit or loss			
Reclassification of hedging reserve		332.56	210.29
Change in fair value of hedging		35.43	-
Reclassification of Foreign Currency Translation Reserve Account		(610.17)	157.98
Change in fair value of equity instrument		47.47	-
Income tax relating to these items		67.39	(127.45)
		(127.32)	240.82
		(106.33)	291.06
Total Comprehensive Income for the Year (Comprising profit and other comprehensive income for the year)		1,590.59	3,473.00
Earning per equity share of Rs. 5 each (in Rs.)			
Basic		5.49	11.98
Diluted		5.49	11.98

The accompanying notes are an integral part of the Financial Statements.

Significant accounting policies and notes on financial statements

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As per our report of even date

 For **G. SANYAL & CO.**
 Chartered Accountants
 Firm's Registration No. 301143E

C. SANYAL
 Partner
 Membership No. 054022

 Place : Gurgaon
 Dated : 26th May, 2017

PAWAN KUMAR RUSTAGI
 CFO

RAJEEV RANJAN
 Company Secretary

For & on Behalf of the Board of Directors

D. P. JINDAL
 Chairman
 DIN: 00405579

H. K. KHANNA
 W.T. Director
 DIN: 00405794

RAGHAV JINDAL
 Director
 DIN: 00405984

VIJAY KAUSHIK
 Director
 DIN: 02249672

K. K. KHANDELWAL
 Director
 DIN: 00455369

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2017

A. Equity Share Capital (Subscribed and Paid up)

(₹ in Lakhs)

Particulars	Note	Equity Capital
As at 1st April 2015	15	1,449.05
Change in equity share capital		-
As at 31st March 2016	15	1,449.05
Change in equity share capital		-
As at 31st March 2017	15	1,449.05

B. Other Equity

(₹ in Lakhs)

Particulars	Note	Reserves & Surplus			Equity Instrument through OCI	Effective portion of Cash Flow Hedging	Foreign Currency translation reserve	Total
		Securities Premium Reserve	General Reserve	Retained Earnings				
Balance as at 1 April 2015	16	29,613.35	23,562.94	25,002.27	-	(358.34)	1,567.92	79,388.14
Total comprehensive income for the year ended 31 March 2016		-	-	3,181.94	-	-	-	3,181.94
Profit or loss	24(a)	-	-	50.24	-	137.51	103.31	291.06
Other comprehensive income		-	-	28,234.45	-	(220.83)	1,671.23	82,861.14
Total comprehensive income		29,613.35	23,562.94	28,234.45	-	-	-	-
Transferred from retained earnings		-	1,000.00	(1,000.00)	-	-	-	-
Proposed Dividend & Tax		-	-	(174.41)	-	-	-	(174.41)
Balance as at 31 March 2016		29,613.35	24,562.94	27,060.04	-	(220.83)	1,671.23	82,686.73

(₹ in Lakhs)

Particulars	Note	Reserves & Surplus			Equity Instrument through OCI	Effective portion of Cash Flow Hedging	Foreign Currency translation reserve	Total
		Securities Premium Reserve	General Reserve	Retained Earnings				
Balance as at 01 April 2016	16	29,613.35	24,562.94	27,060.04	-	(220.83)	1,671.23	82,686.73
Total comprehensive income for the year ended 31 March 2016		-	-	1,696.92	-	-	-	1,696.92
Profit or loss	24(a)	-	-	20.99	31.04	240.64	(399.00)	(106.33)
Other comprehensive income		-	-	28,777.95	31.04	19.81	1,272.23	84,277.32
Total comprehensive income		29,613.35	24,562.94	28,777.95	-	-	-	-
Transferred from retained earnings		-	-	(174.41)	-	-	-	(174.41)
Proposed Dividend & Tax		-	-	-	-	-	-	-
Balance as at 31 March 2017		29,613.35	24,562.94	28,603.54	31.04	19.81	1,272.23	84,102.91

For & on Behalf of the Board of Directors

For G. SANYAL & CO.
Chartered Accountants
Firm's Registration No. 301143E

C. SANYAL
Partner
Membership No. 054022

Place : Gurgaon
Dated : 26th May, 2017

H. K. KHANNA
W.T. Director
DIN: 00405794

VIJAY KAUSHIK
Director
DIN: 02249672

PAWAN KUMAR RUSTAGI
CFO

RAJEEV RANJAN
Company Secretary

D. P. JINDAL
Chairman
DIN: 00405579

RAGHAV JINDAL
Director
DIN: 00405984

K. K. KHANDELWAL
Director
DIN: 00455369

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

(₹ in Lakhs)

	Year Ended 31.03.2017	Year Ended 31.03.2016
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Profit before tax	2,369.06	4,906.30
Adjustments for :		
Depreciation & amortization expenses	923.40	1,470.43
Reclassification of foreign currency translation reserve	(610.17)	157.98
Cash flow hedge gain reclassified through OCI	367.99	210.29
Remeasurement of employee benefit obligation	32.10	76.83
Interest income	(1,735.75)	(1,286.93)
Change in fair value of security deposits	146.08	(20.94)
Change in fair value of mutual funds investments	65.83	(299.02)
Impairment loss on financial assets	131.18	-
Gain on fair value recognition on interest free loan & advances	(69.25)	(63.24)
Dividend income	-	(5.43)
Finance cost	953.73	126.89
Loss/(Profit) on Sale of PPE	(39.99)	46.35
Profit on Sale of Investments	(696.91)	(1,119.90)
Exchange Rate Fluctuations	1,340.20	(192.20)
Operating Profit before working capital changes	3,177.50	4,007.41
Adjustments for :		
Trade and other Receivables	(1,766.80)	(6,009.39)
Inventories	(144.32)	90.33
Trade payables & Other liabilities	(9,396.09)	(885.89)
Cash generated from operations	(8,129.71)	(2,797.54)
Income Taxes paid - net of refund	(1,636.77)	(1,803.72)
NET CASH FROM OPERATING ACTIVITIES	(9,766.48)	(4,601.26)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchases of property, plant & equipment	(1,035.59)	(1,123.72)
Purchases of investment property	-	(784.79)
Payments of intangible assets	(15.81)	(2.92)
Proceeds from sale of property, plant & equipment	371.93	111.04
Loans to Joint Venture & Other Companies (net)	7,257.56	(23,633.99)
Non Current Investment in JV companies & Others	-	209.56
Purchase of Current Investments	(9,860.76)	(17,916.21)
Sale of current investment	13,603.49	37,888.74
Dividend income	-	5.43
Interest income	1,735.75	1,286.93
NET CASH USED IN INVESTING ACTIVITIES	12,056.57	(3,959.93)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net Proceeds from Short Terms borrowings and Cash Credit	(978.68)	8,711.81
Dividend paid	(144.91)	(144.91)
Tax paid on Dividend	(29.50)	(29.50)
Finance cost	(953.73)	(126.89)
NET CASH USED IN FINANCING ACTIVITIES	(2,106.82)	8,410.51
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	183.27	(150.68)
Opening Balance of Cash and Cash equivalents	43.28	193.96
Closing Balance of Cash and Cash equivalents	226.55	43.28
CHANGE IN CASH AND CASH EQUIVALENTS	183.27	(150.68)

As per our report of even date

For & on Behalf of the Board of Directors

 For **G. SANYAL & CO.**
 Chartered Accountants
 Firm's Registration No. 301143E

D. P. JINDAL
 Chairman
 DIN: 00405579

C. SANYAL
 Partner
 Membership No. 054022

PAWAN KUMAR RUSTAGI
 CFO

H. K. KHANNA
 W.T. Director
 DIN: 00405794

RAGHAV JINDAL
 Director
 DIN: 00405984

 Place : Gurgaon
 Dated : 26th May, 2017

RAJEEV RANJAN
 Company Secretary

VIJAY KAUSHIK
 Director
 DIN: 02249672

K. K. KHANDELWAL
 Director
 DIN: 00455369

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Corporate Information

Jindal Drilling & Industries Limited (JDIL) is a company limited by shares, incorporated on 17th October, 1983 under the Companies Act, 1956 and has its registered office at Raigad (Maharashtra) and head office at Delhi. JDIL's shares are listed on National Stock Exchange (NSE) and Bombay Stock Exchange (BSE). JDIL is engaged in providing services to entities involved in exploration of Oil & Gas.

Note I: Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the preparation of these standalone financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial statements are for M/s Jindal Drilling & Industries Limited.

a) Basis of preparation

i) Compliance with Ind AS

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended by the Companies (Indian Accounting Standards) (Amendment), Rules, 2016. For all periods up to and including the period ended 31st March, 2016, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act, 2013, read together with rule 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP). These financial statements for the year ended 31st March, 2017 are the first Ind AS financial statements. Refer Note 51 for information on how the Company adopted Ind AS.

ii) Historical cost convention

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

- Certain financial assets and liabilities (including derivative instruments) and contingent consideration that is measured at fair value;
- Defined benefit plans – plan assets measured at fair value

b) Foreign currency transaction

i) Functional and presentation currency

Items included in the financial statements of the company are measured using the currency of the primary economic environment in which the company operates ('the functional currency'). The standalone financial statements are presented in Indian rupee (INR), which is company's functional and presentation currency.

ii) Translations and balances

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in profit or loss.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, within finance costs. All other foreign exchange gains and losses are presented in the statement of profit and loss on a net basis within other gains/(losses).

Exchange difference arising on reporting / settlement of long term foreign currency monetary items (other than depreciable non-current assets) at rates different from those at which they are initially recorded during the period which were earlier being recognised in the statement of profit & loss are now being accumulated in "Foreign Exchange transaction Reserve" and would be accounted for in the statement of profit & loss in the year in which transaction is complete.

c) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of service taxes and amounts collected on behalf of third parties.

Revenue is recognized on the basis of rendering of services to customers in accordance with the respective Contracts / Agreements.

d) Income Tax

Current Tax:

Provision for Taxation is ascertained on the basis of assessable profit computed in accordance with the provisions of Income Tax Act, 1961 & tax advices, wherever considered necessary.

Deferred Tax:

Deferred Tax is recognised, subject to the consideration of prudence, as the tax effect of timing difference between the taxable income & accounting income computed for the current accounting year and reversal of earlier years' timing difference.

Deferred Tax Assets are recognised and carried forward to the extent that there is a reasonable certainty, except arising from unabsorbed depreciation and carry forward losses, which are recognised to the extent that there is virtual certainty, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

e) Leases

Offices Premises taken on lease under which, all risks and rewards of ownership are effectively retained by the lessor are classified as operating lease. Lease payments under operating lease are recognized as expense on accrual basis in accordance with the respective lease agreements.

f) Impairment of Assets

At each balance sheet date, the Company assesses whether there is any indication that an asset is impaired. If any such indication exists, the Company estimates the recoverable amount. If the carrying amount of the asset exceeds its recoverable amount, an impairment loss is recognized in the statement of profit and loss to the extent the carrying amount exceeds recoverable amount.

g) 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, 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.

h) Trade receivables

Trade receivables are recognised initially at carrying value and subsequently re-measured at amount that would actually be received.

i) Inventories

Stores, Spares and other items required for operation are treated as consumed as and when sent to drilling rig. Stocks in hand are valued at cost or net realisable value, whichever is lower. Cost in respect of Stores & Spares is determined on FIFO basis.

j) Investments and other financial assets

i) 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.

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.

ii) Measurement

At initial recognition, the company measures a financial asset at its fair value. If financial asset not measured at fair value, the transaction costs that are directly attributable to the acquisition of the financial asset will be added to cost of financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Equity instruments

The company subsequently measures all equity investments at fair value. 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 at fair value through profit or loss are recognised in 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.

iii) 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 only, 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.

iv) Derecognition 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 company 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 company has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the company 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.

v) Financial Liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings or payables or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and derivative financial instruments.

Subsequent measurement

The measurement of financial liabilities depends on their classification as described below:

A financial liability except derivative financial instrument measured at fair value through profit or loss. Derivative financial instruments are designated as hedging instruments in hedge relationships and measured at fair value through other comprehensive income. All changes in the fair value of such liability are recognized in the statement of profit and loss.

vi) Income recognition

Interest income

Interest income from loans / 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.

Dividends

Dividends are recognised in profit or loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the company, and the amount of the dividend can be measured reliably.

k) Property, plant and equipment

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation. Historical Cost comprises the cost of acquisition / purchase price inclusive of duties, taxes, incidental expenses, erection/commissioning expenses, interest etc. up to the date the asset is ready for its intended use. Credit of duty, if availed, is adjusted in the acquisition cost of the respective fixed assets. Capital Works-in-Progress is carried at cost, comprising direct cost, related incidental expenses and interest on borrowings to the extent attributed to them.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Transition to Ind AS

On transition to Ind AS, the company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1 April 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

Depreciation

Depreciation on Fixed Assets is provided on pro-rata basis, based on the useful life as per Schedule II of the Companies Act 2013. Based on the useful lives as per the Schedule II, Written Down Value (WDV) method in case of assets acquired and capitalised upto 31st March 2007 and on Straight Line Method of assets acquired and capitalised from 1st April 2007 onwards have been followed for computing depreciation of tangible assets.

Intangible assets (Computer Software) is amortised over a period of five years.

Cost of leasehold land is amortised over the period of Lease.

Carrying amount of assets are considered as nil value in case of assets costing upto Rs. 10000/-

l) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their carrying value and subsequently measured at amortised cost using the effective interest method.

m) Borrowing cost

Borrowing costs directly attributable to the acquisition or construction of the qualifying assets are capitalised as a part of the cost of asset up to the date when such asset is ready for its intended use. Other borrowing costs are recognised as an expense in the period in which they are incurred.

n) Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

Liabilities which are material, and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent, and disclosed by way of notes to the accounts.

Contingent Assets are neither recognized nor disclosed in the financial statement. Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date.

o) Employee Benefits

(a) Short term employee benefits are recognised as an expense at the undiscounted amount in the statement of profit and loss of the year in which the related service is rendered.

(b) Post employment and other long term benefits are recognised as an expense in the statement of profit and loss account for the year in which the employee has rendered services. The expense is recognised at the present value of the amounts payable determined using actuarial valuation techniques at the end of Financial Year. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the statement of profit and loss.

(c) Payment to defined contribution retirement benefit scheme, if any, are charged as expenses as they fall due.

p) Earnings per share

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

q) Claims Recoverable

The claims in respect of fixed assets lost during the process of drilling (lost in hole) are recognised on the basis of invoices raised and correspondingly the depreciated value of the fixed assets lost in hole is charged off. Any deductions made from the claims raised are recognised on receipt of intimation in respect of the same.

r) Prepaid Expenses

Prepaid expense is not recognised in cases where total amount spent is Rs. 10,000/- or less. Such expenses are charged to statement of profit and loss.

s) Event Occurring after the Balance Sheet Date

Events occurring after the Balance Sheet Date and till the date on which the Financial Statement are approved, which are material in the nature and indicate the need for adjustments are considered in the financial statement.

t) Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

Note 2 : Estimates

The presentations of financial statements is in conformity with the generally accepted accounting principles which requires estimates and assumptions to be made that affect the reportable amount of assets and liabilities on the date of financial statements and the reportable amount of revenue and expenses during the reporting period. Differences between the actual results and estimates are recognised in the year in which the results are known / materialized.

Note 3 - Property, plant and equipment and capital work in progress

(₹ in Lakhs)

Particulars	Free hold land	Lease hold land	Building	Plant and Equipment	Furniture and Fixtures	Vehicles	Office Equipment	Total - (A)	CWIP (B)	Total (A+B)
Year ended 31 March 2016										
Gross carrying amount										
Deemed cost as at 1 April 2015	415.49	11.56	490.69	5,408.68	13.68	263.44	30.71	6,634.25	17.47	6,651.72
Additions	784.79	-	-	1,029.63	1.60	11.32	0.09	1,827.43	81.08	1,908.51
Disposals	-	-	-	(157.34)	-	-	(0.01)	(157.35)	-	(157.35)
Classified as Investment Property	(1,200.28)	(11.56)	(220.63)	-	-	-	-	(1,432.47)	-	(1,432.47)
Exchange Differences	-	-	-	-	-	-	-	-	-	-
Closing gross carrying amount	-	-	270.06	6,280.97	15.28	274.76	30.79	6,871.86	98.55	6,970.41
Accumulated depreciation										
Depreciation for the year	-	0.14	27.11	1,372.82	3.87	54.57	2.73	1,461.24	-	1,461.24
Disposals - others	-	-	-	-	-	-	-	-	-	-
Reversal of impairment loss	-	-	-	-	-	-	-	-	-	-
Classified as Investment Property	-	(0.14)	(18.36)	-	-	-	-	(18.50)	-	(18.50)
Exchange Differences	-	-	-	-	-	-	-	-	-	-
Closing accumulated depreciation	-	-	8.75	1,372.82	3.87	54.57	2.73	1,442.74	-	1,442.74
Net Carrying amount 31 March 2016	-	-	261.31	4,908.15	11.41	220.19	28.06	5,429.12	98.55	5,527.67
Year ended 31 March 2017										
Gross carrying amount										
Deemed cost as at 1 April 2016	-	-	270.06	6,280.97	15.28	274.76	30.79	6,871.86	98.55	6,970.41
Additions	-	-	147.04	946.15	9.16	11.37	20.42	1,134.14	-	1,134.14
Disposals	(0.97)	-	-	(318.31)	(4.27)	(0.92)	(7.00)	(331.47)	-	(331.47)
Asset transfer from CWIP to building	-	-	-	-	-	-	-	-	(98.55)	(98.55)
Classified as Investment Property	0.97	-	-	-	-	-	-	0.97	-	0.97
Exchange Differences	-	-	-	-	-	-	-	-	-	-
Closing gross carrying amount	-	-	417.10	6,908.81	20.17	285.21	44.21	7,675.50	-	7,675.50
Accumulated depreciation										
Opening Accumulated Depreciation	-	-	8.75	1,372.82	3.87	54.57	2.73	1,442.74	-	1,442.74
Depreciation for the year	-	0.13	25.10	825.27	2.10	52.77	10.72	916.09	-	916.09
Classified as Investment Property	-	(0.13)	(16.37)	-	-	-	-	(16.50)	-	(16.50)
Exchange Differences	-	-	-	-	-	-	-	-	-	-
Closing accumulated depreciation	-	-	17.48	2,198.09	5.97	107.34	13.45	2,342.33	-	2,342.33
Net Carrying amount 31 March 2017	-	-	399.62	4,710.72	14.20	177.87	30.76	5,333.17	-	5,333.17
Net Carrying amount										
At 1 April 2015	415.49	11.56	490.69	5,408.68	13.68	263.44	30.71	6,634.25	17.47	6,651.72
At 31 March 2016	-	-	261.31	4,908.15	11.41	220.19	28.06	5,429.12	98.55	5,527.67
At 31 March 2017	-	-	399.62	4,710.72	14.20	177.87	30.76	5,333.17	-	5,333.17

* The company opted to use the previous GAAP carrying values as deemed cost at the transition date for all its PPE, Investment Property and Intangible Assets.

* During the year 31 March 2016, Land & Building were reclassified as Investment property because management decided to lease the said property to third party.

Note 4 - Investment Property

(₹ in Lakhs)

	As at 31st March, 2017	As at 31st March, 2016
Gross carrying amount		
Opening gross carrying amount / Deemed Cost	1,432.47	647.68
Additions	-	784.79
Disposal	(0.97)	-
Closing gross carrying amount	1,431.50	1,432.47
Accumulated depreciation		
Opening accumulated depreciation	18.50	-
Depreciation charge	16.50	18.50
Closing Accumulated depreciation	35.00	18.50
Net carrying amount	<u>1,396.50</u>	<u>1,413.97</u>

*The company opted to use the previous GAAP carrying values as deemed cost at the transition date for Investment Property.

Note 5 - Other Intangible Assets

(₹ in Lakhs)

	Computer Software	Total
Year ended 31 March 2016		
Gross carrying amount		
Deemed cost as at 1 April 2015	36.36	36.36
Additions - Others	2.92	2.92
Additions - Internally developed	-	-
Exchange Differences	-	-
Closing gross carrying amount	<u>39.28</u>	<u>39.28</u>
Accumulated amortisation		
Amortisation for the year	8.09	8.09
Impairment charge	1.14	1.14
Exchange Differences	-	-
Closing accumulated depreciation	<u>9.23</u>	<u>9.23</u>
Net Carrying amount 31 March 2016	<u>30.05</u>	<u>30.05</u>
Year ended 31 March 2017		
Gross carrying amount		
Deemed cost as at 1 April 2016	39.28	39.28
Additions - Others	15.81	15.81
Additions - Internally developed	-	-
Exchange Differences	-	-
Closing gross carrying amount	<u>55.09</u>	<u>55.09</u>
Accumulated depreciation		
Opening Accumulated Amortisation	9.23	9.23
Amortisation for the year	7.32	7.32
Impairment charge	0.47	0.47
Exchange Differences	-	-
Closing accumulated depreciation	<u>17.02</u>	<u>17.02</u>
Net Carrying amount 31 March 2017	<u>38.07</u>	<u>38.07</u>
Net Carrying amount		
At 1 April 2015	36.36	36.36
At 31 March 2016	30.05	30.05
At 31 March 2017	38.07	38.07

*The company opted to use the previous GAAP carrying values as deemed cost at the transition date for Intangible Assets.

Note 6 - Investments

(₹ in Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
A. Non-current investments at fair value			
i) Unquoted equity shares of JV & other companies			
Equity Shares of Joint Venture Companies :			
i) 300,000 Shares in Dev Drilling Pte Ltd of USD 1 each	-	-	185.20
ii) 7,625,220 Shares in Discovery Drilling Pte. Ltd of SGD 1 each **	2,224.11	2,224.11	2,224.11
iii) 3,812,610 Shares in Discovery Drilling Pte. Ltd of SGD 3.5 each **	5,187.86	5,187.86	5,187.86
iv) 9,322,250 Shares in Virtue Drilling Pte. Ltd of SGD 1 each *	4,007.65	4,007.65	4,007.65
v) 4,661,125 Shares in Virtue Drilling Pte. Ltd of SGD 3.5 each *	7,239.76	7,239.76	7,239.76
vi) 14 Shares in Internovia Natural res FZ LLC of AED 1000 each (Others)	2.37	2.37	2.37
	<u>18,661.75</u>	<u>18,661.75</u>	<u>18,846.95</u>
ii) Unquoted equity shares of other entities			
i) 5 Shares in Taloja CETP Co. Society Ltd of Rs. 100 each	0.01	0.01	0.01
Investment under Portfolio Management Services			
I) Religare Credit Investment Trust	-	-	500.00
	<u>18,661.76</u>	<u>18,661.76</u>	<u>19,346.96</u>
B. Current Investments at fair value			
i) Investment in Bonds - Quoted			
7.18 % IRFC 2023 Bonds	-	503.43	762.30
7.18 % IRFC 2023 Bonds	-	-	253.75
8.46 % PFC 2028 Bonds	-	-	560.50
7.18 % IRFC 2023 Bonds	-	-	503.43
Total - (i)	<u>-</u>	<u>503.43</u>	<u>2,079.98</u>

* Investments in Virtue Drilling Pte. Ltd. pledged with Banks/Financial Institutions against borrowing by Company.

** Investments in Discovery Drilling Pte. Ltd. pledged with Banks/Financial Institutions against borrowings by Rig Owning Company from whom Rig has been taken on charter hire.

(₹ in Lakhs)

Particulars	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	No. of units	Amount	No. of units	Amount	No. of units	Amount
ii) Investment in Mutual Funds through FVTPL						
Baroda Pioneer Liquid Fund - Plan A Growth	-	-	-	-	15,612	250.16
Birla Sun Life Cash Plus - Growth - Regular Plan	-	-	89,509	217.31	-	-
Birla Sunlife Treasury Optimizer Plan Growth	-	-	-	-	5,92,426	1,029.36
DSP BlackRock FTP - Series 44 - 36M - Growth	30,00,000	375.24	30,00,000	345.32	30,00,000	318.39
Franklin India Low duration Fund - Growth	-	-	-	-	1,64,18,364	2,521.81
HDFC Floating Rate Income Fund - Short Term Plan - Wholesale Option	-	-	-	-	4,08,083	97.77
HDFC FMP 369D February 2014 (1) Series 29 - Regular - Growth	91,20,176	1,183.84	91,20,176	1,099.05	91,20,176	1,013.51
HDFC FMP 369D February 2014 (2) Series 29 - Regular - Growth	1,50,00,000	1,947.15	1,50,00,000	1,801.76	1,50,00,000	1,660.79
HDFC FMP 371D February 2014 (1) Series 29 - Regular - Growth	45,50,708	590.99	45,50,708	548.01	45,50,708	505.12
HDFC FMP 434D February 2014 (1) Series 29 - Regular - Growth	1,00,00,000	1,292.87	1,00,00,000	1,197.05	1,00,00,000	1,102.99
HDFC Liquid Fund - Growth	-	-	3,553	106.04	42,03,105	1,159.06
HSBC Ultra Short Term Bond Fund - Growth	-	-	-	-	81,74,944	1,012.81
ICICI Prudential Long Term Gilt Fund - Regular Plan - Growth	-	-	-	-	5,32,552	251.77
ICICI Prudential Savings Fund- Regular Plan - Growth	-	-	-	-	11,90,356	2,474.25
ICICI Prudential Short Term Plan - Growth	-	-	-	-	20,78,525	595.07
Kotak FMP 106 - Growth	-	-	1,00,00,000	1,271.05	1,00,00,000	1,170.79
Kotak Treasury Advantage Fund - Growth	-	-	-	-	22,74,568	506.55

(₹ in Lakhs)

Particulars	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	No. of units	Amount	No. of units	Amount	No. of units	Amount
L & T Floating Rate Fund - Growth (BONUS UNITS)	-	-	8,65,656	127.17	8,65,656	117.06
L & T Triple Ace Bond Fund - Bonus (BONUS UNITS)	-	-	8,03,729	117.07	8,03,729	111.55
LIC Nomura MF Liquid Fund - Direct - Growth	-	-	15,292	420.07	-	-
Reliance Money Manager Fund - Direct - Growth	-	-	-	-	2,33,783	4,513.29
Reliance Short Term Plan - Growth	-	-	-	-	39,16,147	1,026.27
Religare Fixed Maturity Plan - Series XVIII - Plan C (25 Months)	-	-	50,00,000	639.53	50,00,000	594.34
SBI Magnum Gilt Fund - Long Term - Regular Plan - Growth	-	-	-	-	90,93,190	2,761.10
SBI Premier Liquid Fund - Regular - Growth	-	-	15,034	357.22	15,047	330.40
UTI Gilt Advantage Fund - Long Term - Growth	-	-	-	-	3,27,561	99.50
Total - (ii)		5,390.09		8,246.65		25,223.71

(₹ in Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
iii) Investment in Shares through FVOCI			
165000 Shares of Monnet Ispat & Energy Limited of Rs. 10 each	56.27	-	-
83000 Shares of Monnet Ispat & Energy Limited of Rs. 10 each	28.30	-	-
9164842 Shares of ESL	398.67	-	-
7534 Shares of JSPL	9.12	-	-
Total - (iii)	492.36	-	-
iv) Investment under Portfolio Management Services at fair value			
Religare Credit Investment Trust			
Total - (iv)	279.10	475.64	-
Total (i to iv)	6,161.55	9,225.72	27,303.69

* Investments in mutual funds are pledged with HDFC Bank against term loan of Rs. 47.50 crores as obtained for working capital.

* Non-current investments are recognised initially at carrying value while short term investments except investments in quoted equity share are recognised initially at fair value through FVTPL.

* Short term investments in quoted equity shares are recognised at fair value through FVOCI.

* Religare credit investment trust has been classified as current investment from non-current investments in current year.

(₹ in Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
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Note 7 - Financial Assets - Loans, Non-current

(Unsecured, Considered good unless otherwise stated)

Loan to Related Parties	36,169.69	43,358.00	19,660.77
	36,169.69	43,358.00	19,660.77

* Includes Loan to Joint Venture Companies, Discovery Drilling Pte Ltd & Virtue Drilling Pte Ltd are sub-ordinated to bank loan availed by said Joint Venture. These loans were given as part of Project financing.

Note 8 - Other financial assets, Non-current

Derivative instrument	35.43	-	-
Capital Advances	-	1,600.00	4,720.83
Security Deposits	1,985.30	198.96	188.11
Advance Income Tax (Net)	1,777.89	893.23	586.93
	3,798.62	2,692.19	5,495.87

* Security Deposits are recognised at fair value through FVTPL. The discounting rate taken at 9.5% p.a. for all SD amounts except SD to Venus (at 4.40% p.a. i.e. libor plus 3% margin). The discounting period taken at 5 years for all SD amounts while in case of Sudha Apparels 3 years and Venus 2 Years.

(₹ in Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Note 9 - Deferred Tax Assets / Liabilities			
Deferred Tax Liability			
Depreciation and Amortization	1,324.10	1,309.96	1,246.62
Reclassification of FCTRA	650.85	862.02	807.35
Change in fair value of hedging	15.62	-	-
Remeasurement of employee benefit obligation	37.70	26.59	-
Equity Instrument - Fair Value Gain	16.43	-	-
Mutual Fund - Fair Value Gain	417.14	439.92	336.44
(A)	2,461.84	2,638.49	2,390.41
Deferred Tax Assets			
Provision for Doubtful Recoveries	519.12	519.12	509.85
Provision for Gratuity	2.09	-	41.45
Provision for Leave Encashment	22.30	25.05	23.85
Reclassification of hedging reserve through OCI	-	111.73	184.51
ECL on Debtors & Advances - Fair Value Loss	45.40	-	-
Security Deposit - Fair Value Loss	70.61	20.05	27.30
JDIL Employee Welfare trust loan - Fair Value Loss	84.08	108.05	129.94
(B)	743.60	784.00	916.90
Net Deferred Tax Liability (A-B)	1,718.24	1,854.49	1,473.51
Note 10 - Inventories			
(At lower of cost or net realisable value)			
Stores & Spares	1,347.20	1,202.88	1,293.21
	1,347.20	1,202.88	1,293.21
Note 11 - Financial Assets - Trade Receivables, Current			
Unsecured, Considered good	8,648.94	11,717.72	12,664.59
Unsecured, Doubtful	1,500.00	1,500.00	1,500.00
Less: Provision for doubtful recoveries	1,500.00	1,500.00	1,500.00
	8,648.94	11,717.72	12,664.59
Note 12 - Cash and Cash Equivalents			
Cash in hand	3.16	9.86	4.04
Balances with Scheduled Banks			
- In Current Accounts	4.20	27.43	184.03
- In Unclaimed Dividend Accounts	4.56	5.99	5.89
- Fixed Deposit Account *	214.63	-	-
	226.55	43.28	193.96
* Fixed deposits Includes ₹163.81 lacs given as margin money against Bank Guarantee.			
Note 13 - Financial Assets - Loans, Current			
Loan to Related Parties	11,020.98	11,294.60	537.42
	11,020.98	11,294.60	537.42
Note 14 - Other Current Assets			
Claim (Loss in hole) receivables	71.99	217.79	175.11
Advances recoverable in cash or in kind #	5,805.18	3,491.34	4,637.70
Gratuity Fund	-	11.40	-
Interest receivables	2,020.29	906.96	292.48
	7,897.46	4,627.49	5,105.29
# Includes primarily advances to trade creditors, recoverables etc.			

Note 15 - Equity Share Capital & Other Reserves
Equity Share Capital
Authorized equity share capital of ₹ 5 each

	No. of shares (in Lakhs)	Equity Capital (In Lakhs)
As at 1 April 2015	465.00	2,325.00
Increase during the year	-	-
As at 31st March 2016	465.00	2,325.00
Increase during the year	-	-
As at 31st March 2017	465.00	2,325.00

Issued, Subscribed and Paid Up Capital
(i) Movement in equity share capital

	No. of shares (in Lakhs)	Equity Capital (In Lakhs)
As at 1 April 2015	289.81	1,449.05
Issued during the year	-	-
As at 31st March 2016	289.81	1,449.05
Issued during the year	-	-
As at 31st March 2017	289.81	1,449.05

Terms and rights attached to equity shares

"Equity shares have a par value of INR 5. They entitle the holder to participate in dividends, and to share in the proceeds of winding up of the company in proportion to the number of amounts paid on the shares held. Every holder of equity shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote."

(ii) Details of shareholders holding more than 5% shares in the company

Particulars	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	% Holding	No. of Shares	% Holding	No. of Shares	% Holding	No. of Shares
a) Jindal Global Finance and Investment Ltd	18.76	54,38,148	18.89	54,74,148	18.89	54,74,148
b) Sudha Apparels Ltd	15.22	44,11,000	18.41	53,35,000	18.41	53,35,000
c) Stable Trading Co. Ltd	10.56	30,59,168	5.78	16,74,168	5.78	16,74,168
d) Crispark Viacom Ltd	14.49	41,98,350	14.49	41,98,350	14.49	41,98,350

(₹ in Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
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Note 16 - Other equity
16(a) Reserve and surplus

Securities Premium Reserve	29,613.35	29,613.35	29,613.35
General Reserve	24,562.94	24,562.94	23,562.94
Retained Earning	28,603.54	27,060.04	25,002.27
Total reserves and surplus	82,779.83	81,236.33	78,178.56
Securities Premium Reserve			
Opening Balances	29,613.35	29,613.35	29,613.35
Addition during the year	-	-	-
Closing Balance	29,613.35	29,613.35	29,613.35
General Reserve			
Opening Balances	24,562.94	23,562.94	22,562.94
Addition during the year	-	1,000.00	1,000.00
Closing Balance	24,562.94	24,562.94	23,562.94
Foreign Currency Translation Reserve			
Opening Balance	-	-	2,076.11
Transferred to Other Reserves	-	-	(2,076.11)
Closing Balance	-	-	-

(₹ in Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Hedging Reserve			
Opening Balance	-	-	(1,843.99)
Transferred to Other Reserves (Note 16b)	-	-	1,843.99
Closing Balance	-	-	-
Surplus in Statement of Profit & Loss			
Opening balance	27,060.04	25,002.27	21,605.84
Net profit for the period	1,696.92	3,181.94	4,421.12
Remeasurement of employment benefit obligation, net of tax	20.99	50.24	-
Transfer to general reserves	-	(1,000.00)	(1,000.00)
Adjustment relating to Fixed Assets	-	-	(24.69)
Dividends & CD Tax	(174.41)	(174.41)	-
Closing Balance	28,603.54	27,060.04	25,002.27
16(b) Other Reserves			
Hedging reserve - (Reclassified - net of tax)	19.81	(220.83)	(358.34)
Foreign currency translation reserve - (Reclassified - net of tax)	1,272.23	1,671.23	1,567.92
Change in fair value of equity instruments (net of tax)	31.04	-	-
Closing Balance	1,323.08	1,450.40	1,209.58
Total of other equity (A+B)	84,102.91	82,686.73	79,388.14
Note 17 - Other Financial Liabilities, Non-current			
Gratuity	-	-	103.31
Leave Encashment	49.91	56.23	59.61
	49.91	56.23	162.92
Note 18 - Current Borrowings			
Secured			
Loans repayable on demand from Banks	1,982.11	1,015.21	14.67
Other bank loan	4,750.00	-	-
Unsecured			
Inter Corporate Deposit	1,015.69	7,711.27	-
	7,747.80	8,726.48	14.67
* Working capital loans are secured by hypothecation of inventories, book debts and all other current assets and first charge on fixed assets excluding specific charges, ranking pari-passu amongst working capital lending banks.			
Note 19 - Trade Payables			
Micro, Small & Medium Enterprises	-	-	-
Creditors	4,112.13	13,146.01	13,459.68
	4,112.13	13,146.01	13,459.68
Note 20 - Other Financial Liabilities			
Derivative Instrument	-	332.56	542.85
	-	332.56	542.85
Note 21 - Other Current Liabilities			
Other Current Liabilities #	1,495.33	1,521.65	1,763.96
Unpaid Dividend *	4.56	5.99	5.89
	1,499.89	1,527.64	1,769.85
* There is no amount due and outstanding to be credited to Investors Education & Protection Fund.			
# Includes statutory dues, advances from customers, security deposits etc.			
Note 22 - Provisions			
Gratuity Payable	6.03	-	18.63
Leave Encashment Payable	14.53	16.14	10.54
	20.56	16.14	29.17

Particulars	(₹ in Lakhs)	
	As at 31st March, 2017	As at 31st March, 2016
Note 23 - Revenue From Operations		
Drilling Services	37,159.70	31,974.37
	<u>37,159.70</u>	<u>31,974.37</u>
Note 24 (a) - Other Income		
Dividend Received	-	5.43
Profit on Sale of Current Investments (Net)	696.91	1,119.90
Rent Received	56.06	22.56
Profit on sale of Fixed Assets	39.99	-
Balance written back	-	4.48
Miscellaneous Income	19.07	33.36
Interest Received	1,729.57	1,152.68
Interest Received-Tax free	6.18	134.25
Foreign Exchange Fluctuation (Net)	-	192.20
Fair Value through P&L:		
Fair value gain on Mutual Fund	-	299.02
Unwinding interest income on JDIL Interest Free Loan	69.25	63.24
Unwinding interest income on Security Deposits	-	20.94
	<u>2,617.03</u>	<u>3,048.06</u>
Note 24 (b) - Other Comprehensive Income		
Reclassification of hedging reserve	332.56	210.29
Change in fair value of hedging	35.43	-
Reclassification of Foreign Currency Translation Reserve Account	(610.17)	157.98
OCI through Equity Instrument	47.47	-
Remeasurement of defined benefit liability	32.10	76.83
Total	<u>(162.61)</u>	<u>445.10</u>
Note 25 - Operating Expenses		
Rig Hire Charges	21,933.34	19,260.44
Drilling Operation expenses #	2,241.72	1,424.39
Stores & Spares Consumed	3,459.93	2,187.13
	<u>27,634.99</u>	<u>22,871.96</u>
Note 26 - Employee Benefits Expenses		
Salary, Wages & Other Allowances	4,084.24	3,711.46
Contribution to PF & Other Funds	65.97	23.27
Staff Welfare Expenses	117.55	125.65
Remeasurement of Employee benefit obligation		
-Gratuity Expenses	12.90	59.42
-Leave Expenses	19.20	17.41
	<u>4,299.86</u>	<u>3,937.21</u>
Note 27 - Finance Costs		
Interest Charges	807.65	126.89
Unwinding discount on JDIL Employees Welfare Trust loan	-	-
Unwinding discount on Security Deposit	146.08	-
	<u>953.73</u>	<u>126.89</u>

(₹ in Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016
Note 28 - Other Expenses		
Electricity & water Charges	54.84	60.13
Rent	270.54	268.20
Rates & Taxes	24.54	18.15
Telephone & Communication Expenses	27.79	29.86
Printing & Stationery	23.96	16.21
Travelling & Conveyance:	209.47	263.72
Vehicle Upkeep & Maintenance	67.02	71.26
Repair & Maintenance		
Building	9.00	3.73
Others	91.02	65.77
Legal & Professional Charges	733.50	380.95
Insurance	0.79	0.80
Fees & Subscription	58.29	38.58
Internal Audit Fees	3.00	3.31
Auditors' Remuneration :		
- Audit Fee	3.40	3.40
- Tax Audit Fee	0.50	0.50
- Company Law Matters	0.94	1.22
- Out of Pocket Expenses	0.45	-
General Exp	204.38	130.29
Corporate Social Responsibilities	76.00	145.00
Advertisement & Business Promotion	120.65	92.35
Tender Fee	1.99	2.40
Bank Charges	72.56	67.46
Foreign Exchange Fluctuation Loss - Net	1,340.20	-
Loss on sale of Fixed assets	-	46.35
Misc Balances Written Off	3.85	-
Fair Value through P&L:		
Loss allowance on MOGL Loan	108.84	-
Fair value loss on Mutual Funds	65.83	-
Loss allowance on Debtors - LIH	22.34	-
Total	3,595.69	1,709.64

Note 29: Contingent liabilities
Claims against the company not acknowledged as debt:
Commitments
1. Estimated amount of contracts remaining to be executed on capital account

Estimated amount of contracts for purchase of business assets for the use of the company remaining to be executed, not provided for (net of advances) ₹ Nil (Previous year ₹ 900 lakhs).

2. Contingent Liabilities not provided for:

(₹ In Lakhs)

Particulars	As at 31st March 2017	As at 31st March 2016
(i) LC\Guarantee issued by the Banks		
a). (LC \ Bank Guarantee are provided under Legal / Contractual Obligations) (Issued from Consortium Banks Sanctioned Limits)	4178.39	4686.68
b). (LC \ Bank Guarantee are provided under Legal / Contractual Obligations) (Issued against Pledged of Fixed Deposit of ₹16,381,368/-)	1419.03	-
(ii) Custom demand		
An Appeal pending at Hon'ble Mumbai High Court (A sum of Rupees sixty lakhs against demand had been deposited by the company)	255.03	255.03
(iii) Refurbishment Expenses of Jack Up Rig	994.63	-

(iv) Income Tax Demand

(₹ In Lakhs)

	2016-17		2015-16	
	CIT (Appeal)	ITAT	CIT (Appeal)	ITAT
Assessment Year 2008-09	-	55.00	-	55.00
Assessment Year 2009-10	-	66.50	-	66.50
Assessment Year 2010-11	-	77.82	-	77.82
Assessment Year 2011-12	1641.12	-	1641.12	-
Assessment Year 2012-13	425.46	-	425.46	-
Assessment Year 2013-14	227.10	-	-	-

(v) Arbitration award

An Arbitration Award relating to 'Noble Edholt' jackup Rig has been passed against the Company to make payment towards principal outstanding and the following amounts.

1. Amount of USD 31,769,994.76 by way of damages.
2. Interest on the damages awarded accruing at the daily rate of US prime plus 1%, compounded quarterly until the date of payment and
3. Cost of arbitration and other expenses.

The Company is taking necessary steps to contest in relation to the Award. Therefore no provision has been made during the year.

Note 30: 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.

Note 31: Employee Benefits
(a) Contribution to defined contribution plans recognized as expenses are as under:

(₹ In Lakhs)

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
Provident Fund	23.51	23.19
Family Pension fund	7.40	8.07
ESIC	7.00	7.20
Total	37.91	38.46

(b) Defined Benefit Plan
Gratuity

The Employee's Gratuity Fund scheme managed by LIC of India is a defined benefit plan. The present value of 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.

Disclosure for defined benefit plans based on actuarial reports: (Figures are in ₹ lakhs)

Changes in Present Benefit Obligation

		31/03/2017	31/03/2016
a)	Present value of obligation as at the beginning of the period	188.00	226.07
b)	Acquisition adjustment	-	-
c)	Interest Cost	15.04	18.08
d)	Service Cost	38.44	30.55
e)	Benefits Paid	(0.65)	(35.56)
f)	Total Actuarial (Gain)/Loss on Obligation	(11.89)	(51.14)
g)	Present value of obligation as at the End of the period	228.94	188.00

Actuarial (Gain)/Loss on Obligation

		31/03/2017	31/03/2016
a)	Actuarial (Gain)/Loss on arising from Change in Financial Assumption	11.99	-
b)	Actuarial (Gain)/Loss on arising from Experience adjustment	(23.88)	(51.15)

Actuarial (Gain)/Loss on Plan Asset

		31/03/2017	31/03/2016
a)	Expected Interest Income	15.95	8.33
b)	Actual Income on Plan Asset	16.96	16.60
c)	Actuarial gain /(loss) for the year on Asset	1.01	8.27

Balance Sheet and related analysis

		31/03/2017	31/03/2016
a)	Present Value of the obligation at end	228.94	188.00
b)	Fair value of plan assets	222.92	199.40
c)	Unfunded Liability/provision in Balance Sheet	(6.02)	11.40
d)	Unfunded liability recognized in Balance Sheet	(6.02)	11.40

The expenses recognized in the statement of profit and loss

		31/03/2017	31/03/2016
a)	Service Cost	38.44	30.55
b)	Net Interest Cost	(0.91)	9.76
c)	Expense recognized in the Income Statement	37.53	40.31

Amount recognised in Other Comprehensive Income (OCI)

		31/03/2017	31/03/2016
a)	Actuarial gain / (loss) for the year on PBO	11.89	51.15
b)	Actuarial gain /(loss) for the year on Asset	1.01	8.27
c)	Unrecognized actuarial gain/(loss) at the end of the year	12.90	59.42

Change in plan assets

(₹ In Lakhs)

		31/03/2017	31/03/2016
a)	Fair value of plan assets at the beginning of the period	199.40	104.13
b)	Actual return on plan assets	16.96	16.60
c)	Employer contribution	7.21	114.23
d)	Benefits paid	(0.65)	(35.56)
e)	Fair value of plan assets at the end of the period	222.92	199.40

Major categories of plan assets (as percentage of total plan assets)

(₹ In Lakhs)

		31/03/2017	31/03/2016
a)	Government of India Securities	-	-
b)	State Government securities	-	-
c)	High Quality Corporate Bonds	-	-
d)	Equity Shares of listed companies	-	-
e)	Property	-	-
f)	Funds Managed by Insurer	100 %	100 %
g)	Bank Balance	-	-
	Total	100 %	100 %

Expected contribution for the next Annual reporting period

(₹ In Lakhs)

		31/03/2017	31/03/2016
a)	Service Cost	44.50	32.40
b)	Net Interest Cost	0.45	(0.91)
c)	Expected Expense for the next annual reporting period	44.95	31.49

Sensitivity Analysis of the defined benefit obligation

(₹ In Lakhs)

a) Impact of the change in discount rate		
	Present Value of Obligation at the end of the period	228.94
a)	Impact due to increase of 0.50%	(12.44)
b)	Impact due to decrease of 0.50 %	13.60
b) Impact of the change in salary increase		
	Present Value of Obligation at the end of the period	228.94
a)	Impact due to increase of 0.50%	13.73
b)	Impact due to decrease of 0.50 %	(12.67)

Sensitivities due to mortality & withdrawals are not material & hence impact of change not calculated. Sensitivities as to rate of inflation, rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable being a lump sum benefit on retirement.

Maturity Profile of Defined Benefit Obligation

(₹ In Lakhs)

	Year	Amount
a)	April 2017- March 2018	22.08
b)	April 2018- March 2019	4.16
c)	April 2019- March 2020	12.52
d)	April 2020- March 2021	3.17
e)	April 2021- March 2022	4.09
f)	April 2022- March 2023	6.77
g)	April 2023 onwards	176.15

Actuarial Assumptions
1) Economic Assumptions

The principal assumptions are the discount rate & salary growth rate. The discount rate is based upon the market yields available on Government bonds at the accounting date with a term that matches that of the liabilities. Salary increase rate takes into account of inflation, seniority, promotion and other relevant factors on long term basis. Valuation assumptions are as follows which have been selected by the company.

		31/03/2017	31/03/2016
i)	Discounting Rate	7.50	8.00
ii)	Future salary Increase	6.00	6.00

2) Demographic Assumption

		31/03/2017	31/03/2016
i)	Retirement Age (Years)	58	58
ii)	Mortality rates inclusive of provision for disability**	100% of IALM (2006 - 08)	
iii)	Ages	Withdrawal Rate (%)	Withdrawal Rate (%)
	Up to 30 Years	3.00	3.00
	From 31 to 44 years	2.00	2.00
	Above 44 years	1.00	1.00

Leave encashment

The amount recognized as an expense in respect of leave encashment and compensated absences are ₹ 8.48 lakhs (Previous year ₹ 7.09 lakhs).

Note 32: Disclosure w.r.t. specified bank notes

As per Notification G.S.R. 308(E) dated 30.03.2017 issued by the Ministry of Corporate Affairs, the details of Specified Bank Notes (SBNs) held and transacted during the period from 08.11.2016 to 30.12.2016:

(₹ In Lakhs)

Particulars	SBNs	Other Denomination Notes	Total
Closing Cash in hand as on 08.11.2016	1.79	3.84	5.63
(+) Permitted Receipts	-	11.35	11.35
(-) Permitted Payments	-	9.89	9.89
(-) Amount deposited in Banks	1.79	0.00	1.79
Closing Cash in hand as on 30.12.2016	-	5.30	5.30

Note 33: Segment reporting

All undertaking of the company is engaged in similar activities of providing services to Oil & Gas Companies. Therefore there is only one reportable segment – Drilling and related services under Segment Reporting. The company operates in a single geographical segment – India.

Note 34: Related parties disclosures (as per Ind As 24)
Relationships:
A. Parties where control exists:
i) Joint Venture of Reporting Enterprise

Discovery Drilling Pte Ltd., Singapore (DDPL)
 Virtue Drilling Pte Ltd., Singapore (VDPL)

ii) Key Management Personnel

Name of person	Relationship
Shri H K Khanna	Whole Time Director
Shri Pawan Kumar Rustagi	CFO
Shri Rajeev Ranjan	Company Secretary

iii) Other Related Parties

Shri D P Jindal	Chairman
Shri Raghav Jindal	Director, Son of Shri D.P. Jindal
Sigma Infrastructure Pvt Ltd	
Maharashtra Seamless Ltd	
Jindal Pipes Ltd	

B. Details of Transactions with related parties are as follows:

(₹ In Lakhs)

	Joint Venture		Key Managerial Personnel	Other Related Parties
	DDPL	VDPL		
Charter Hire Charges paid / payable (Net of TDS)	19,906.34 (17,931.93)	- (-)	- (-)	- (-)
Interest Received / receivable (Net of TDS)	669.64 (276.69)	276.11 (182.15)	- (-)	- (-)
Remuneration	- (-)	- (-)	46.44 (44.81)	113.08 (147.65)
Expenses Incurred by the company for which reimbursement received/ receivable	0.12 (9.36)	- (-)	- (-)	- (-)
Technical Support Service	- (-)	- (-)	- (-)	416.55 (408.82)
Sale of Scraps	- (-)	- (-)	- (-)	12.28 (14.11)
Rent Paid	- (-)	- (-)	- (-)	92.19 (90.11)
Rent Received	- (-)	- (-)	- (-)	23.25 (21.42)
Purchase of Lubricants & others	- (-)	- (-)	- (-)	23.52 (114.79)
Sitting Fee	- (-)	- (-)	- (-)	5.20 (2.40)
Balances Outstanding at the Year End:				
For Loans #	26,965.12 (29,576.32)	9,530.33 (13,511.56)	- (-)	- (-)
For Charter Hire Charges	584.36 (2,950.01)	- (-)	- (-)	- (-)
Maximum Loan outstanding during the year	26,965.12 (29,576.32)	9,530.33 (13,511.56)	- (-)	- (-)
Amount Receivable for expenses	0.12 (9.36)	- (-)	- (-)	- (-)

Note: i) Previous year figures are in brackets..

ii) Related Parties are as determined by management and has been relied upon by Auditors

Loans Includes Interest Receivables (Net of TDS);

Note 35: Derivative Financial Instruments

The Company uses forward contracts to manage some of its transaction exposure. The details of such contracts outstanding as on the balance sheet date are as follows:

Type of Contract	Purpose
Forward Contracts	Hedge the future receivables.

Foreign Currency Forward Contracts

The Company is having long term chartered hire income contract with ONGC. Since the service contract is under international competitive bidding. The company receives revenue in USD. The company has hedged future receivables by selling USD under the forward contracts.

The foreign currency forward contracts are designated as cash flow hedges and are entered into for periods consistent with foreign currency exposure of the underlying transactions, generally within one year.

The fair value of foreign currency forward contracts is as under:

(₹ In Lakhs)

Particulars	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	Asset	Liability	Asset	Liability	Asset	Liability
Foreign Currency Forward Contracts	35.43	-	-	332.56	-	542.85

Outstanding notional amount for forward contracts is USD 9 lakhs (Previous year USD 62.50 lakhs).

The loss due to fluctuation in foreign currency exchange rates on derivative contract, recognized as other comprehensive gain which is ₹ 367.99 lakhs (Previous year loss of ₹ 210.09).

Foreign Currency Exposure that is not hedged by derivative transactions or otherwise:

(₹ In Lakhs)

Particulars	Currency	As at			
		31.03.2017		31.03.2016	
		Amount in Foreign Currency	Equivalent Indian Rupees	Amount in Foreign Currency	Equivalent Indian Rupees
Foreign Currency Receivables	USD	57.09	3701.09	200.02	13,497.53
Foreign Currency Payables	USD	46.75	3,031.22	199.56	13,237.17
	EURO	-	-	0.02	1.22
	AED	0.004	0.07	-	-
	SGD	0.03	1.32	-	-
Foreign Currency Loan Given to Joint Venture DDPL	USD	415.94	26,965.12	445.88	29,576.32
Foreign Currency Loan Given to Joint Venture VDPL	USD	147.01	9,530.33	203.69	13,511.56
Equity Participation in Joint Venture DDPL	SGD	209.69	7,411.97	209.69	7,411.97
Equity Participation in Joint Venture VDPL	SGD	300.82	11,247.41	300.82	11,247.41

Note 36: Financial reporting of Interest in Joint Ventures

i. Discovery Drilling Pte Ltd (DDPL) and Virtue Drilling Pte Ltd (VDPL) continue to be Joint Ventures of the companies.

Name of the Company	Date of initial Investment	Country of Incorporation	% Ownership Interest	
			As on 31.03.2017	As on 31.03.2016
Discovery Drilling Pte Ltd. (DDPL)	25th April, 2006	Singapore	49%	49%
Virtue Drilling Pte Ltd. (VDPL)	31st March, 2008	Singapore	49%	49%

(ii) The Company's Share of the Assets and Liabilities as on 31st March, 2016 and Share of Income & Expenses for the period ended on that date in respect of Joint Venture Companies are given below.

(₹ In Lakhs)

		As at 31/03/2017	As at 31/03/2016
ASSETS			
Non-Current Assets			
Property Plant & Equipment		55,777.39	77,465.10
Investments		78,072.28	74,639.01
	A	133,849.67	152,104.11
Current Assets			
Cash and Cash Equivalents		5,919.47	3,263.18
Trade & Other Receivables		4,100.71	4,173.84
	B	10,020.18	7,437.02
Current Liabilities			
Other Payables		2,662.37	2,253.37
Income Tax payable		1.90	1.53
Interest & Other Finance Cost Payable (loans and borrowings)		9,436.46	9,388.53
Interest-bearing Loans and Borrowings		-	14,431.39
	C	12,100.73	26,074.82
Net Current Assets/(Liabilities)	D=(B-C)	2,080.55	18,637.80
Less: Non current liabilities:			
Interest-bearing loans and borrowings		9,993.59	19,469.37
Sub-ordinated loan from shareholders		17,579.80	14,610.20
Derivatives Financial Instrument		-	-
Deferred Tax Liability		-	-
Preference Share		952.98	-
	E	28,526.37	34,079.57
Net Assets	(A+D-E)	103,242.75	99,386.73

(₹ In Lakhs)

		As at 31/03/2017	As at 31/03/2016
EQUITY			
Share capital		22,730.73	23,258.18
Accumulated Profit/(losses)		72,030.56	65,888.66
Current year Profit		6,278.32	9,720.44
Exchange Gain on Consolidation		2,203.13	519.42
		103,242.74	99,386.73
Share of Income & Expenses for the period ended 31st March 2017:-			
Revenue			
Charter Hire Income		21,174.16	20,370.79
Interest Income		9.48	10.26
Interest on Preference Shares		318.13	312.47
Other Income		63.65	28.80
	(i)	21,565.42	20,722.32
Operating Expenses			
Depreciation		8,407.48	7,476.06
Staff Cost		530.64	578.09
Other Operating Expenses		3,838.69	534.00
Professional Fees		184.76	9.50
Interest and other finance cost		1,286.65	1,285.06
Insurance Expenses		214.23	237.09
	(ii)	14,462.45	10,119.80
Profit before Income tax	(i-ii)	7,102.97	10,602.52
Share of Profit of Associates		110.38	-
Profit with associates before Income tax		7,213.35	10,602.52
Income tax expense (Overseas Withholding Tax)		935.03	883.17
Income tax of earlier year			
Deferred Tax			
Income Tax (Singapore)			
Profit after tax		6,278.32	9,719.35
Other Comprehensive Income		-	-
Fair Value change in derivatives instruments		-	-
Total Comprehensive Income for the year		6,278.32	9,719.35

Note 37: Trade Receivable, Loans & advances & Trade Payable

- An amount of ₹ 44.09 lakhs is recoverable from ONGC relating rig PN-3. This matter is under the arbitration. The Management is confident to win the case and considered good for recovery.
- Trade recoverable includes a sum of US\$ 147.72 lakhs (In Indian rupees ₹ 6585.54 lakhs restated on 31-03-2011) as on 31.03.2017, which is outstanding from ONGC Ltd for more than 7 years. Since there has been no realization in this account, the outstanding amount in US\$ has not been restated after 31.3.2011 and a sum of ₹ 1500 lakhs has been provided for till year end 31 March 2013 towards its doubtful realization. No further provision is considered necessary by the management as there is every possibility of its full realisation after finality of the case pending before the courts.
- The company had given an advance of ₹ 1098 lakhs to Marine Oil Gas Private limited in FY 2008-09 & 2009-10 in respect of which no realisation could be made. No interest income has been recognised since financial year 2011-12. The Company has initiated legal proceeding for recovery of the same by filing a civil suit in Hon'ble Delhi High Court in September 2013 against this company along with related persons and Ex-Managing Director of the company. The interest amount of ₹ 108.84 lakhs which was capitalized earlier has been reversed in current year due to non-realization of the same.
- Loans & Advances include an interest free loan of ₹ 1048.00 lakhs, paid to Jindal Drilling & Industries Limited Employee Welfare Trust, which had been formed with the sole objective of employee's welfare. The management is considering the same as good and fully recoverable. The amount of loan is discounted at 9.5% p.a. to arrive at fair value as on transition date at Ind As. Consequently, a loss of ₹ 382.28 lakhs on transition date and Gain of ₹ 63.24 lakhs and ₹ 69.25 lakhs during previous and current year respectively has been recognised in statement of profit and loss.
- Trade Payable includes ₹ 1392 lakhs payable to Noble Drilling Corporation on account of Chartered Hire charges relating to Rig 'EDHOLT'. Paragon offshore Drilling LLC (Formerly Noble Drilling Corporation) filed request for arbitration before international court of Arbitration of International chamber of commerce, France against Jindal Drilling & Industries Ltd. Besides ₹ 182 lakhs is recoverable from noble Drilling Corporation with regards jack up RIG NCY. An award has been passed as per details given in note no. 29 (2) (iv);

Note 38: Particulars of stores & spares consumed

Items	Year ended on			
	31.03.2017		31.03.2016	
	%	₹ in Lakhs	%	₹ in Lakhs
Imported	67.36	2,330.61	62.44	1,365.55
Indigenous	32.64	1,129.32	37.56	821.58
TOTAL	100.00	3,459.93	100.00	2,187.13

Note 39: CIF Value of imports

(₹ In Lakhs)

Items	Year ended on	
	31.03.2017	31.03.2016
Capital goods	836.82	792.91
Stores & Spares	2,222.15	1,482.30
TOTAL	3,058.97	2,275.21

Note 40: Expenditure in foreign currency (On accrual basis)

(₹ In Lakhs)

Items	Year ended on	
	31.03.2017	31.03.2016
Operation Expenses #	22,157.71	19,406.21
Travelling Expenses	32.50	53.45
Others	530.96	356.71
TOTAL	22,721.17	19,816.37

The operating expenses is net of ₹ 3363 lakhs (equivalent to USD 5 million) towards mobilization charges recovered in respect of RIG Rowan from ONGC.

Note 41: Earning in foreign currency (On accrual basis)

(₹ In Lakhs)

Items	Year ended on	
	31.03.2017	31.03.2016
Service to Oil Sector	36,208.54	31,376.42
Interest on Foreign Currency Loan (Net of TDS)	1,421.79	892.40

Note 42: Details of Loan given, Investment made and Guarantee given as covered u/s 186 (4) of the Companies Act, 2013
i. Loans and Advances in the nature of Loans given to Joint Venture Companies/Its Associates

(₹ In Lakhs)

	As At 31st March, 2017	Maximum Balance During The Year	As At 31st March, 2016	Maximum Balance During The Previous Year
Discovery Drilling Pte Ltd	26,965.12	26,965.12	29,576.32	29,576.32
Virtue Drilling Pte. Ltd	9,530.33	9,530.33	13,511.56	13,511.56
Internovia Natural Resources FZ LLC	11,910.47	11,910.47	11,699.75	11,699.75

All the above loans and advances given are for Business purposes.

- Loans and advances mentioned supra have been shown under "Non-Current Loans & Advances".
- Loans to employee/welfare trusts as per the Company's policy are not considered. None of the Loan and Associate Companies have per se, made investments in shares of the company.

The above details are as per regulation 34(3) and 53(f) of SEBI (Listing And Disclosure Requirements) Regulations, 2015

Note 43: Income tax expenses

(₹ In Lakhs)

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
Current Tax	752.11	1497.42
Deferred Tax		
- Relating to origination and reversal of temporary differences	(79.97)	226.94
- MAT Credit Utilization / (Entitlement)	-	-
Income tax expense reported in the Statement of Profit & Loss	672.14	1724.36

Note 44: Effective tax reconciliation

Numerical reconciliation of tax expenses applicable to profit before tax at the latest statutory enacted rate in India to income tax expense reported is as follows:

(₹ In Lakhs)

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
Profit Before Tax	2,369.06	4,906.30
Applicable Statutory Enacted Income Tax Rate	34.608%	34.608%
Computed Tax Expense	819.88	1,697.97
Increase/(Reduction) in Taxes on Account of		
Additional Allowances for Tax Purpose	-	-
Items (Net) not Deductible for Tax/not Liable to Tax	(84.75)	-
Tax losses Unutilized / Items Taxed at Different Rate	(61.41)	26.39
Tax Expense Relating to Earlier Years (Net)	-	-
Others	(1.58)	-
Income Tax Expense reported in financial statement	672.14	1,724.36

Note 45: Capital Management

The primary objective of the Company's capital management is to ensure availability of funds at competitive cost for its operational and development needs and maintain a strong credit rating and healthy capital ratios in order to support its business and maximize shareholder value.

The Company manages its capital structure and makes changes in view of changing economic conditions. No changes were made in the objectives, policies or process during the year ended 31.03.2017 and 31.03.2016. There have been no breaches of the financial covenants of any interest bearing loans and borrowings for the reported period.

The Company monitors capital structure on the basis of debt to equity ratio. For the purpose of Company's capital management, equity includes paid up equity share capital and reserves and surplus and effective portion of cash flow hedge and Debt comprises of long term borrowings including current maturities of these borrowings.

The following table summarizes long term debt and equity of the Company:

(₹ In Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Equity Share Capital	1449.05	1449.05	1449.05
Reserves and Surplus (including effective portion of cash flow hedge)	84,102.91	82,686.73	79,388.14
Total Equity	85,551.96	84,135.78	80,837.19
Long Term Debt #	-	-	-
Debt to Equity Ratio	0.00	0.00	0.00

The Company does not have long term debt since transition date.

Note 46: Fair value measurement

Set out below is a comparison by class of the carrying amounts and fair value of the Company's financial assets:

(₹ In Lakhs)

Particulars	As At 31st March, 2017			As At 31st March, 2016			As At 1st April, 2015		
	FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Financial Assets									
Non-current									
Investments in Equity Shares of JV Companies	-	-	18,661.76	-	-	18,661.76	-	-	19,346.96
Loans	798.21	-	35371.48	728.96	-	42629.04	707.72	-	18953.05
Derivative financial instrument	35.43	-	-	-	-	-	-	-	-
Security Deposit	1,985.30	-	-	198.96	-	-	188.11	-	-
Other Financial Assets- Non Current	-	-	1,777.89	-	-	2,493.23	-	-	5,307.76
Current									
Investments in Mutual Funds	5,390.09	-	-	8,246.65	-	-	25,223.71	-	-
Investments in Equity Shares of other companies	-	492.36	-	-	-	-	-	-	-
Investment in Bonds	-	-	-	-	-	503.43	-	-	2,079.98
Investments in Religare Credit Investment Trust	-	-	279.10	-	-	475.64	-	-	-
Trade Receivables	-	-	8,648.94	-	-	11,717.72	-	-	12,664.59
Cash and Cash Equivalents and Bank Balances	-	-	226.55	-	-	43.28	-	-	193.96
Loans	-	-	11,020.98	-	-	11,294.60	-	-	537.42
Total Financial Assets	8,209.03	492.36	75,986.70	9,174.57	-	87,818.70	26,119.54	-	59,083.72
Financial Liabilities									
Forward Contract Hedge	-	-	-	-	332.56	-	-	542.85	-
Short term borrowings	-	-	7,747.80	-	-	8,726.48	-	-	14.67
Trade Payables	-	-	4,112.13	-	-	13,146.01	-	-	13,459.68
Total Financial Liabilities	-	-	11,859.93	-	332.56	21,872.49	-	542.85	13,474.35

Fair Value Techniques:

The fair value 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.

The following methods and assumptions were used to estimate the fair values:

- Fair value of cash and short term deposits, trade receivables, trade payables, current loans, other current financial assets, short term borrowings and other current financial liabilities approximate to their carrying amount largely due to the short term maturities of these instruments.
- Long term fixed rate and variable rate receivables / borrowings are evaluated by the Company based on parameters such as interest rate, specific country risk factors, credit risk and other risk characteristics. Fair value of variable interest rate borrowings approximates their carrying values. For fixed interest rate borrowings fair value is determined by using Discounted Cash Flow (DCF) method using discount rate that reflects the issuer's borrowings rate. Risk of non- performance for the company is considered to be insignificant in valuation.
- The fair value of derivatives are estimated by using pricing models, where the inputs to those models are based on readily observable market parameters basis contractual terms, period to maturity and market parameters such as interest rates, foreign exchange rates and volatility. These models do not contain a high level of subjectivity as the valuation techniques used do not require significant judgement and inputs thereto are readily observable from actively quoted market prices. Management has evaluated the credit and non-performance risks associated with its derivatives counterparties and believe them to be significant and warranting a credit adjustment.

Fair Value Hierarchy

The following table provides the fair value measurement hierarchy of Company's asset and liabilities grouped into Level 1 to Level 3 as described below:

Quoted prices / published Net Asset Value (NAV) in an active markets (Level 1): This level of hierarchy includes financial assets that are measured by reference to quoted prices (unadjusted) in active markets for identical assets or liabilities and financial instruments like mutual funds for which NAV is published by mutual funds. This category consist mutual fund investments and equity share instrument of other companies / JV's.

Valuation techniques with observable inputs (Level 2): This level of hierarchy includes financial assets and liabilities, measured using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Valuation techniques with significant unobservable inputs (Level 3): This level of hierarchy includes financial assets and liabilities measured using inputs that are not based on observable market data (that is, unobservable inputs). Fair values are determined in whole or in part, using a valuation model based on assumption that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

The following table provides the fair value measurement hierarchy of Company's asset and liabilities grouped into Level 1 to Level 3 as described below:

Assets and Liabilities Measured at Fair Value (Accounted)

(₹ In Lakhs)

Particulars	As at 31 March 2017			
	Level - 1	Level - 2	Level - 3	Total
Financial Assets measured at fair value				
Investments				
Mutual Funds	5,390.09	-	-	5,390.09
Equity Shares of Other Companies	492.36	-	-	492.36
Derivatives designated as hedge	-	35.43	-	35.43
Loan to JDIL Welfare Trust	-	798.21	-	798.21
Security Deposit	-	1,985.30	-	1,985.30
Financial liabilities measured at fair value				
Derivatives designated as hedge	-	-	-	-

Particulars	As at 31 March 2016			
	Level - 1	Level - 2	Level - 3	Total
Financial Assets measured at fair value				
Mutual Funds' Investments	8,246.65	-	-	8,246.65
Loan to JDIL Welfare Trust	-	728.96	-	728.96
Security Deposit	-	198.96	-	198.96
Financial liabilities measured at fair value				
Derivatives designated as hedge	-	332.56	-	332.56

Particulars	As at 1 April 2015			
	Level - 1	Level - 2	Level - 3	Total
Financial Assets measured at fair value				
Mutual Funds' Investments	25,223.71	-	-	25,223.71
Loan to JDIL Welfare Trust	-	707.72	-	707.72
Security Deposit	-	188.11	-	188.11
Financial liabilities measured at fair value	-	-	-	-
Derivatives designated as hedge	-	542.85	-	542.85

During the year ended 31.03.2017 and 31.03.2016, there were no transfers between Level 1 and level 2 fair value measurements and no transfer into and out of Level 3 fair value measurements. There is no transaction/balance under level 3.

The fair values of the financial assets and financial liabilities included in the level 2 categories above have been determined in accordance with generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparties. Following table describes the valuation techniques used and key inputs to valuation for level 2 of the fair value hierarchy as at 31.03.2017, 31.03.2016 and 01.04.2015;

Particulars	Fair Value Hierarchy	Valuation Techniques	Inputs Used	Quantitative Information about Significant Unobservable Inputs
Derivatives Financial Instruments - Designated as Hedging Instrument	Level 2	Market valuation techniques	Prevailing/forward foreign currency exchange & interest rates in market to discount future cash flows	-
Security Deposit	Level 2	Discounted Cash Flow	Prevailing interest rates to discount future cash flows	-
Loan to JDIL Employee Welfare trust	Level 2	Discounted Cash Flow	Prevailing interest rates to discount future cash flows	-

Note 47: Financial Risk Management Objectives and Policies

The Company's principal financial liabilities, other than derivatives, comprise loans and borrowings and trade and other payables. The main purpose of these financial liabilities is to manage finances for the Company's operations. The Company has loans, trade and other receivables, and cash and short-term deposits that arrive directly from its operations. The Company also holds fair value through profit or loss investments.

The Company is exposed to market risk, credit risk and liquidity risk.

The Company manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommends risk management objectives and policies, which are approved by senior management and the Audit and Risk Management Committee. The activities of this department include management of cash resources, implementing hedging strategies for foreign currency exposures, borrowing strategies, and ensuring compliance with market risk limits and policies.

The Board of Directors reviews and agrees policies for managing each of these risks which are summarized below.

Market risk and sensitivity

Market risk is the risk that the fair value or future cash flow of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk: currency rate risk and interest rate risk. Financial instruments affected by market risk include loans and borrowings, deposits, investments and derivatives financial instruments. Foreign currency risk is the risk that the fair value or future cash flows of financial instrument will fluctuate because of changes in foreign exchange rates. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. This is based on the financial assets and liabilities held as at 31.03.2017 and 31.03.2016.

The sensitivity analysis exclude the impact of movement in market variables on the carrying value of post-employment benefit obligations, provisions and on non-financial assets and liabilities. The sensitivity of the relevant statement of profit and loss item is the effect of the assumed changes in respective market rates. The company's activities expose it to a variety of financial risk including the effect of changes in foreign currency exchange rates and interest rates. The company uses derivatives financial instruments such as foreign exchange forward contracts of varying maturity depending upon the underlying contract and risk management strategy to manage its exposures to foreign exchange fluctuation and interest rates.

Interest rate risk and sensitivity

The Company's exposure to the risk of changes in market interest rates relates primarily to the long term debt obligations and Buyer's credit obligations with floating interest rates.

Credit risk

Credit risk is the risk that the counter party will not meet its obligation under a financial instruments or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its investing activities including deposits with banks, mutual funds and financial institutions and other financial instruments.

Trade receivables

The Company extends credit to customers in normal course of business. The Company considers factors such as credit track record in the market and past dealings for extension of credit to customers. The Company monitors the payment track record of the customers. Outstanding customer receivables are regularly monitored. The company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and operate in largely independent markets.

Financial Instruments and cash deposits

The Company considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which balances and deposits are maintained. Investments of surplus funds are made only with approved counterparties. The maximum exposure to credit risk for the components of the balance sheet is ₹ 66033.89 lakhs as at 31.03.2017 and ₹ 79204.86 lakhs as at 31.03.2016, which is the carrying amounts of cash and cash equivalents, other bank balances, investments (other than equity investments in joint ventures), trade receivables, loans and other financial assets.

Liquidity risk

Liquidity risk is the risk that the company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.

The Company monitors its risk to a shortage of funds using a recurring liquidity planning tool. This tool considers the maturity of both its financial investments and financial assets (i.e. trade receivables, other financial assets) and projected cash flows from operations. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of working capital loans, letter of credit facility, bank loans and credit purchases.

Note 48: Earning per share (EPS)

Basic and Diluted EPS

(₹ In Lakhs)

Particulars	2016-2017	2015-2016
Profit or Loss attributable to ordinary Equity shareholders	1,590.59	3473.00
Equity Share Capital	1449.05	1449.05
Weighted average number of equity shares outstanding (Face value of ₹ 5/- per share)	289.81	289.81
Earnings Per Share – Basic and Diluted (₹)	5.49	11.98

Note 49: Operating leases

The Company has taken office premises on cancellable lease. These are cancellable and are renewable by mutual consent on mutually agreed terms.

Note 50: Rounding off

Figures less than 500 have been shown at actuals wherever statutorily required to be disclosed, as the figures have been rounded off to the nearest lakhs.

Note 51: First time adoption of Ind AS**Basis of Preparation**

These financial statements, for the year ended 31 March 2017 are the Company's first Financial Statements prepared in accordance with Ind AS. For periods up to and including the year ended 31 March 2016 the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act, 2013, read together with para 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP). Accordingly, the Company has prepared financial statements which comply with Ind-AS by an explicit and unreserved statement of compliances with Ind ASs notified under the Companies Act 2013, applicable for periods ending on 31.03.2017, together with the comparative period data as at and for the year ended 31.03.2016. In preparing these financial statements, the company's opening balance sheet was prepared as at 01.04.2015 (i.e. opening balance as at 01.04.2015), the company's date of transition to Ind-AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statement, including the balance sheet as at 01.04.2015 and the financial statements as at and for the year ended 31.03.2016.

Exemptions applied

Ind AS 101 allows first time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions:

Carrying value of all Property, Plant and equipment and Intangible Assets as recognized in previous Indian GAAP financial is recognized as deemed cost at the transition date under Ind AS.

The company uses derivative financial instrument, such as forward contract, to hedge its foreign currency risk. Under Indian GAAP, there is no mandatory standard that deals comprehensively with hedge accounting, which has resulted in the adoption of varying practices. The Company has designated various economic hedges and applied economic hedge accounting principles to avoid profit or loss mismatch. All the hedge designated under Indian GAAP are of types which qualify for hedge accounting in accordance with Ind AS 109 also. Accordingly, the company has applied the hedge accounting in accordance with Ind AS 109.

Estimates

The estimates at 01.04.2015 and 31.03.2016 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies).

RECONCILIATION OF BALANCE SHEET AS AT 31 MARCH 2016 AND 01 APRIL 2015 RESPECTIVELY;

(₹ In Lakhs)

Particulars	Ind AS 31-Mar-16	Adjustments	GAAP 31-Mar-16	As at 01-Apr-15	Adjustments	GAAP 31-Mar-15
ASSETS						
Non - Current Assets						
Property, Plant and Equipment	5,429.12	-	5,429.12	6,634.25	-	6,634.25
Capital Work in Progress	98.55	-	98.55	17.47	-	17.47
Investment Property	1,413.97	-	1,413.97	-	-	-
Other Intangible Assets	30.05	-	30.05	36.36	-	36.36
Financial Assets						
i. Investments	18,661.76	-	18,661.76	19,346.96	-	19,346.96
ii. Loans	43,358.00	(319.04)	43,677.04	19,660.77	(382.28)	20,043.05
iii. Other Financial Assets	2,692.19	(59.38)	2,751.57	5,495.87	(80.32)	5,576.19
Deferred Tax Assets	784.00	239.83	544.17	916.90	341.75	575.15
	72,467.64	(138.59)	72,606.23	52,108.58	(120.85)	52,229.43
Current Assets						
Inventories	1,202.88	-	1,202.88	1,293.21	-	1,293.21
Financial Assets:						
i. Investments	9,225.72	1,288.83	7,936.89	27,303.69	989.81	26,313.88
ii. Trade Receivables	11,717.72	-	11,717.72	12,664.59	-	12,664.59
iii. Cash and Cash Equivalents	9.86	-	9.86	4.04	-	4.04
iv. Bank balances other than (iii) above	33.42	-	33.42	189.92	-	189.92
v. Loans	11,294.60	-	11,294.60	537.42	-	537.42
Other Current Assets	4,627.49	-	4,627.49	5,105.29	-	5,105.29
	38,111.69	1,288.83	36,822.86	47,098.16	989.81	46,108.35
Total Assets	1,10,579.33	1,150.24	1,09,429.09	99,206.74	868.96	98,337.78
EQUITY AND LIABILITIES						
Equity						
Equity Share Capital	1,449.05	-	1,449.05	1,449.05	-	1,449.05
Other Equity	82,686.73	(3.88)	82,690.61	79,388.14	(100.42)	79,488.56
	84,135.78	(3.88)	84,139.66	80,837.19	(100.42)	80,937.61
Liabilities						
Non - Current Liabilities						
Financial Liabilities						
Other Financial Liabilities	56.23	-	56.23	162.92	-	162.92
Deferred Tax Liabilities	2,638.49	1,328.53	1,309.96	2,390.41	1,143.79	1,246.62
	2,694.72	1,328.53	1,366.19	2,553.33	1,143.79	1,409.54
Current Liabilities						
Financial Liabilities:						
i. Borrowings	8,726.48	-	8,726.48	14.67	-	14.67
ii. Trade Payables	13,146.01	-	13,146.01	13,459.68	-	13,459.68
iii. Other Financial Liabilities	332.56	-	332.56	542.85	-	542.85
Other Current Liabilities	1,527.64	-	1,527.64	1,769.85	-	1,769.85
Provisions	16.14	(174.41)	190.55	29.17	(174.41)	203.58
	23,748.83	(174.41)	23,923.24	15,816.22	(174.41)	15,990.63
Total Equity & Liabilities	1,10,579.33	1,150.24	1,09,429.09	99,206.74	868.96	98,337.78

RECONCILIATION OF STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31 MARCH 2016 AND 01 APRIL 2015:

(₹ In Lakhs)

Particulars	Ind AS 31-Mar-16	Adjustments	GAAP 31-Mar-16	As at 01-Apr-15	Adjustments	GAAP 31-Mar-15
Continuing Operations						
Revenue from operations	31,974.37	-	31,974.37	44,486.42	-	44,486.42
Other Income	3,048.06	383.20	2,664.86	4,007.23	989.81	3,017.42
Total Income	35,022.43	383.20	34,639.23	48,493.65	989.81	47,503.84
Expenses						
Operating expenses	22,871.96	-	22,871.96	33,836.50		33,836.50
Employee benefits expense	3,937.21	76.83	3,860.38	4,710.01		4,710.01
Finance cost	126.89	-	126.89	513.45	462.60	50.85
Depreciation and amortization expense	1,470.43	-	1,470.43	1,401.13		1,401.13
Other expenses	1,709.64	-	1,709.64	1,569.97	-	1,569.97
Total Expenses	30,116.13	76.83	30,039.30	42,031.06	462.60	41,568.46
Profit before exceptional items and tax	4,906.30	306.37	4,599.93	6,462.59	527.21	5,935.38
Exceptional Items	-	-	-	-	-	-
Profit before tax	4,906.30	306.37	4,599.93	6,462.59	527.21	5,935.38
Tax expenses						
Current Tax	1,497.42	-	1,497.42	1,801.00		1,801.00
Adjustment of tax relating to earlier periods	-	-	-	83.09		83.09
Deferred tax	226.94	132.62	94.32	157.38	179.20	(21.82)
Total tax expenses	1,724.36	132.62	1,591.74	2,041.47	179.20	1,862.27
Profit for the year	3,181.94	173.75	3,008.19	4,421.12	348.01	4,073.11
Other Comprehensive Income						
Items that will not be reclassified to profit or loss						
Remeasurements of post-employment benefit obligations	76.83	76.83	-	-	-	-
Income tax relating to these items	(26.59)	(26.59)	-	-	-	-
	50.24	50.24	-	-	-	-
Items that may be reclassified to profit or loss						
Reclassification of hedging reserve	210.29	210.29		(542.85)	(542.85)	
Change in fair value of hedging	-	-		-	-	
Reclassification of Foreign Currency Translation Reserve Account	157.98	157.98		2,375.27	2,375.27	
Change in fair value of equity instrument	-	-		-	-	
Income tax relating to these items	(127.45)	(127.45)		(622.84)	(622.84)	
	240.82	240.82	-	1,209.58	1,209.58	-
	291.06	291.06	-	1,209.58	1,209.58	-
Total Comprehensive Income for the Year (Comprising profit and other comprehensive income for the year)	3,473.00	464.81	3,008.19	5,630.70	1,557.59	4,073.11

Reconciliation of Equity

(₹ In Lakhs)

Particulars	As at 31st March 2016	As at 1st April 2015
Equity as per Indian GAAP	84,139.66	80,937.61
On account of measuring investment at fair value through profit & loss	1,288.83	989.81
On account of unwinding discount loss on loans & security deposits	(319.04)	(382.28)
On account of unwinding interest on loans & security deposits	(59.38)	(80.32)
On account of proposed dividend & tax added back to equity as per Ind AS	174.41	174.41
Deferred tax adjustments on above items (net)	(1,088.70)	(802.04)
Equity as per Ind AS	84,135.78	80,837.19

Reconciliation of Net Profit as previously reported on account of transition from the previous Indian GAAP to Ind AS for the year ended 31 March 2016

(₹ In Lakhs)

Particulars	Year ended 31st March 2016
Net Profit as per Indian GAAP	3,008.19
Adjustments:	
On account of measuring fair value of mutual funds	299.02
On account of unwinding interest gain on security deposits	20.94
On account of unwinding interest gain on JDIL Welfare trust loan	63.24
Re-measurement of net defined benefit liability	(76.83)
Deferred Tax	(132.62)
Net Profit for the period as per Ind AS	3,181.94
Other Comprehensive income (net of tax)	291.06
Net profit as per Ind AS	3,473.00

Footnotes to the reconciliation of equity as at 01.04.2015 and 31.03.2016 and Profit or loss for the year ended 31.03.2016:

a) Financial Assets at Amortized Cost

Under Indian GAAP, the Company accounted for long term investments in bonds and equity shares as investments measured at cost less provision for other than temporary diminution in the value of investments. Under Ind AS, the Company has designated these investments as financial assets measured at amortized cost. At the date of transition to Ind AS, difference between amortized cost and the Indian GAAP carrying value has been recognized in retained earnings. Subsequent to the date of transition to Ind AS, interest income has been recognized based on EIR method.

b) Financial Assets at Fair Value through Profit or Loss (FVTPL)

Under Indian GAAP, the Company accounted for short term investments in mutual funds and equity shares of other companies as investments measured at cost less provision for other than temporary diminution in the value of investments and current investments at lower of cost or market value. Under Ind AS, the Company has designated these investments as financial assets measured at fair value through profit or loss. Ind AS requires that investment designated at FVTPL, are measured at fair value. At the date of transition to Ind AS, difference between fair value and the Indian GAAP carrying value has been recognized in retained earnings. Subsequent to the date of transition to Ind AS, fair value gain or loss has been recognized to Statement of Profit and Loss.

c) Derivative Financial Instruments

The fair value of forward contract is recognized under Ind AS. Under Indian GAAP, there is no mandatory standard that deals with accounting of forward contracts hence the same was not recognized. The forward contract, which were designated as hedging instruments under Indian GAAP, have been designated as at the date of transition to Ind AS as hedging instruments in cash flow hedge. The corresponding adjustments have been recognized as a separate component of equity, in the effective portion of cash flow hedge reserve.

d) Defined Benefit liabilities

Both under Indian GAAP and Ind AS, the Company recognized costs related to post employment defined benefit plan on an actuarial basis. Under Indian GAAP, the entire costs, including actuarial gains and losses, are charged to Statement of Profit and Loss. Under Ind AS, re-measurements (comprising of actuarial gains or losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets excluding amounts included in net interest on the net defined benefit liability) are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income.

e) Provisions

Under Indian GAAP, the Company has accounted for provisions, including long term provisions, at the undiscounted amount. In contrast, Ind AS 37 requires that where the effect of time value of money is material, the amount of provision should be the present value of the expenditures expected to be required to settle the obligation. The discount rate(s) should not reflect risk for which future cash flow estimates have been adjusted. Ind AS 37 also provides that where discounting is used, the carrying amount of a provision increases in each period to reflect the passage of time. Since the company has provided a short term expenses provision say RIG de-hiring expenses of ₹ 994.63 Lakhs for the year ended 31 March 2017 which have not been stated at fair value due to its short term nature.

f) Deferred Tax

Indian GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of asset or liability in the balance sheet and its tax base. The application of Ind AS 12 approach has resulted in recognition of deferred tax on new temporary differences which was not required under Indian GAAP.

In addition, the various transitional adjustments lead to temporary differences. According to the accounting policies, the company has to account for such differences. Deferred tax adjustments are recognized in correlation to the underlying transaction either in retained earnings or a separate component of equity.

h) Statement of Cash Flows

The impact of transition from Indian GAAP to Ind AS on the Statement of Cash Flows is due to various reclassification adjustments recorded under Ind AS in balance Sheet, Statement of Profit and Loss and differences in the definition of cash and cash equivalents in Ind AS and Indian GAAP.

i) Borrowings

Under Indian GAAP, transaction costs incurred in connection with borrowings are charged upfront to Statement of Profit and Loss for the period/year. Under Ind AS, transaction costs are included in the initial recognition amount of financial liability and charged to Statement of Profit and Loss using effective interest method.

j) Other Comprehensive Income

Under Indian GAAP, the company has not presented Other Comprehensive Income (OCI) separately. Hence it has reconciled Indian GAAP profit or loss to profit or loss as per Ind AS. Further, Indian GAAP profit or loss is reconciled to total comprehensive income as per Ind AS.

k) Proposed Dividend and Tax on Proposed Dividend

Under Indian GAAP, proposed dividends including tax on proposed dividend are recognized as liability in the period to which they relate, irrespective of the approval by shareholders. Under Ind AS, proposed dividend is recognized as a liability in the period in which it is declared by the Company (when approved by shareholders in a general meeting) or paid. Therefore, the proposed dividend and tax on proposed dividend of ₹ 174.41 lakhs as on 01.04.2015 has been derecognized and recognized in 2015-16 on approval by shareholders and payment.

Note 52: Collaterals

Inventory, Trade Receivables, Other Financial Assets, Property, Plant and Equipment are pledged/ hypothecated as collateral/security against the borrowings of the Company. The investment in Joint Venture Companies are pledged as collaterals as per Note 6(A)(i).

Note 53: Miscellaneous

- i) Dues to micro and small enterprises have been determined as per information collected by the management & have been relied upon by the auditors.
- ii) In the opinion of the Management and to the best of their knowledge and belief, the value of current assets, loans and advances, if realised in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet.
- iii) Previous year's figures have been re-grouped/ re-arranged/ re-classified wherever considered necessary.

As per our report of even date

For **G. SANYAL & CO.**
Chartered Accountants
Firm's Registration No. 301143E

C. SANYAL
Partner
Membership No. 054022

Place : Gurgaon
Dated : 26th May, 2017

PAWAN KUMAR RUSTAGI
CFO

RAJEEV RANJAN
Company Secretary

For & on Behalf of the Board of Directors

D. P. JINDAL
Chairman
DIN: 00405579

H. K. KHANNA
W.T. Director
DIN: 00405794

RAGHAV JINDAL
Director
DIN: 00405984

VIJAY KAUSHIK
Director
DIN: 02249672

K. K. KHANDELWAL
Director
DIN: 00455369

CONSOLIDATED FINANCIAL STATEMENTS

INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

To the Members of

Jindal Drilling & Industries Limited

1) Report on the Consolidated Ind AS Financial Statements

We have audited the accompanying consolidated Ind AS financial statements of Jindal Drilling & Industries Limited (hereinafter referred to as "the Venturer Company") and its Joint Venture Companies (collectively referred to as "the Company" or "the Group"), comprising 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, the Consolidated Statement of Changes in Equity, for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated Ind AS financial statements").

2) Management's Responsibility for the Consolidated Ind AS Financial Statements

The Venturer Company's Board of Directors is responsible for the preparation of the consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and statement of changes in equity of the Company including its joint ventures in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act. The Board of Directors of the company are responsible for 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; 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 Ind AS financial statements by the Directors of the Venturer Company, as aforesaid.

3) Auditor's Responsibility

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

We conducted our audit 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.

4) 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 Venturer 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 Venturer Company's Board of Directors, as well as evaluating the overall presentation of the consolidated Ind AS financial statements.

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

6) Opinion

In our opinion and to the best of our information and according to the explanations given to us, 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 company, as at 31st March 2017 and their consolidated profit, consolidated total comprehensive income, their consolidated cash flows and consolidated statement of changes in equity for the year ended on that date.

7) Other Matters

The consolidated Ind AS financial statements also include the Company's share of net profit of ₹ 6278.32 lakhs for the year ended 31st March, 2017, as considered in the consolidated Ind AS financial statements, in respect of joint ventures, whose financial statements have not been audited by us. These financial statements are audited and have been furnished to us by the management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these joint ventures, is based solely on such audited financial statements.

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

9) Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, 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. 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.
- c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), 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. In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
- e. On the basis of the written representations received from the directors of the Venturer Company as on 31st March, 2017 taken on record by the Board of Directors of the Venturer Company 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 and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Venturer company's internal financial controls over financial reporting; 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 Auditor's) Rules, 2014, as amended, 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 Venturer company, refer Note 29(2)(ii),(iii) and (iv) to the financial statements;
 - ii. The Venturer Company does not have any material foreseeable losses on long-term contracts including derivative contracts. Refer Note no. 35 in the standalone financial statements; and
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Venturer Company.
 - iv. The Venturer Company has provided requisite disclosures in the consolidated Ind AS financial statements as regards the holding and 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 of the company as applicable.

Based on audit procedures performed and the representations provided to us by the management we report that the disclosures are in accordance with the relevant books of account maintained by the entity for the purpose of preparation of the consolidated Ind AS financial statements and as produced to us by the Management.

For G.SANYAL & CO.
Chartered Accountants
Firm's Registration Number: 301143E

Place : Gurgaon
Dated : 26th May, 2017

(C. SANYAL)
Partner
Membership Number: 054022

Annexure - A to the Auditor's 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 2017, we have audited the internal financial controls over financial reporting of Jindal Drilling & Industries Limited (herein referred to as "the Venturer Company" or "the company") which is a company incorporated in India as of that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Venturer Company, which is a company incorporated in India, 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 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Venturer 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 Venturer Company, which is 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 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 on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For G.SANYAL & CO.

Chartered Accountants

Firm's Registration Number: 301143E

(C. SANYAL)

Partner

Membership Number: 054022

Place : Gurgaon
Dated : 26th May, 2017

CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2017

(₹ In Lakhs)

Particulars	Note No.	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
ASSETS				
Non - Current Assets				
Property, Plant and Equipment	3	5,333.17	5,429.12	6,634.25
Capital Work in Progress	3	-	98.55	17.47
Investment Property	4	1,396.50	1,413.97	-
Other Intangible Assets	5	38.07	30.05	36.36
Equity accounted in JV companies	6(A)(i)	1,03,242.75	99,386.73	83,995.72
Financial Assets				
i. Investments	6(B)(ii)	2.38	2.38	687.58
ii. Loans	7	36,169.69	43,358.00	19,660.77
iii. Other Financial Assets	8	3,798.62	2,692.19	5,495.87
Deferred Tax Assets	9	743.60	784.00	916.90
		<u>1,50,724.78</u>	<u>1,53,194.99</u>	<u>1,17,444.92</u>
Current Assets				
Inventories	10	1,347.20	1,202.88	1,293.21
Financial Assets:				
i. Investments	6(B)	6,161.55	9,225.72	27,303.69
ii. Trade Receivables	11	8,648.94	11,717.72	12,664.59
iii. Cash and Cash Equivalents	12	3.16	9.86	4.04
iv. Bank balances other than (iii) above	12	223.39	33.42	189.92
v. Loans	13	11,020.98	11,294.60	537.42
Other Current Assets	14	7,897.46	4,627.49	5,105.29
		<u>35,302.68</u>	<u>38,111.69</u>	<u>47,098.16</u>
Total Assets		<u>1,86,027.46</u>	<u>1,91,306.68</u>	<u>1,64,543.08</u>
EQUITY AND LIABILITIES				
Equity				
Equity Share Capital	15	1,449.05	1,449.05	1,449.05
Other Equity	16	1,67,528.86	1,61,418.35	1,44,691.60
		<u>1,68,977.91</u>	<u>1,62,867.40</u>	<u>1,46,140.65</u>
Liabilities				
Non - Current Liabilities				
Financial Liabilities				
Other Financial Liabilities	17	49.91	56.23	162.92
Deferred Tax Liabilities	9	3,619.26	4,634.22	2,423.29
		<u>3,669.17</u>	<u>4,690.45</u>	<u>2,586.21</u>
Current Liabilities				
Financial Liabilities:				
i. Borrowings	18	7,747.80	8,726.48	14.67
ii. Trade Payables	19	4,112.13	13,146.01	13,459.68
iii. Other Financial Liabilities	20	-	332.56	542.85
Other Current Liabilities	21	1,499.89	1,527.64	1,769.85
Provisions	22	20.56	16.14	29.17
		<u>13,380.38</u>	<u>23,748.83</u>	<u>15,816.22</u>
Total Equity & Liabilities		<u>1,86,027.46</u>	<u>1,91,306.68</u>	<u>1,64,543.08</u>

The accompanying notes are an integral part of the Financial Statements.

Significant accounting policies and
notes on financial statements

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As per our report of even date

For & on Behalf of the Board of Directors

For G. SANYAL & CO.
Chartered Accountants
Firm's Registration No. 301143E

D. P. JINDAL
Chairman
DIN: 00405579

C. SANYAL
Partner
Membership No. 054022

PAWAN KUMAR RUSTAGI
CFO

H. K. KHANNA
W.T. Director
DIN: 00405794

RAGHAV JINDAL
Director
DIN: 00405984

Place : Gurgaon
Dated : 26th May, 2017

RAJEEV RANJAN
Company Secretary

VIJAY KAUSHIK
Director
DIN: 02249672

K. K. KHANDELWAL
Director
DIN: 00455369

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

(₹ In Lakhs)

Particulars	Note No.	Year Ended 31st March, 2017	Year Ended 31st March, 2016
Continuing Operations			
Revenue from operations	23	37,159.70	31,974.37
Other Income	24(a)	2,617.03	3,048.06
Total Income		39,776.73	35,022.43
Expenses			
Operating expenses	25	27,634.99	22,871.96
Employee benefits expense	26	4,299.86	3,937.21
Finance cost	27	953.73	126.89
Depreciation and amortization expense	3,4,5	923.40	1,470.43
Other expenses	28	3,595.69	1,709.64
Total Expenses		37,407.67	30,116.13
Profit before exceptional items and tax		2,369.06	4,906.30
Exceptional Items			
Profit before share of equity accounted in JV companies and tax		2,369.06	4,906.30
Share of profit of equity accounted in JV companies (net of tax)	6(a)(i)	6,278.32	9,719.35
Profit before tax		8,647.38	14,625.65
Tax expenses			
Current Tax		752.11	1,497.42
Deferred tax	9	(79.97)	226.94
Total tax expenses		672.14	1,724.36
Profit for the year		7,975.24	12,901.29
Other Comprehensive Income	24(b)		
Items that will not be reclassified to profit or loss			
Remeasurements of post-employment benefit obligations		32.10	76.83
Income tax relating to these items		(11.11)	(26.59)
		20.99	50.24
Items that will be reclassified to profit or loss			
Reclassification of hedging reserve		332.56	210.29
Change in fair value of hedging		35.43	-
Reclassification of Foreign Currency Translation Reserve Account		(610.17)	157.98
Change in fair value of equity instrument		47.47	-
Foreign exchange gain on consolidation		(2,422.30)	5,670.57
Share of OCI of Joint Ventures using equity method (Net of Tax)		-	1.09
Income tax relating to these items		905.69	(2,090.30)
		(1,711.32)	3,949.63
		(1,690.33)	3,999.87
Total Comprehensive Income for the Year (Comprising profit and other comprehensive income for the year)		6,284.91	16,901.16
Earning per equity share of Rs. 5 each (in Rs.)			
Basic		21.69	58.32
Diluted		21.69	58.32

The accompanying notes are an integral part of the Financial Statements.

Significant accounting policies and notes on financial statements

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As per our report of even date

For & on Behalf of the Board of Directors

 For **G. SANYAL & CO.**
 Chartered Accountants
 Firm's Registration No. 301143E

D. P. JINDAL
 Chairman
 DIN: 00405579

C. SANYAL
 Partner
 Membership No. 054022

PAWAN KUMAR RUSTAGI
 CFO

H. K. KHANNA
 W.T. Director
 DIN: 00405794

RAGHAV JINDAL
 Director
 DIN: 00405984

 Place : Gurgaon
 Dated : 26th May, 2017

RAJEEV RANJAN
 Company Secretary

VIJAY KAUSHIK
 Director
 DIN: 02249672

K. K. KHANDELWAL
 Director
 DIN: 00455369

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2017

A. Equity Share Capital (Subscribed and Paid up)

(₹ In Lakhs)

Particulars	Note	Equity Capital
As at 1st April 2015	15	1,449.05
Change in equity share capital		-
As at 31st March 2016	15	1,449.05
Change in equity share capital		-
As at 31st March 2017	15	1,449.05

B. Other Equity

(₹ In Lakhs)

Particulars	Note	Reserves & Surplus			Equity Instrument through OCI	Effective portion of Cash Flow Hedging	Foreign Currency translation reserve	Forex Gain on consolidation	Other OCI Items	Total
		Securities Premium Reserve	General Reserve	Retained Earnings						
Balance as at 1 April 2015	16	29,613.35	23,562.94	90,241.89	-	(358.34)	1,567.92	-	63.84	1,44,691.60
Total comprehensive income for the year ended 31 March 2016										
Profit or loss		-	-	12,901.29	-	-	-	-	-	12,901.29
Other comprehensive income	24(a)	-	-	50.24	-	137.51	103.31	3,708.10	0.71	3,999.87
Total comprehensive income		29,613.35	23,562.94	1,03,193.42	-	(220.83)	1,671.23	3,708.10	64.55	1,61,592.76
Transferred from retained earnings		-	1,000.00	(1,000.00)						-
Proposed Dividend & Tax		-	-	(174.41)						(174.41)
Balance as at 31 March 2016		29,613.35	24,562.94	1,02,019.01	-	(220.83)	1,671.23	3,708.10	64.55	1,61,418.35

(₹ In Lakhs)

Particulars	Note	Reserves & Surplus			Equity Instrument through OCI	Effective portion of Cash Flow Hedging	Foreign Currency translation reserve	Forex Gain on consolidation	Other OCI Items	Total
		Securities Premium Reserve	General Reserve	Retained Earnings						
Balance as at 01 April 2016	16	29,613.35	24,562.94	1,02,019.01	-	(220.83)	1,671.23	3,708.10	64.55	1,61,418.35
Total comprehensive income for the year ended 31 March 2016										
Profit or loss		-	-	7,975.24	-	-	-	-	-	7,975.24
Other comprehensive income	24(a)	-	-	20.99	31.04	240.64	(399.00)	(1,583.99)	-	(1,690.32)
Total comprehensive income		29,613.35	24,562.94	1,10,015.24	31.04	19.81	1,272.23	2,124.11	64.55	1,67,703.27
Transferred from retained earnings		-	-	-						-
Proposed Dividend & Tax		-	-	(174.41)						(174.41)
Balance as at 31 March 2017		29,613.35	24,562.94	1,09,840.83	31.04	19.81	1,272.23	2,124.11	64.55	1,67,528.86

For & on Behalf of the Board of Directors

For G. SANYAL & CO.
Chartered Accountants
Firm's Registration No. 301143E

C. SANYAL
Partner
Membership No. 054022

Place : Gurgaon
Dated : 26th May, 2017

D. P. JINDAL
Chairman
DIN: 00405579

RAGHAV JINDAL
Director
DIN: 00405984

K. K. KHANDELWAL
Director
DIN: 00455369

H. K. KHANNA
W.T. Director
DIN: 00405794

VIJAY KAUSHIK
Director
DIN: 02249672

PAWAN KUMAR RUSTAGI
CFO

RAJEEV RANJAN
Company Secretary

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

	(₹ In Lakhs)	
	Year Ended 31.03.2017	Year Ended 31.03.2016
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Profit before tax	8,647.38	14,625.65
Adjustments for :		
Depreciation & amortization expenses	923.40	1,470.43
Reclassification of foreign currency translation reserve	(610.17)	157.98
Cash flow hedge gain reclassified through OCI	367.99	210.29
Remeasurement of employee benefit obligation	32.10	76.83
Interest income	(1,735.75)	(1,286.93)
Change in fair value of security deposits	146.08	(20.94)
Change in fair value of mutual funds investments	65.83	(299.02)
Impairment loss on financial assets	131.18	-
Gain on fair value recognition on interest free loan & advances	(69.25)	(63.24)
Dividend income	-	(5.43)
Finance cost	953.73	126.89
Share of profit of equity accounted investees	(6,278.32)	(9,719.35)
Loss/Profit on Sale of PPE	(39.99)	46.35
Profit on Sale of Investments	(696.91)	(1,119.90)
Exchange Rate Fluctuations	1,340.20	(192.20)
Operating Profit before working capital changes	3,177.50	4,007.41
Adjustments for :		
Trade and other Receivables	(1,766.80)	(6,009.39)
Inventories	(144.32)	90.33
Trade payables & Other liabilities	(9,396.09)	(885.89)
Cash generated from operations	(8,129.71)	(2,797.54)
Income Taxes paid - net of refund	(1,636.77)	(1,803.72)
NET CASH FROM OPERATING ACTIVITIES	(9,766.48)	(4,601.26)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchases of property, plant & equipment	(1,035.59)	(1,123.72)
Purchases of investment property	-	(784.79)
Payments of intangible assets	(15.81)	(2.92)
Proceeds from sale of property, plant & equipment	371.93	111.04
Loans to Joint Venture & Other Companies	7,257.56	(23,633.99)
Non Current Investment in JV companies & Others	-	209.56
Purchase of Current Investments	(9,860.76)	(17,916.21)
Sale of current investment	13,603.49	37,888.74
Dividend income	-	5.43
Interest income	1,735.75	1,286.93
NET CASH USED IN INVESTING ACTIVITIES	12,056.57	(3,959.93)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net Proceeds from Short Terms borrowings and Cash Credit	(978.68)	8,711.81
Dividend paid	(144.91)	(144.91)
Tax paid on Dividend	(29.50)	(29.50)
Finance cost	(953.73)	(126.89)
NET CASH USED IN FINANCING ACTIVITIES	(2,106.82)	8,410.51
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	183.27	(150.68)
Opening Balance of Cash and Cash equivalents	43.28	193.96
Closing Balance of Cash and Cash equivalents	226.55	43.28
CHANGE IN CASH AND CASH EQUIVALENTS	183.27	(150.68)

As per our report of even date

For & on Behalf of the Board of Directors

 For **G. SANYAL & CO.**
 Chartered Accountants
 Firm's Registration No. 301143E

D. P. JINDAL
 Chairman
 DIN: 00405579

C. SANYAL
 Partner
 Membership No. 054022

PAWAN KUMAR RUSTAGI
 CFO

H. K. KHANNA
 W.T. Director
 DIN: 00405794

RAGHAV JINDAL
 Director
 DIN: 00405984

 Place : Gurgaon
 Dated : 26th May, 2017

RAJEEV RANJAN
 Company Secretary

VIJAY KAUSHIK
 Director
 DIN: 02249672

K. K. KHANDELWAL
 Director
 DIN: 00455369

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Reporting entity

Jindal Drilling & Industries Limited (the “Company”) is a company limited by shares, incorporated on 17th October 1983 under the companies Act 1956 and has its registered office at Raigad (Maharashtra) and head office at Delhi. JDIL’s shares are listed on National Stock Exchange (NSE) and Bombay Stock Exchange (BSE). JDIL is engaged in providing services to entities involved in exploration of Oil & Gas. These consolidated financial statements comprising the Company and its foreign joint ventures (referred collectively as “Group”).

These consolidated financial statements are prepared in Indian rupees (INR) which is also the company’s functional currency. All amounts have been rounded off to the nearest lacs unless otherwise indicated.

Note 1: Basis of preparation

i) Compliance with Ind AS

The consolidated financial statements of the group have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended by the Companies (Indian Accounting Standards) (Amendment), Rules, 2016. For all periods up to and including the period ended 31st March, 2016, the group prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act, 2013, read together with rule 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP). These financial statements for the year ended 31st March, 2017 are the first Ind AS financial statements. (Refer Note 41)

ii) Principal of consolidation and equity accounting

Joint Ventures

Interests in joint ventures are accounted for using the equity method, after initially being recognised at cost in the consolidated balance sheet.

Equity method

Under the equity method, on initial recognition the investment in a joint venture is recognised at cost and the carrying amount is increased or decreased to recognise the investor’s share of the Profit or loss of the investee after the date of acquisition. The investor’s share of the investee’s profit or loss is recognised in the investor’s profit or loss.

Distributions received from an investee reduce the carrying amount of the investment. Adjustments to the carrying amount may also be necessary for a change in the investor’s proportionate interest in the investee arising from changes in the investee’s other comprehensive income. Such changes include those arising from the revaluation in property, plant and equipment and from foreign exchange translation differences. The investor’s share of those changes is recognised in the investor’s other comprehensive income.

Unrealised gains on the transactions between the company and its joint ventures are eliminated unless the transaction provides evidence of an impairment of the asset transferred.

The carrying amounts of equity accounted investments are tested for impairment in accordance with the policy.

Note 2: Other significant accounting policies

These are set out under “Significant Accounting Policies” as detailed in the Company’s standalone financial statement.

Note 3 - Property, plant and equipment and capital work in progress

Particulars	Free hold land	Lease hold land	Building	Plant and Equipment	Furniture and Fixtures	Vehicles	Office Equipment	Total - (A)	CWIP (B)	Total (A+B)
Year ended 31 March 2016										
Gross carrying amount										
Deemed cost as at 1 April 2015	415.49	11.56	490.69	5,408.68	13.68	263.44	30.71	6,634.25	17.47	6,651.72
Additions	784.79	-	-	1,029.63	1.60	11.32	0.09	1,827.43	81.08	1,908.51
Disposals	-	-	-	(157.34)	-	-	(0.01)	(157.35)	-	(157.35)
Classified as Investment Property	(1,200.28)	(11.56)	(220.63)	-	-	-	-	(1,432.47)	-	(1,432.47)
Exchange Differences	-	-	-	-	-	-	-	-	-	-
Closing gross carrying amount	-	-	270.06	6,280.97	15.28	274.76	30.79	6,871.86	98.55	6,970.41
Accumulated depreciation										
Depreciation for the year	-	0.14	27.11	1,372.82	3.87	54.57	2.73	1,461.24	-	1,461.24
Disposals - others	-	-	-	-	-	-	-	-	-	-
Reversal of impairment loss	-	-	-	-	-	-	-	-	-	-
Classified as Investment Property	-	(0.14)	(18.36)	-	-	-	-	(18.50)	-	(18.50)
Exchange Differences	-	-	-	-	-	-	-	-	-	-
Closing accumulated depreciation	-	-	8.75	1,372.82	3.87	54.57	2.73	1,442.74	-	1,442.74
Net Carrying amount 31 March 2016	-	-	261.31	4,908.15	11.41	220.19	28.06	5,429.12	98.55	5,527.67
Year ended 31 March 2017										
Gross carrying amount										
Deemed cost as at 1 April 2016	-	-	270.06	6,280.97	15.28	274.76	30.79	6,871.86	98.55	6,970.41
Additions	-	-	147.04	946.15	9.16	11.37	20.42	1,134.14	-	1,134.14
Disposals	(0.97)	-	-	(318.31)	(4.27)	(0.92)	(7.00)	(331.47)	-	(331.47)
Asset transfer from CWIP to building	-	-	-	-	-	-	-	-	(98.55)	(98.55)
Classified as Investment Property	0.97	-	-	-	-	-	-	0.97	-	0.97
Exchange Differences	-	-	-	-	-	-	-	-	-	-
Closing gross carrying amount	-	-	417.10	6,908.81	20.17	285.21	44.21	7,675.50	-	7,675.50
Accumulated depreciation										
Opening Accumulated Depreciation	-	-	8.75	1,372.82	3.87	54.57	2.73	1,442.74	-	1,442.74
Depreciation for the year	-	0.13	25.10	825.27	2.10	52.77	10.72	916.09	-	916.09
Classified as Investment Property	-	(0.13)	(16.37)	-	-	-	-	(16.50)	-	(16.50)
Exchange Differences	-	-	-	-	-	-	-	-	-	-
Closing accumulated depreciation	-	-	17.48	2,198.09	5.97	107.34	13.45	2,342.33	-	2,342.33
Net Carrying amount 31 March 2017	-	-	399.62	4,710.72	14.20	177.87	30.76	5,333.17	-	5,333.17
Net Carrying amount										
At 1 April 2015	415.49	11.56	490.69	5,408.68	13.68	263.44	30.71	6,634.25	17.47	6,651.72
At 31 March 2016	-	-	261.31	4,908.15	11.41	220.19	28.06	5,429.12	98.55	5,527.67
At 31 March 2017	-	-	399.62	4,710.72	14.20	177.87	30.76	5,333.17	-	5,333.17

* The company opted to use the previous GAAP carrying values as deemed cost at the transition date for all its PPE, Investment Property and Intangible Assets.

* During the year 31 March 2016, Land & Building were reclassified as Investment property because management decided to lease the said property to third party.

Note 4 - Investment Property

(₹ In Lakhs)

	As at 31st March, 2017	As at 31st March, 2016
Gross carrying amount		
Opening gross carrying amount / Deemed Cost	1,432.47	647.68
Additions	-	784.79
Disposal	(0.97)	-
Closing gross carrying amount	1,431.50	1,432.47
Accumulated depreciation		
Opening accumulated depreciation	18.50	-
Depreciation charge	16.50	18.50
Closing Accumulated depreciation	35.00	18.50
Net carrying amount	<u>1,396.50</u>	<u>1,413.97</u>

*The company opted to use the previous GAAP carrying values as deemed cost at the transition date for Investment Property.

Note 5 - Other Intangible Assets

(₹ In Lakhs)

	Computer Software	Total
Year ended 31 March 2016		
Gross carrying amount		
Deemed cost as at 1 April 2015	36.36	36.36
Additions - Others	2.92	2.92
Additions - Internally developed	-	-
Exchange Differences	-	-
Closing gross carrying amount	<u>39.28</u>	<u>39.28</u>
Accumulated amortisation		
Amortisation for the year	8.09	8.09
Impairment charge	1.14	1.14
Exchange Differences	-	-
Closing accumulated depreciation	<u>9.23</u>	<u>9.23</u>
Net Carrying amount 31 March 2016	<u>30.05</u>	<u>30.05</u>
Year ended 31 March 2017		
Gross carrying amount		
Deemed cost as at 1 April 2016	39.28	39.28
Additions - Others	15.81	15.81
Additions - Internally developed	-	-
Exchange Differences	-	-
Closing gross carrying amount	<u>55.09</u>	<u>55.09</u>
Accumulated depreciation		
Opening Accumulated Amortisation	9.23	9.23
Amortisation for the year	7.32	7.32
Impairment charge	0.47	0.47
Exchange Differences	-	-
Closing accumulated depreciation	<u>17.02</u>	<u>17.02</u>
Net Carrying amount 31 March 2017	<u>38.07</u>	<u>38.07</u>
Net Carrying amount		
At 1 April 2015	36.36	36.36
At 31 March 2016	30.05	30.05
At 31 March 2017	38.07	38.07

*The company opted to use the previous GAAP carrying values as deemed cost at the transition date for Intangible Assets.

Note 6 (A)(i): Equity accounted investment in JV companies
i). Interest in Joint Ventures through equity method

(₹ In Lakhs)

Name of the entity			Carrying Value		
	Place of Business	% of holding	31-Mar-17	31-Mar-16	01-Apr-15
Discovery Drilling Pte. Ltd.	Singapore	49%	48,493.34	46,489.63	39,380.61
Virtue Drilling Pte. Ltd.	Singapore	49%	54,749.41	52,897.10	44,615.11
Total			1,03,242.75	99,386.73	83,995.72

ii). Summarised financial information for associates and joint ventures

(₹ In Lakhs)

	Discovery Drilling Pte. Ltd.			Virtue Drilling Pte. Ltd.			Total		
	31-Mar-17	31-Mar-16	01-Apr-15	31-Mar-17	31-Mar-16	01-Apr-15	31-Mar-17	31-Mar-16	01-Apr-15
Current Assets	4,391.53	3,358.26	3,477.99	5,628.65	4,078.75	4,002.35	10,020.18	7,437.01	7,480.34
Non-Current Assets	59,879.26	67,761.35	55,069.24	73,970.41	84,342.76	62,523.70	1,33,849.67	1,52,104.11	1,17,592.94
Total Assets (A)	64,270.79	71,119.61	58,547.23	79,599.06	88,421.51	66,526.05	1,43,869.85	1,59,541.12	1,25,073.28
Current Liabilities	2,644.89	10,019.78	7,545.31	9,455.84	16,055.04	8,945.35	12,100.73	26,074.82	16,490.66
Non-Current Liabilities	13,132.56	14,610.20	11,621.31	15,393.81	19,469.37	12,965.59	28,526.37	34,079.57	24,586.90
Total Liabilities (B)	15,777.45	24,629.98	19,166.62	24,849.65	35,524.41	21,910.94	40,627.10	60,154.39	41,077.56
Net Assets (A-B)	48,493.34	46,489.63	39,380.61	54,749.41	52,897.10	44,615.11	1,03,242.75	99,386.73	83,995.72

iii). Share of Profit

(₹ In Lakhs)

	Discovery Drilling Pte. Ltd.			Virtue Drilling Pte. Ltd.			Total		
	31-Mar-17	31-Mar-16	01-Apr-15	31-Mar-17	31-Mar-16	01-Apr-15	31-Mar-17	31-Mar-16	01-Apr-15
Profit for the year (49%)	3,147.52	4,450.09	3,944.22	3,130.80	5,269.26	4,489.80	6,278.32	9,719.35	8,434.02
Other Comprehensive income (49%)	-	-	-	-	1.09	96.72	-	1.09	96.72

iv). Fair Value Gain/(Loss) on Equity instrument

(₹ In Lakhs)

Name of the entity	31-Mar-17	31-Mar-16	01-Apr-15
Net asset value in Joint Ventures	1,03,242.75	99,386.73	83,995.72
Investment Cost	18,659.38	18,659.38	18,659.38
Change in net asset of Joint Ventures	84,583.37	80,727.35	65,336.34

Gain on equity investment in JV companies using equity method

(₹ In Lakhs)

Gain on change in net assets of JV	3,856.02	15,391.01	65,336.34
Gain recognised as current year profit (net of tax)	6,278.32	9,719.35	8,434.02
Gain recognised as Current year OCI (net of tax)	-	1.09	96.72
Gain on equity investment in JV companies	(2,422.30)	5,670.57	56,805.60
Deffered Tax on fair value gain at FVOCI	(838.31)	1,962.47	
Net gain on equity investment in JV companies	(1,583.99)	3,708.10	56,805.60

(₹ In Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
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Note 6 (A)(ii)- Investments

Non-current investments at fair value

Unquoted equity shares of other companies

Equity Shares of Joint Venture Companies :

i) 300,000 Shares in Dev Drilling Pte Ltd of USD 1 each	-	-	185.20
ii) 14 Shares in Internovia Natural res FZ LLC of AED 1000 each (Others)	2.37	2.37	2.37
	<u>2.37</u>	<u>2.37</u>	<u>187.57</u>

Unquoted equity shares of other entities

i) 5 Shares in Taloja CETP Co. Society Ltd of Rs. 100 each	0.01	0.01	0.01
Investment under Portfolio Management Services			
1) Religare Credit Investment Trust	-	-	500.00
	<u>2.38</u>	<u>2.38</u>	<u>687.58</u>

Note 6 (B) - Current Investments at fair value
i). Investment in Bonds - Quoted

7.18 % IRFC 2023 Bonds	-	503.43	762.30
7.18 % IRFC 2023 Bonds	-	-	253.75
8.46 % PFC 2028 Bonds	-	-	560.50
7.18 % IRFC 2023 Bonds	-	-	503.43
Total - i	-	<u>503.43</u>	<u>2,079.98</u>

(₹ In Lakhs)

Particulars	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	No. of units	Amount	No. of units	Amount	No. of units	Amount
ii) Investment in Mutual Funds through FVTPL						
Baroda Pioneer Liquid Fund - Plan A Growth	-	-	-	-	15,612	250.16
Birla Sun Life Cash Plus - Growth - Regular Plan	-	-	89,509	217.31	-	-
Birla Sunlife Treasury Optimizer Plan Growth	-	-	-	-	5,92,426	1,029.36
DSP BlackRock FTP - Series 44 - 36M - Growth	30,00,000	375.24	30,00,000	345.32	30,00,000	318.39
Franklin India Low duration Fund - Growth	-	-	-	-	1,64,18,364	2,521.81
HDFC Floating Rate Income Fund - Short Term Plan - Wholesale Option	-	-	-	-	4,08,083	97.77
HDFC FMP 369D February 2014 (1) Series 29 - Regular - Growth	91,20,176	1,183.84	91,20,176	1,099.05	91,20,176	1,013.51
HDFC FMP 369D February 2014 (2) Series 29 - Regular - Growth	1,50,00,000	1,947.15	1,50,00,000	1,801.76	1,50,00,000	1,660.79
HDFC FMP 371D February 2014 (1) Series 29 - Regular - Growth	45,50,708	590.99	45,50,708	548.01	45,50,708	505.12
HDFC FMP 434D February 2014 (1) Series 29 - Regular - Growth	1,00,00,000	1,292.87	1,00,00,000	1,197.05	1,00,00,000	1,102.99
HDFC Liquid Fund - Growth	-	-	3,553	106.04	42,03,105	1,159.06
HSBC Ultra Short Term Bond Fund - Growth	-	-	-	-	81,74,944	1,012.81
ICICI Prudential Long Term Gilt Fund - Regular Plan - Growth	-	-	-	-	5,32,552	251.77
ICICI Prudential Savings Fund- Regular Plan - Growth	-	-	-	-	11,90,356	2,474.25
ICICI Prudential Short Term Plan - Growth	-	-	-	-	20,78,525	595.07
Kotak FMP 106 - Growth	-	-	1,00,00,000	1,271.05	1,00,00,000	1,170.79
Kotak Treasury Advantage Fund - Growth	-	-	-	-	22,74,568	506.55
L & T Floating Rate Fund - Growth (BONUS UNITS)	-	-	8,65,656	127.17	8,65,656	117.06
L & T Triple Ace Bond Fund - Bonus (BONUS UNITS)	-	-	8,03,729	117.07	8,03,729	111.55
LIC Nomura MF Liquid Fund - Direct - Growth	-	-	15,292	420.07	-	-

(₹ In Lakhs)

Particulars	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	No. of units	Amount	No. of units	Amount	No. of units	Amount
Reliance Money Manager Fund - Direct - Growth	-	-	-	-	2,33,783	4,513.29
Reliance Short Term Plan - Growth	-	-	-	-	39,16,147	1,026.27
Religare Fixed Maturity Plan - Series XVIII - Plan C (25 Months)	-	-	50,00,000	639.53	50,00,000	594.34
SBI Magnum Gilt Fund - Long Term - Regular Plan - Growth	-	-	-	-	90,93,190	2,761.10
SBI Premier Liquid Fund - Regular - Growth	-	-	15,034	357.22	15,047	330.40
UTI Gilt Advantage Fund - Long Term - Growth	-	-	-	-	3,27,561	99.50
Total - (ii)		5,390.09		8,246.65		25,223.71

(₹ In Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
iii) Investment in Shares through FVOCI			
165000 Shares of Monnet Ispat & Energy Limited of ₹ 10 each	56.27	-	-
83000 Shares of Monnet Ispat & Energy Limited of ₹ 10 each	28.30	-	-
9164842 Shares of Electrosteel Steels Limited of ₹ 10 each	398.67	-	-
7534 Shares of Jindal Steel & Power Limited of ₹ 1 each	9.12	-	-
Total - (iii)	492.36	-	-
iv) Investment under Portfolio Management Services at fair value			
Religare Credit Investment Trust			
Total - (iv)	279.10	475.64	-
Total (i to iv)	6,161.55	9,225.72	27,303.69

* Investments in mutual funds are pledged with HDFC Bank against term loan of Rs. 47.50 crores as obtained for working capital.

* Non-current investments are recognised initially at carrying value while short term investments except investments in quoted equity share are recognised initially at fair value through FVTPL.

* Short term investments in quoted equity shares are recognised at fair value through FVOCI.

* Religare credit investment trust has been classified as current investment from non-current investments in current year.

(₹ In Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Note 7 - Financial Assets - Loans, Non-current			
(Unsecured, Considered good unless otherwise stated)			
Loan to Related Parties	36,169.69	43,358.00	19,660.77
	36,169.69	43,358.00	19,660.77

* Includes Loan to Joint Venture Companies, Discovery Drilling Pte Ltd & Virtue Drilling Pte Ltd are sub-ordinated to bank loan availed by said Joint Venture. These loans were given as part of Project financing.

Note 8 - Other financial assets, Non-current

Derivative instrument	35.43	-	-
Capital Advances	-	1,600.00	4,720.83
Security Deposits	1,985.30	198.96	188.11
Advance Income Tax (Net)	1,777.89	893.23	586.93
	3,798.62	2,692.19	5,495.87

* Security deposits are recognised at fair value through FVTPL. The discounting rate taken at 9.5% p.a. for all SD amounts except SD to Venus (at 4.40% p.a. i.e. libor plus 3% margin). The discounting period taken at 5 years for all SD amounts while in case of Sudha Apparels 3 years and Venus 2 Years.

(₹ In Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
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Note 9 - Deferred Tax Assets / Liabilities
Deferred Tax Liability

Depreciation and amortization	1,324.10	1,309.96	1,246.62
Reclassification of FCTRA	650.85	862.02	807.35
Change in fair value of hedging	15.62	-	-
Remeasurement of employee benefit obligation	37.70	26.59	-
Equity Instrument - Fair Value Gain	16.43	-	-
Share of OCI of equity accounted investees	33.26	33.26	32.88
Foreign exchange gain on consolidation	1,124.16	1,962.47	-
Mutual Fund - Fair Value Gain	417.14	439.92	336.44
(A)	3,619.26	4,634.22	2,423.29

Deferred Tax Assets

Provision for Doubtful Recoveries	519.12	519.12	509.85
Provision for Gratuity	2.09	-	41.45
Provision for Leave Encashment	22.30	25.05	23.85
Reclassification of hedging reserve through OCI	-	111.73	184.51
ECL on Debtors & Advances - Fair Value Loss	45.40	-	-
Security Deposit - Fair Value Loss	70.61	20.05	27.30
JDIL Employee Welfare trust loan - Fair Value Loss	84.08	108.05	129.94
(B)	743.60	784.00	916.90

Net Deferred Tax Liability
(A-B)

2,875.66	3,850.22	1,506.39
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Note 10 - Inventories

(At lower of cost or net realisable value)

Stores & Spares	1,347.20	1,202.88	1,293.21
	1,347.20	1,202.88	1,293.21

Note 11 - Financial Assets - Trade Receivables, Current

Unsecured, Considered good	8,648.94	11,717.72	12,664.59
Unsecured, Doubtful	1,500.00	1,500.00	1,500.00
Less: Provision for doubtful recoveries	1,500.00	1,500.00	1,500.00
	8,648.94	11,717.72	12,664.59

Note 12 - Cash and Cash Equivalents

Cash in hand	3.16	9.86	4.04
Balances with Scheduled Banks			
- In Current Accounts	4.20	27.43	184.03
- In Unclaimed Dividend Accounts	4.56	5.99	5.89
- Fixed Deposit Account *	214.63	-	-
	226.55	43.28	193.96

* Fixed deposits Includes ₹ 163.81 lakhs given as margin money against Bank Guarantee.

Note 13 - Financial Assets - Loans, Current

Loan to Related Parties	11,020.98	11,294.60	537.42
	11,020.98	11,294.60	537.42

Note 14 - Other Current Assets

Claim (Loss in hole) receivables	71.99	217.79	175.11
Advances recoverable in cash or in kind #	5,805.18	3,491.34	4,637.70
Gratuity Fund	-	11.40	-
Interest receivables	2,020.29	906.96	292.48
	7,897.46	4,627.49	5,105.29

Includes primarily advances to trade creditors, recoverables etc.

Note 15 - Equity Share Capital & Other Reserves
Equity Share Capital
Authorized equity share capital of Rs. 5 each

	No. of shares (in Lakhs)	Equity Capital (In Lakhs)
As at 1 April 2015	465.00	2,325.00
Increase during the year	-	-
As at 31st March 2016	465.00	2,325.00
Increase during the year	-	-
As at 31st March 2017	465.00	2,325.00

Issued, Subscribed and Paid Up Capital
(i) Movement in equity share capital

	No. of shares (in Lakhs)	Equity Capital (In Lakhs)
As at 1 April 2015	289.81	1,449.05
Issued during the year	-	-
As at 31st March 2016	289.81	1,449.05
Issued during the year	-	-
As at 31st March 2017	289.81	1,449.05

Terms and rights attached to equity shares

"Equity shares have a par value of INR 5. They entitle the holder to participate in dividends, and to share in the proceeds of winding up of the company in proportion to the number of amounts paid on the shares held. Every holder of equity shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote."

(ii) Details of shareholders holding more than 5% shares in the company

Particulars	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	% Holding	No. of Shares	% Holding	No. of Shares	% Holding	No. of Shares
a) Jindal Global Finance and Investment Ltd	18.76	54,38,148	18.89	54,74,148	18.89	54,74,148
b) Sudha Apparels Ltd	15.22	44,11,000	18.41	53,35,000	18.41	53,35,000
c) Stable Trading Co. Ltd	10.56	30,59,168	5.78	16,74,168	5.78	16,74,168
d) Crispark Viocom Ltd	14.49	41,98,350	14.49	41,98,350	14.49	41,98,350

(₹ In Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
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Note 16 - Other equity
16(a) Reserve and surplus

Securities Premium Reserve	29,613.35	29,613.35	29,613.35
General Reserve	24,562.94	24,562.94	23,562.94
Retained Earning	1,09,840.83	1,02,019.01	90,241.89
Total reserves and surplus	1,64,017.12	1,56,195.30	1,43,418.18
Securities Premium Reserve			
Opening Balances	29,613.35	29,613.35	29,613.35
Addition during the year	-	-	-
Closing Balance	29,613.35	29,613.35	29,613.35
General Reserve			
Opening Balances	24,562.94	23,562.94	22,562.94
Addition during the year	-	1,000.00	1,000.00
Closing Balance	24,562.94	24,562.94	23,562.94

(₹ In Lakhs)			
Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Surplus in Statement of Profit & Loss			
Opening Balances	1,02,019.01	90,241.89	21,605.84
Net profit for the period	7,975.24	12,901.29	12,855.14
Items of OCI recognised directly in retained earnings			
Remeasurement of post-employment benefit obligation, net of tax	20.99	50.24	-
Fair value gain on equity instrument in JV	-	-	56,805.60
Transfer to general reserves	-	(1,000.00)	(1,000.00)
Adjustment relating to Fixed Assets	-	-	(24.69)
Dividends & CD Tax	(174.41)	(174.41)	-
Closing Balance	1,09,840.83	1,02,019.01	90,241.89
16(b) Other Reserves			
Hedging reserve - (Transferred from Reserve & Surplus - Net of Tax)	19.81	(220.83)	(358.34)
Foreign currency translation reserve - (Reclassified from note 16a, net of tax)	1,272.23	1,671.23	1,567.92
Change in fair value of equity instruments - (Reclassified from note 16a, net of tax)	31.04	-	-
Foreign exchange gain on consolidation, net of tax	2,124.11	3,708.10	-
Share of OCI of joint ventures, net of tax	64.55	64.55	63.84
Closing Balance	3,511.74	5,223.05	1,273.42
Total Other Equity (A+B)	1,67,528.86	1,61,418.35	1,44,691.60
Note 17 - Other Financial Liabilities, Non-current			
Gratuity	-	-	103.31
Leave Encashment	49.91	56.23	59.61
	49.91	56.23	162.92
Note 18 - Current Borrowings			
Secured			
Loans repayable on demand from Banks	1,982.11	1,015.21	14.67
Other bank loan	4,750.00	-	-
Unsecured			
Inter Corporate Deposit	1,015.69	7,711.27	-
	7,747.80	8,726.48	14.67
* Working capital loans are secured by hypothecation of inventories, book debts and all other current assets and first charge on fixed assets excluding specific charges, ranking pari-passu amongst working capital lending banks.			
Note 19 - Trade Payables			
Micro , Small & Medium Enterprises	-	-	-
Creditors	4,112.13	13,146.01	13,459.68
	4,112.13	13,146.01	13,459.68
Note 20 - Other Financial Liabilities			
Derivative Instrument	-	332.56	542.85
	-	332.56	542.85
Note 21 - Other Current Liabilities			
Other Current Liabilities #	1,495.33	1,521.65	1,763.96
Unpaid Dividend *	4.56	5.99	5.89
	1,499.89	1,527.64	1,769.85
* There is no amount due and outstanding to be credited to investors education & protection fund.			
# Includes statutory dues, advances from customers, security deposits etc.			
Note 22 - Provisions			
Gratuity Payable	6.03	-	18.63
Leave Encashment Payable	14.53	16.14	10.54
	20.56	16.14	29.17

(₹ In Lakhs)		
Particulars	As at 31st March, 2017	As at 31st March, 2016
Note 23 - Revenue From Operations		
Drilling Services	37,159.70	31,974.37
	<u>37,159.70</u>	<u>31,974.37</u>
Note 24 (a) - Other Income		
Dividend Received	-	5.43
Profit on Sale of Current Investments (Net)	696.91	1,119.90
Rent Received	56.06	22.56
Profit on sale of Fixed Assets	39.99	-
Balance written back	-	4.48
Miscellaneous Income	19.07	33.36
Interest Received	1,729.57	1,152.68
Interest Received-Tax free	6.18	134.25
Foreign Exchange Fluctuation (Net)	-	192.20
Fair Value through P&L:		
Fair value gain on Mutual Fund	-	299.02
Unwinding interest income on JDIL Employees Welfare Trust loan	69.25	63.24
Unwinding interest income on Security Deposits	-	20.94
	<u>2,617.03</u>	<u>3,048.06</u>
Note 24 (b) - Other Comprehensive Income		
Reclassification of hedging reserve	332.56	210.29
Change in fair value of hedging	35.43	-
Reclassification of Foreign Currency Translation Reserve Account	(610.17)	157.98
OCI through Equity Instrument	47.47	-
Remeasurement of defined benefit liability	32.10	76.83
Fair value gain on equity instrument in JV	(2,422.30)	5,670.57
Share of OCI of Joint Venture accounted for using equity method	-	1.09
Total	<u>(2,584.91)</u>	<u>6,116.76</u>
Note 25 - Operating Expenses		
Rig Hire Charges	21,933.34	19,260.44
Drilling Operation expenses #	2,241.72	1,424.39
Stores & Spares Consumed	3,459.93	2,187.13
	<u>27,634.99</u>	<u>22,871.96</u>
Note 26 - Employee Benefits Expenses		
Salary, Wages & Other Allowances	4,084.24	3,711.46
Contribution to PF & Other Funds	65.97	23.27
Staff Welfare Expenses	117.55	125.65
Remeasurement of employee benefit obligation		
-Gratuity Expenses	12.90	59.42
-Leave Expenses	19.20	17.41
	<u>4,299.86</u>	<u>3,937.21</u>
Note 27 - Finance Costs		
Interest Charges	807.65	126.89
Unwinding discount on JDIL Employee Welfare Trust loan	-	-
Unwinding discount on Security Deposit	146.08	-
	<u>953.73</u>	<u>126.89</u>

(₹ In Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016
Note 28 - Other Expenses		
Electricity & water Charges	54.84	60.13
Rent	270.54	268.20
Rates & Taxes	24.54	18.15
Telephone & Communication Expenses	27.79	29.86
Printing & Stationery	23.96	16.21
Travelling & Conveyance:	209.47	263.72
Vehicle Upkeep & Maintenance	67.02	71.26
Repair & Maintenance		
Building	9.00	3.73
Others	91.02	65.77
Legal & Professional Charges	733.50	380.95
Insurance	0.79	0.80
Fees & Subscription	58.29	38.58
Internal Audit Fees	3.00	3.31
Auditors' Remuneration :		
- Audit Fee	3.40	3.40
- Tax Audit Fee	0.50	0.50
- Company Law Matters	0.94	1.22
- Out of Pocket Expenses	0.45	-
General Exp	204.38	130.29
Corporate Social Responsibilities	76.00	145.00
Advertisement & Business Promotion	120.65	92.35
Tender Fee	1.99	2.40
Bank Charges	72.56	67.46
Foreign Exchange Fluctuation Loss - Net	1,340.20	-
Loss on sale of Fixed assets	-	46.35
Misc Balances Written Off	3.85	-
Fair Value through P&L:		
ECL on MOGL Loan	108.84	-
Loss allowance on Mutual Funds	65.83	-
Loss allowance on Debtors - LIH	22.34	-
Total	3,595.69	1,709.64

Note 29: Contingent liabilities
Claims against the company not acknowledged as debt:
Commitments
1. Estimated amount of contracts remaining to be executed on capital account

Estimated amount of contracts for purchase of business assets for the use of the company remaining to be executed, not provided for (net of advances) ₹ Nil (Previous year ₹ 900 Lacs).

2. Contingent Liabilities not provided for:

(₹ In Lakhs)		
Particulars	As at 31st March 2017	As at 31st March 2016
(i) LC\Guarantee issued by the Banks		
a). (LC \ Bank Guarantee are provided under Legal / Contractual Obligations) (Issued from Consortium Banks Sanctioned Limits)	4178.39	4686.68
b). (LC \ Bank Guarantee are provided under Legal / Contractual Obligations) (Issued against Pledged of Fixed Deposit of ₹16,381,368/-)	1419.03	-
(ii) Custom demand		
An Appeal pending at Hon'ble Mumbai High Court (A sum of Rupees sixty lacs against demand had been deposited by the Company)	255.03	255.03
(iii) Refurbishment expenses of Jack Up Rig	994.63	-

(iv) Income Tax Demand

(₹ In Lakhs)

	2016-17		2015-16	
	CIT (Appeal)	ITAT	CIT (Appeal)	ITAT
Assessment Year 2008-09	-	55.00	-	55.00
Assessment Year 2009-10	-	66.50	-	66.50
Assessment Year 2010-11	-	77.82	-	77.82
Assessment Year 2011-12	1641.12	-	1641.12	-
Assessment Year 2012-13	425.46	-	425.46	-
Assessment Year 2013-14	227.10	-	-	-

(v) Arbitration award

An Arbitration Award relating to 'Noble Edholt' jackup Rig has been passed against the Company to make payment towards principal outstanding and the following amounts.

1. Amount of USD 31,769,994.76 by way of damages.
2. Interest on the damages awarded accruing at the daily rate of US prime plus 1%, compounded quarterly until the date of payment and
3. Cost of arbitration and other expenses.

The Company is taking necessary steps to contest in relation to the Award. Therefore no provision has been made during the year.

Note 30: Employee Benefits
(a) Contribution to defined contribution plans recognized as expenses are as under:

(₹ In Lakhs)

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
Provident Fund	23.51	23.19
Family Pension fund	7.40	8.07
ESIC	7.00	7.20
Total	37.91	38.46

(b) Defined Benefit Plan
Gratuity

The Employee's Gratuity Fund scheme managed by LIC of India is a defined benefit plan. The present value of 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.

Disclosure for defined benefit plans based on actuarial reports: (Figures are in ₹ Lakhs)

Changes in Present Benefit Obligation

(₹ In Lakhs)

	31/03/2017	31/03/2016
a) Present value of obligation as at the beginning of the period	188.00	226.07
b) Acquisition adjustment	-	-
c) Interest Cost	15.04	18.08
d) Service Cost	38.44	30.55
e) Benefits Paid	(0.65)	(35.56)
f) Total Actuarial (Gain)/Loss on Obligation	(11.89)	(51.14)
g) Present value of obligation as at the End of the period	228.94	188.00

Actuarial (Gain)/Loss on Obligation

(₹ In Lakhs)

	31/03/2017	31/03/2016
a) Actuarial (Gain)/Loss on arising from Change in Financial Assumption	11.99	-
b) Actuarial (Gain)/Loss on arising from Experience adjustment	(23.88)	(51.15)

Actuarial (Gain)/Loss on Plan Asset

(₹ In Lakhs)

	31/03/2017	31/03/2016
a) Expected Interest Income	15.95	8.33
b) Actual Income on Plan Asset	16.96	16.60
c) Actuarial gain /(loss) for the year on Asset	1.01	8.27

Balance Sheet and related analyses

(₹ In Lakhs)

	31/03/2017	31/03/2016
a) Present Value of the obligation at end	228.94	188.00
b) Fair value of plan assets	222.92	199.40
c) Unfunded Liability/provision in Balance Sheet	(6.02)	11.40
d) Unfunded liability recognized in Balance Sheet	(6.02)	11.40

The expenses recognized in the statement of profit and loss

(₹ In Lakhs)

	31/03/2017	31/03/2016
a) Service Cost	38.44	30.55
b) Net Interest Cost	(0.91)	9.76
c) Expense recognized in the Income Statement	37.53	40.31

Amount recognised in Other Comprehensive Income (OCI)

(₹ In Lakhs)

	31/03/2017	31/03/2016
a) Actuarial gain / (loss) for the year on PBO	11.89	51.15
b) Actuarial gain /(loss) for the year on Asset	1.01	8.27
c) Unrecognized actuarial gain/(loss) at the end of the year	12.90	59.42

Change in plan assets

(₹ In Lakhs)

	31/03/2017	31/03/2016
a) Fair value of plan assets at the beginning of the period	199.40	104.13
b) Actual return on plan assets	16.96	16.60
c) Employer contribution	7.21	114.23
d) Benefits paid	(0.65)	(35.56)
e) Fair value of plan assets at the end of the period	222.92	199.40

Major categories of plan assets (as percentage of total plan assets)

(₹ In Lakhs)

		31/03/2017	31/03/2016
a)	Government of India Securities	-	-
b)	State Government securities	-	-
c)	High Quality Corporate Bonds	-	-
d)	Equity Shares of listed companies	-	-
e)	Property	-	-
f)	Funds Managed by Insurer	100 %	100 %
g)	Bank Balance	-	-
	Total	100 %	100 %

Expected contribution for the next Annual reporting period

(₹ In Lakhs)

		31/03/2017	31/03/2016
a)	Service Cost	44.50	32.40
b)	Net Interest Cost	0.45	(0.91)
c)	Expected Expense for the next annual reporting period	44.95	31.49

Sensitivity Analysis of the defined benefit obligation

(₹ In Lakhs)

a) Impact of the change in discount rate		
	Present Value of Obligation at the end of the period	228.94
a)	Impact due to increase of 0.50%	(12.44)
b)	Impact due to decrease of 0.50 %	13.60
b) Impact of the change in salary increase		
	Present Value of Obligation at the end of the period	228.94
a)	Impact due to increase of 0.50%	13.73
b)	Impact due to decrease of 0.50 %	(12.67)

Sensitivities due to mortality & withdrawals are not material & hence impact of change not calculated. Sensitivities as to rate of inflation, rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable being a lump sum benefit on retirement.

Maturity Profile of Defined Benefit Obligation

(₹ In Lakhs)

	Year	Amount
a)	April 2017- March 2018	22.08
b)	April 2018- March 2019	4.16
c)	April 2019- March 2020	12.52
d)	April 2020- March 2021	3.17
e)	April 2021- March 2022	4.09
f)	April 2022- March 2023	6.77
g)	April 2023 onwards	176.15

Actuarial Assumptions
I) Economic Assumptions

The principal assumptions are the discount rate & salary growth rate. The discount rate is based upon the market yields available on Government bonds at the accounting date with a term that matches that of the liabilities. Salary increase rate takes into account of inflation, seniority, promotion and other relevant factors on long term basis. Valuation assumptions are as follows which have been selected by the company.

		31/03/2017	31/03/2016
i)	Discounting Rate	7.50	8.00
ii)	Future salary Increase	6.00	6.00

2) Demographic Assumption

		31/03/2017	31/03/2016
i)	Retirement Age (Years)	58	58
ii)	Mortality rates inclusive of provision for disability**	100% of IALM (2006 - 08)	
iii)	Ages	Withdrawal Rate (%)	Withdrawal Rate (%)
	Up to 30 Years	3.00	3.00
	From 31 to 44 years	2.00	2.00
	Above 44 years	1.00	1.00

Leave encashment

The amount recognized as an expense in respect of leave encashment and compensated absences are ₹ 8.48 lakhs (Previous year ₹ 7.09 Lakhs).

Note 31: Segment reporting

All undertaking of the company is engaged in similar activities of providing services to Oil & Gas Companies. Therefore there is only one reportable segment – Drilling and related services under Ind AS 108 Operating Segment Reporting. The company operates in a single geographical segment – India.

Note 32: Related parties disclosures (as per Ind As 24)
Relationships:
A. Parties where control exists:
i) Joint Venture of Reporting Enterprise

Discovery Drilling Pte Ltd., Singapore (DDPL)

Virtue Drilling Pte Ltd., Singapore (VDPL)

ii) Key Management Personnel
Name of person
Relationship

Shri H K Khanna

Whole Time Director

Shri Pawan Kumar Rustagi

CFO

Shri Rajeev Ranjan

Company Secretary

iii) Other Related Parties

Shri D P Jindal

Chairman

Shri Raghav Jindal

Director, Son of Shri D.P. Jindal

Sigma Infrastructure Pvt Ltd

Maharashtra Seamless Ltd

Jindal Pipes Ltd

B. Details of Transactions with related parties are as follows:

(₹ In Lakhs)

	Joint Venture		Key Managerial Personnel	Other Related Parties
	DDPL	VDPL		
Charter Hire Charges paid / payable (Net of TDS)	19,906.34 (17,931.93)	- (-)	- (-)	- (-)
Interest Received / receivable (Net of TDS)	669.64 (276.69)	276.11 (182.15)	- (-)	- (-)
Remuneration	- (-)	- (-)	46.44 (44.81)	113.08 (147.65)
Expenses Incurred by the company for which reimbursement received/ receivable	0.12 (9.36)	- (-)	- (-)	- (-)
Technical Support Service	- (-)	- (-)	- (-)	416.55 (408.82)
Sale of Scraps	- (-)	- (-)	- (-)	12.28 (14.11)
Rent Paid	- (-)	- (-)	- (-)	92.19 (90.11)
Rent Received	- (-)	- (-)	- (-)	23.25 (21.42)

(₹ In Lakhs)

	Joint Venture		Key Managerial Personnel	Other Related
	DDPL	VDPL		Parties
Purchase of Lubricants & others	- (-)	- (-)	- (-)	23.52 (114.79)
Sitting Fee	- (-)	- (-)	- (-)	5.20 (2.40)
Balances Outstanding at the Year End:				
For Loans #	26,965.12 (29,576.32)	9,530.33 (13,511.56)	- (-)	- (-)
For Charter Hire Charges	584.36 (2,950.01)	- (-)	- (-)	- (-)
Maximum Loan outstanding during the year	26,965.12 (29,576.32)	9,530.33 (13,511.56)	- (-)	- (-)
Amount Receivable for expenses	0.12 (9.36)	- (-)	- (-)	- (-)

Note: i) Previous year figures are in brackets..

ii) Related Parties are as determined by management and has been relied upon by Auditors

Loans Includes Interest Receivables (Net of TDS);

Note 33: Additional information w.r.t. Interest in Joint Ventures

Joint Ventures investment as per equity method – incorporated in Singapore

(₹ In Lakhs)

Name of the entity in group	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or loss		Share in other comprehensive income		Share in Total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
Discovery Drilling Pte. Ltd.	49%	48,493.34	49%	3,147.52	49%	0.00	49%	3,147.52
Virtue Drilling Pte. Ltd.	49%	54,749.41	49%	3,130.80	49%	0.00	49%	3,130.80

Note 34: Basis of preparation of financial statement of Joint Venture Companies

The audited financial statements of foreign joint venture companies have been prepared in accordance with the Singapore Financial Reporting Standards "FRS".

Note 35: Details of Loan given, Investment made and Guarantee given as covered u/s 186 (4) of the Companies Act, 2013

Loans and Advances in the nature of Loans given to Joint Venture Companies

(₹ In Lakhs)

	As At 31st March, 2017	Maximum Balance During The Year	As At 31st March, 16	Maximum Balance During The Previous Year
Discovery Drilling Pte Ltd	26,965.12	26,965.12	29,576.32	29,576.32
Virtue Drilling Pte. Ltd	9,530.33	9,530.33	13,511.56	13,511.56
Internovia Natural Resources FZ LLC	11,910.47	11,910.47	11,699.75	11,699.75

All the above loans and advances given are for Business purposes.

- Loans and advances mentioned supra have been shown under "Non-Current Loans & Advances".
- Loans to employee/welfare trusts as per the Company's policy are not considered. None of the Loan and Associate Companies have per se, made investments in shares of the company.

The above details are as per regulation 34(3) and 53(f) of SEBI (Listing And Disclosure Requirements) Regulations, 2015

Note 36: Income tax expenses

(₹ In Lakhs)

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
Current Tax	752.11	1497.42
Deferred Tax		
- Relating to origination and reversal of temporary differences	(79.97)	226.94
- MAT Credit Utilization / (Entitlement)		
Income tax expense reported in the Statement of Profit & Loss	672.14	1724.36

Note 37: Effective tax reconciliation

Numerical reconciliation of tax expenses applicable to profit before tax at the latest statutory enacted rate in India to income tax expense reported is as follows:

(₹ In Lakhs)

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
Profit Before Tax but after share of profit of JV	8,647.38	14,625.65
Less: Profit of share of JV	6,278.32	9,719.35
Profit before tax and share of profit of JV	2,369.06	4,906.30
Applicable Statutory Enacted Income Tax Rate	34.608%	34.608%
Computed Tax Expense	819.88	1,697.97
Increase/(Reduction) in Taxes on Account of		
Additional Allowances for Tax Purpose	-	-
Items (Net) not Deductible for Tax/not Liable to Tax	(84.75)	-
Tax losses Unutilized / Items Taxed at Different Rate	(61.41)	26.39
Tax Expense Relating to Earlier Years (Net)	-	-
Others	(1.58)	-
Income Tax Expense reported in financial statement	672.14	1,724.36

Note 38: Capital Management

The primary objective of the group's capital management is to ensure availability of funds at competitive cost for its operational and development needs and maintain a strong credit rating and healthy capital ratios in order to support its business and maximize shareholder value.

The group manages its capital structure and makes changes in view of changing economic conditions. No changes were made in the objectives, policies or process during the year ended 31.03.2017 and 31.03.2016. There have been no breaches of the financial covenants of any interest bearing loans and borrowings for the reported period.

The group monitors capital structure on the basis of debt to equity ratio. For the purpose of group's capital management, equity includes paid up equity share capital and reserves and surplus and effective portion of cash flow hedge and Debt comprises of long term borrowings including current maturities of these borrowings.

The following table summarizes long term debt and equity of the group:

(₹ In Lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Equity Share Capital	1449.05	1449.05	1449.05
Reserves and Surplus (including effective portion of cash flow hedge)	167,528.86	161,418.35	144,691.60
Total Equity	168,977.91	162,867.40	146,140.65
Long Term Debt #	-	-	-
Debt to Equity Ratio	0.00	0.00	0.00

The group does not have long term debt. Since the company has accounted its investments in joint ventures using equity method.

Note 39: Fair value measurement

Set out below is a comparison by class of the carrying amounts and fair value of the Company's financial assets:

(₹ In Lakhs)

Particulars	As at 31st March, 2017			As at 31st March, 2016			As at 1st April, 2015		
	FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Financial Assets									
Non-current									
Investments in Equity Shares of JV Companies	-	-	103,242.75	-	-	99,386.73	-	-	83,995.72
Investments in Equity Shares of other Companies	-	-	2.38	-	-	2.38	-	-	687.58
Loans	798.21	-	35371.48	728.96	-	42629.04	707.72	-	18953.05
Derivative financial instrument	35.43	-	-	-	-	-	-	-	-
Security Deposit	1,985.30	-	-	198.96	-	-	188.11	-	-
Other Financial Assets - Non Current	-	-	1,777.89	-	-	2,493.23	-	-	5,307.76
Current									
Investments in Mutual Funds	5,390.09	-	-	8,246.65	-	-	25,223.71	-	-
Investments in Equity Shares of other companies	-	492.36	-	-	-	-	-	-	-
Investment in Bonds	-	-	-	-	-	503.43	-	-	2,079.98
Investments in Religare Credit Investment Trust	-	-	279.10	-	-	475.64	-	-	-
Trade Receivables	-	-	8,648.94	-	-	11,717.72	-	-	12,664.59
Cash and Cash Equivalents and Bank Balances	-	-	226.55	-	-	43.28	-	-	193.96
Loans	-	-	11,020.98	-	-	11,294.60	-	-	537.42
Total Financial Assets	8,209.03	492.36	160,570.07	9,174.57	-	168,546.05	26,119.54	-	124,420.06
Financial Liabilities									
Forward Contract Hedge	-	-	-	-	332.56	-	-	542.85	-
Short term borrowings	-	-	7,747.80	-	-	8,726.48	-	-	14.67
Trade Payables	-	-	4,112.13	-	-	13,146.01	-	-	13,459.68
Total Financial Liabilities	-	-	11,859.93	-	332.56	21,872.49	-	542.85	13,474.35

Fair Value Techniques:

The fair value 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.

The following methods and assumptions were used to estimate the fair values:

- Fair value of cash and short term deposits, trade receivables, trade payables, current loans, other current financial assets, short term borrowings and other current financial liabilities approximate to their carrying amount largely due to the short term maturities of these instruments.
- Long term fixed rate and variable rate receivables / borrowings are evaluated by the Company based on parameters such as interest rate, specific country risk factors, credit risk and other risk characteristics. Fair value of variable interest rate borrowings approximates their carrying values. For fixed interest rate borrowings fair value is determined by using Discounted Cash Flow (DCF) method using discount rate that reflects the issuer's borrowings rate. Risk of non- performance for the company is considered to be insignificant in valuation.
- The fair value of derivatives are estimated by using pricing models, where the inputs to those models are based on readily observable market parameters basis contractual terms, period to maturity and market parameters such as interest rates, foreign exchange rates and volatility. These models do not contain a high level of subjectivity as the valuation techniques used do not require significant judgement and inputs thereto are readily observable from actively quoted market prices. Management has evaluated the credit and non-performance risks associated with its derivatives counterparties and believe them to be significant and warranting a credit adjustment.

Fair Value Hierarchy

The following table provides the fair value measurement hierarchy of Company's asset and liabilities grouped into Level 1 to Level 3 as described below:

Quoted prices / published Net Asset Value (NAV) in an active markets (Level 1): This level of hierarchy includes financial assets that are measured by reference to quoted prices (unadjusted) in active markets for identical assets or liabilities and financial instruments like mutual funds for which NAV is published by mutual funds. This category consist mutual fund investments and equity share instrument of other companies / JV's.

Valuation techniques with observable inputs (Level 2): This level of hierarchy includes financial assets and liabilities, measured using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Valuation techniques with significant unobservable inputs (Level 3): This level of hierarchy includes financial assets and liabilities measured using inputs that are not based on observable market data (that is, unobservable inputs). Fair values are determined in whole or in part, using a valuation model based on assumption that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

The following table provides the fair value measurement hierarchy of Company's asset and liabilities grouped into Level 1 to Level 3 as described below:

Assets and Liabilities Measured at Fair Value (Accounted)

(₹ In Lakhs)

Particulars	As at 31 March 2017			
	Level - 1	Level - 2	Level - 3	Total
Financial Assets measured at fair value				
Investments				
Mutual Funds	5,390.09	-	-	5,390.09
Equity Shares of Other Companies	492.36	-	-	492.36
Derivatives designated as hedge	-	35.43	-	35.43
Loan to JDIL Welfare Trust	-	798.21	-	798.21
Security Deposit	-	1,985.30	-	1,985.30
Financial liabilities measured at fair value				
Derivatives designated as hedge	-	-	-	-

Particulars	As at 31 March 2016			
	Level - 1	Level - 2	Level - 3	Total
Financial Assets measured at fair value				
Mutual Funds' Investments	8,246.65	-	-	8,246.65
Loan to JDIL Welfare Trust	-	728.96	-	728.96
Security Deposit	-	198.96	-	198.96
Financial liabilities measured at fair value				
Derivatives designated as hedge	-	332.56	-	332.56

Particulars	As at 1 April 2015			
	Level - 1	Level - 2	Level - 3	Total
Financial Assets measured at fair value				
Mutual Funds' Investments	25,223.71	-	-	25,223.71
Loan to JDIL Welfare Trust	-	707.72	-	707.72
Security Deposit	-	188.11	-	188.11
Financial liabilities measured at fair value	-	-	-	-
Derivatives designated as hedge	-	542.85	-	542.85

During the year ended 31.03.2017 and 31.03.2016, there were no transfers between Level 1 and level 2 fair value measurements and no transfer into and out of Level 3 fair value measurements. There is no transaction/balance under level 3.

The fair values of the financial assets and financial liabilities included in the level 2 categories above have been determined in accordance with generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparties. Following table describes the valuation techniques used and key inputs to valuation for level 2 of the fair value hierarchy as at 31.03.2017, 31.03.2016 and 01.04.2015;

Particulars	Fair Value Hierarchy	Valuation Techniques	Inputs Used	Quantitative Information about Significant Unobservable Inputs
Derivatives Financial Instruments -Designated as Hedging Instrument	Level 2	Market valuation techniques	Prevailing/forward foreign currency exchange & interest rates in market to discount future cash flows	-
Security Deposit	Level 2	Discounted Cash Flow	Prevailing interest rates to discount future cash flows	-
Loan to JDIL Employee Welfare trust	Level 2	Discounted Cash Flow	Prevailing interest rates to discount future cash flows	-

Note 40: Earning per share (EPS)

Basic and Diluted EPS

(₹ In Lakhs)

Particulars	2016-2017	2015-2016
Profit or Loss attributable to ordinary Equity shareholders	6,284.91	16,901.16
Equity Share Capital	1,449.05	1,449.05
Weighted average number of equity shares outstanding (Face value of ₹ 5/- per share)	289.81	289.81
Earnings Per Share – Basic and Diluted (₹)	21.69	58.32

Note 41: First time adoption of Ind AS

Basis of Preparation

These consolidated financial statements, for the year ended 31 March 2017 are the group's first Consolidated Financial Statements prepared in accordance with Ind AS. For periods up to and including the year ended 31 March 2016 the group prepared its consolidated financial statements in accordance with accounting standards notified under section 133 of the Companies Act, 2013, read together with para 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP). Accordingly, the group has prepared consolidated financial statements which comply with Ind-AS by an explicit and unreserved statement of compliances with Ind ASs notified under the Companies Act 2013, applicable for periods ending on 31.03.2017, together with the comparative period data as at and for the year ended 31.03.2016. In preparing these consolidated financial statements, the group's opening balance sheet was prepared as at 01.04.2015 (i.e. opening balance as at 01.04.2015), the group's date of transition to Ind-AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statement, including the balance sheet as at 01.04.2015 and the consolidated financial statements as at and for the year ended 31.03.2016.

Exemptions applied

Ind AS 101 allows first time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions:

Carrying value of all Property, Plant and equipment and Intangible Assets as recognized in previous Indian GAAP financial is recognized as deemed cost at the transition date under Ind AS.

The company uses derivative financial instrument, such as forward contract, to hedge its foreign currency risk. Under Indian GAAP, there is no mandatory standard that deals comprehensively with hedge accounting, which has resulted in the adoption of varying practices. The Company has designated various economic hedges and applied economic hedge accounting principles to avoid profit or loss mismatch. All the hedge designated under Indian GAAP are of types which qualify for hedge accounting in accordance with Ind AS 109 also. Accordingly, the company has applied the hedge accounting in accordance with Ind AS 109.

Estimates

The estimates at 01.04.2015 and 31.03.2016 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies).

RECONCILIATION OF BALANCE SHEET AS AT 31 MARCH 2016 AND 01 APRIL 2015 RESPECTIVELY;

(₹ In Lakhs)

Particulars	Ind AS 31-Mar-16	Adjustments	GAAP 31-Mar-16	Ind AS 01-Apr-15	Adjustments	GAAP 31-Mar-15
ASSETS						
Non - Current Assets						
Property, Plant and Equipment	5,429.12	-	5,429.12	6,634.25	-	6,634.25
Capital Work in Progress	98.55	-	98.55	17.47	-	17.47
Investment Property	1,413.97	-	1,413.97	-	-	-
Other Intangible Assets	30.05	-	30.05	36.36	-	36.36
Equity accounted in JV companies	99,386.73	80,727.35	18,659.38	83,995.72	65,336.34	18,659.38
Financial Assets						
i. Investments	2.38	-	2.38	687.58	-	687.58
ii. Loans	43,358.00	(319.04)	43,677.04	19,660.77	(382.28)	20,043.05
iii. Other Financial Assets	2,692.19	(59.38)	2,751.57	5,495.87	(80.32)	5,576.19
Deferred Tax Assets	784.00	239.83	544.17	916.90	341.75	575.15
	1,53,194.99	80,588.76	72,606.23	1,17,444.92	65,215.49	52,229.43
Current Assets						
Inventories	1,202.88	-	1,202.88	1,293.21	-	1,293.21
Financial Assets:						
i. Investments	9,225.72	1,288.83	7,936.89	27,303.69	989.81	26,313.88
ii. Trade Receivables	11,717.72	-	11,717.72	12,664.59	-	12,664.59
iii. Cash and Cash Equivalents	9.86	-	9.86	4.04	-	4.04
iv. Bank balances other than (iii) above	33.42	-	33.42	189.92	-	189.92
v. Loans	11,294.60	-	11,294.60	537.42	-	537.42
Other Current Assets	4,627.49	-	4,627.49	5,105.29	-	5,105.29
	38,111.69	1,288.83	36,822.86	47,098.16	989.81	46,108.35
Total Assets	1,91,306.68	81,877.59	1,09,429.09	1,64,543.08	66,205.30	98,337.78
EQUITY AND LIABILITIES						
Equity						
Equity Share Capital	1,449.05	-	1,449.05	1,449.05	-	1,449.05
Other Equity	1,61,418.35	78,727.74	82,690.61	1,44,691.60	65,203.04	79,488.56
	1,62,867.40	78,727.74	84,139.66	1,46,140.65	65,203.04	80,937.61
Liabilities						
Non - Current Liabilities						
Financial Liabilities						
Other Financial Liabilities	56.23	-	56.23	162.92	-	162.92
Deferred Tax Liabilities	4,634.22	3,324.26	1,309.96	2,423.29	1,176.67	1,246.62
	4,690.45	3,324.26	1,366.19	2,586.21	1,176.67	1,409.54
Current Liabilities						
Financial Liabilities:						
i. Borrowings	8,726.48	-	8,726.48	14.67	-	14.67
ii. Trade Payables	13,146.01	-	13,146.01	13,459.68	-	13,459.68
iii. Other Financial Liabilities	332.56	-	332.56	542.85	-	542.85
Other Current Liabilities	1,527.64	-	1,527.64	1,769.85	-	1,769.85
Provisions	16.14	(174.41)	190.55	29.17	(174.41)	203.58
	23,748.83	(174.41)	23,923.24	15,816.22	(174.41)	15,990.63
Total Equity & Liabilities	1,91,306.68	81,877.59	1,09,429.09	1,64,543.08	66,205.30	98,337.78

RECONCILIATION OF STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31 MARCH 2016 AND 1 APRIL 2015;

(₹ In Lakhs)

Particulars	Ind AS 31-Mar-16	Adjustments	GAAP 31-Mar-16	Ind AS 01-Apr-15	Adjustments	GAAP 31-Mar-15
Continuing Operations						
Revenue from operations	31,974.37	-	31,974.37	44,486.42	-	44,486.42
Other Income	3,048.06	383.20	2,664.86	4,007.23	989.81	3,017.42
Total Income	35,022.43	383.20	34,639.23	48,493.65	989.81	47,503.84
Expenses						
Operating expenses	22,871.96	-	22,871.96	33,836.50	-	33,836.50
Employee benefits expense	3,937.21	76.83	3,860.38	4,710.01	-	4,710.01
Finance cost	126.89	-	126.89	513.45	462.60	50.85
Depreciation and amortization expense	1,470.43	-	1,470.43	1,401.13	-	1,401.13
Other expenses	1,709.64	-	1,709.64	1,569.97	-	1,569.97
Total Expenses	30,116.13	76.83	30,039.30	42,031.06	462.60	41,568.46
Profit before exceptional items and tax	4,906.30	306.37	4,599.93	6,462.59	527.21	5,935.38
Exceptional Items	-	-	-	-	-	-
Profit before share of equity Accounted in JV companies and tax	4,906.30	306.37	4,599.93	5,452.59	527.21	5,935.38
Share of profit of equity accounted in JV companies (net of tax)	9,719.35	9,719.35	-	8,434.02	8,434.02	-
Profit before tax	14,625.65	10,025.72	4,599.93	14,896.61	8,961.23	5,935.38
Tax expenses						
Current Tax	1,497.42	-	1,497.42	1,801.00	-	1,801.00
Adjustment of tax relating to earlier periods	-	-	-	83.09	-	83.09
Deferred tax	226.94	132.62	94.32	157.38	179.20	(21.82)
Total tax expenses	1,724.36	132.62	1,591.74	2,041.47	179.20	1,862.27
Profit for the year	12,901.29	9,893.10	3,008.19	12,855.14	8,782.03	4,073.11
Other Comprehensive Income						
Items that will not be reclassified to profit or loss						
Remeasurements of post-employment benefit obligations	76.83	76.83	-	-	-	-
Income tax relating to these items	(26.59)	(26.59)	-	-	-	-
	50.24	50.24	-	-	-	-
Items that may be reclassified to profit or loss						
Reclassification of hedging reserve	210.29	210.29	-	(542.85)	(542.85)	-
Change in fair value of hedging	-	-	-	-	-	-
Reclassification of Foreign Currency Translation Reserve Account	157.98	157.98	-	2,375.27	2,375.27	-
Change in fair value of equity instrument	-	-	-	-	-	-
Foreign exchange gain on consolidation	5,670.57	5,670.57	-	-	-	-
Share of OCI of Joint Ventures using equity method (Net of Tax)	1.09	1.09	-	96.72	96.72	-
Income tax relating to these items	(2,090.30)	(2,090.30)	-	(655.71)	(655.71)	-
	3,949.63	3,949.63	-	1,273.43	1,273.43	-
	3,999.87	3,999.87	-	1,273.43	1,273.43	-
Total Comprehensive Income for the Year (Comprising profit and other comprehensive income for the year)	16,901.16	13,892.97	3,008.19	14,128.57	10,055.46	4,073.11

Reconciliation of Equity

(₹ In Lakhs)

Particulars	As at 31st March 2016	As at 1st April 2015
Equity as per Indian GAAP	164,867.01	146,273.95
On account of measuring investment at fair value through profit & loss	1,288.83	989.81
On account of unwinding discount loss on loans & security deposits	(319.04)	(382.28)
On account of unwinding interest on loans & security deposits	(59.38)	(80.32)
On account of proposed dividend & tax added back to equity as per Ind AS	174.41	174.41
Deferred tax adjustments on above items (net)	(3,084.43)	(834.92)
Equity as per Ind AS	162,867.40	146,140.65

Reconciliation of Net Profit as previously reported on account of transition from the previous Indian GAAP to Ind AS for the year ended 31 March 2016

(₹ In Lakhs)

Particulars	Year ended 31st March 2016
Net Profit as per Indian GAAP	3,008.19
Adjustments:	
Share of profit of equity accounted in JV companies using equity method (net of tax)	9,719.35
On account of measuring fair value of mutual funds	299.02
On account of unwinding interest gain on security deposits	20.94
On account of unwinding interest gain on JDIL Welfare trust loan	63.24
Re-measurement of net defined benefit liability	(76.83)
Deferred Tax	(132.62)
Net Profit for the period as per Ind AS	12,901.29
Other Comprehensive income (net of tax)	3,999.87
Net profit as per Ind AS	16,901.16

Footnotes to the reconciliation of equity as at 01.04.2015 and 31.03.2016 and Profit or loss for the year ended 31.03.2016:

a) Financial Assets at Amortized Cost

Under Indian GAAP, the Company accounted for long term investments in bonds and equity shares as investments measured at cost less provision for other than temporary diminution in the value of investments. Under Ind AS, the Company has designated these investments as financial assets measured at amortized cost. At the date of transition to Ind AS, difference between amortized cost and the Indian GAAP carrying value has been recognized in retained earnings. Subsequent to the date of transition to Ind AS, interest income has been recognized based on EIR method.

b) Financial Assets at Fair Value through Profit or Loss (FVTPL)

Under Indian GAAP, the Company accounted for short term investments in mutual funds and equity shares of other companies as investments measured at cost less provision for other than temporary diminution in the value of investments and current investments at lower of cost or market value. Under Ind AS, the Company has designated these investments as financial assets measured at fair value through profit or loss. Ind AS requires that investment designated at FVTPL, are measured at fair value. At the date of transition to Ind AS, difference between fair value and the Indian GAAP carrying value has been recognized in retained earnings. Subsequent to the date of transition to Ind AS, fair value gain or loss has been recognized to Statement of Profit and Loss.

c) Derivative Financial Instruments

The fair value of forward contract is recognized under Ind AS. Under Indian GAAP, there is no mandatory standard that deals with accounting of forward contracts hence the same was not recognized. The forward contract, which were designated as hedging instruments under Indian GAAP, have been designated as at the date of transition to Ind AS as hedging instruments in cash flow hedge. The corresponding adjustments have been recognized as a separate component of equity, in the effective portion of cash flow hedge reserve.

d) Defined Benefit liabilities

Both under Indian GAAP and Ind AS, the Company recognized costs related to post employment defined benefit plan on an actuarial basis. Under Indian GAAP, the entire costs, including actuarial gains and losses, are charged to Statement of Profit and Loss. Under Ind AS, re-measurements (comprising of actuarial gains or losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets excluding amounts included in net interest on the net defined benefit liability) are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income.

e) Provisions

Under Indian GAAP, the Company has accounted for provisions, including long term provisions, at the undiscounted amount. In contrast, Ind AS 37 requires that where the effect of time value of money is material, the amount of provision should be the present value of the expenditures expected to be required to settle the obligation. The discount rate(s) should not reflect risk for which future cash flow estimates have been adjusted. Ind AS 37 also provides that where discounting is used, the carrying amount of a provision increases in each period to reflect the passage of time. Since the company has provided a short term expenses provision say RIG de-hiring expenses of Rs. 994.63 Lacs for the year ended 31 March 2017 which have not been stated at fair value due to its short term nature.

f) Deferred Tax

Indian GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of asset or liability in the balance sheet and its tax base. The application of Ind AS 12 approach has resulted in recognition of deferred tax on new temporary differences which was not required under Indian GAAP. In addition, the various transitional adjustments lead to temporary differences. According to the accounting policies, the company has to account for such differences. Deferred tax adjustments are recognized in correlation to the underlying transaction either in retained earnings or a separate component of equity.

h) Statement of Cash Flows

The impact of transition from Indian GAAP to Ind AS on the Statement of Cash Flows is due to various reclassification adjustments recorded under Ind AS in balance Sheet, Statement of Profit and Loss and differences in the definition of cash and cash equivalents in Ind AS and Indian GAAP.

i) Borrowings

Under Indian GAAP, transaction costs incurred in connection with borrowings are charged upfront to Statement of Profit and Loss for the period/year. Under Ind AS, transaction costs are included in the initial recognition amount of financial liability and charged to Statement of Profit and Loss using effective interest method.

j) Other Comprehensive Income

Under Indian GAAP, the company has not presented Other Comprehensive Income (OCI) separately. Hence it has reconciled Indian GAAP profit or loss to profit or loss as per Ind AS. Further, Indian GAAP profit or loss is reconciled to total comprehensive income as per Ind AS.

k) Proposed Dividend and Tax on Proposed Dividend

Under Indian GAAP, proposed dividends including tax on proposed dividend are recognized as liability in the period to which they relate, irrespective of the approval by shareholders. Under Ind AS, proposed dividend is recognized as a liability in the period in which it is declared by the Company (when approved by shareholders in a general meeting) or paid. Therefore, the proposed dividend and tax on proposed dividend of Rs. 174.41 lacs as on 01.04.2015 has been derecognized and recognized in 2015-16 on approval by shareholders and payment.

Note 42: Other significant notes on consolidated financial statement

These are set out under "Note forming part of standalone financial statement" as detailed in the Company's standalone financial statement.

Note 43: Statement pursuant to Section 129 (3) of the Companies Act 2013 read Rule 5 of Companies (Accounts) Rule, 2014

S. No.	Particulars	Name of Joint Ventures	
		Discovery Drilling Pte. Ltd.	Virtue Drilling Pte. Ltd.
1	Latest Audited Balance Sheet Date	25th May 2017	23rd May 2017
2	Share of Joint Ventures held by the company on the year end		
	No. of Shares (In Lakhs)	114.38	139.83
	Amount of Investment (In ₹ Lakhs)	7,411.97	11,247.41
	Extent of Holding (%)	49%	49%
3	Description of how there is significant influence	Associated by Share holding	Associated by Share holding
4	Reason why the Joint Ventures are not consolidated	NA	NA
5	Net worth attributable to Shareholding as per latest audited balance sheet (₹ In Lakhs)	48,493.34	54,749.41
6	Profit / (Loss) for the year :		
	Considered in consolidation (₹ In Lakhs)	3,147.52	3,130.80
	Not Considered in consolidation (₹ In Lakhs)	3,275.99	3,258.59

Note A: There is significant influence due to percentage (%) of holding in JV's Share Capital.

Note 44: Miscellaneous

- i) Dues to micro and small enterprises have been determined as per information collected by the management & have been relied upon by the auditors.
- ii) In the opinion of the Management and to the best of their knowledge and belief, the value of current assets, loans and advances, if realised in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet.
- iii) Previous year's figures have been re-grouped/ re-arranged/ re-classified wherever considered necessary.

As per our report of even date

For G. SANYAL & CO.
Chartered Accountants
Firm's Registration No. 301143E

C. SANYAL
Partner
Membership No. 054022

Place : Gurgaon
Dated : 26th May, 2017

PAWAN KUMAR RUSTAGI
CFO

RAJEEV RANJAN
Company Secretary

For & on Behalf of the Board of Directors

D. P. JINDAL
Chairman
DIN: 00405579

H. K. KHANNA
W.T. Director
DIN: 00405794

RAGHAV JINDAL
Director
DIN: 00405984

VIJAY KAUSHIK
Director
DIN: 02249672

K. K. KHANDELWAL
Director
DIN: 00455369

NOTICE

CIN: L27201MH1983PLC233813

Registered Office: Pipe Nagar, Village Sukeli, N.H. 17, B.K.G. Road,

Taluka Roha, Distt. Raigad - 402 126, Maharashtra

Tel: 02194-238511-12, Fax: 02194-238513

E-mail: secretarial@jindaldrilling.in, website: www.jindal.com

NOTICE

Notice is hereby given that the 33rd Annual General Meeting of Jindal Drilling & Industries Limited will be held on Tuesday, the 26th September, 2017 at 2.30 P.M. at Maharashtra Seamless Auditorium, Pipe Nagar, Village-Sukeli, N.H. 17, B.K.G. Road, Taluka Roha, Distt. Raigad - 402 126, Maharashtra to transact the following business:

ORDINARY BUSINESS

1. To consider and adopt the (a) Audited Financial Statements of the Company for the financial year ended 31st March, 2017 together with the Reports of Directors and Auditors thereon and (b) the Audited Consolidated Financial Statements of the Company for the financial year ended 31st March, 2017 together with the Report of Auditors thereon and in this regard to pass the following resolution(s) as ordinary resolution(s):
 - (a) "RESOLVED THAT the Audited Financial Statements of the Company for the financial year ended 31st March, 2017 together with the Reports of Directors and Auditors thereon be and are hereby considered and adopted."
 - (b) "RESOLVED THAT the Audited Consolidated Financial Statements of the Company for the financial year ended 31st March, 2017 together with the Report of Auditors thereon be and are hereby considered and adopted."
2. To declare dividend on equity shares and in this regard to pass the following resolution as an ordinary resolution:
"RESOLVED THAT dividend of ₹ 0.50 (10%) per Equity Share of ₹ 5 each be and is hereby declared for the financial year ended 31st March, 2017."
3. To appoint a Director in place of Shri Dharam Pal Jindal, who retires by rotation and being eligible, offers himself for re-appointment and in this regard to pass the following resolution as an ordinary resolution:
"RESOLVED THAT Shri Dharam Pal Jindal (DIN-00405579), who retires by rotation be and is hereby re-appointed as Director of the Company."
4. To appoint Auditors of the Company and to fix their remuneration and in this regard to pass the following resolution as an ordinary resolution:
"RESOLVED THAT pursuant to the provisions of Section 139 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 thereof for the time being in force) M/s Kanodia Sanyal & Associates, Chartered Accountants (Firm Regn. No.- 008396N), be and are hereby appointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the 38th Annual General Meeting of the Company, subject to ratification of their appointment at every Annual General Meeting, at such remuneration as shall be fixed by the Board of Directors of the Company."

SPECIAL BUSINESS

5. To consider and if thought fit, to pass the following resolution as an ordinary resolution:
"RESOLVED THAT Shri Hemant Kumar Khanna (DIN - 00405794) who was appointed as an Additional Director of the Company by the Board of Directors with effect from 1st January, 2017 and who holds office upto this Annual General Meeting in terms of Section 161(1) of the Companies Act, 2013 and in respect to whom the Company has received notice under Section 160 of the Companies Act, 2013 from a member, proposing his candidature, be and is hereby appointed as a Director of the Company liable to retire by rotation."
6. To consider and if thought fit, to pass the following resolution as an ordinary resolution:
"RESOLVED THAT in accordance with the provisions of Sections 196, 197, 198, 200, and 203 read with Schedule V and all other applicable provisions, if any, of the Companies Act, 2013, or any statutory modification(s) or re-enactment thereof, approval of members of the Company be and is hereby accorded to the appointment of and payment of remuneration to Shri Hemant Kumar Khanna (DIN - 00405794), as Whole

Time Director of the Company, for a period of 5 (five) years with effect from 1st January, 2017 on the terms and conditions, as set out herein below, with liberty to the Board of Directors to alter and vary the terms and conditions and/or remuneration, subject to the same not exceeding the limits specified under Schedule V of the Companies Act, 2013, or any statutory modification(s) or re-enactment thereof for the time being in force or as may hereafter be made by the Central Government in that behalf from time to time, or any amendments thereto as may be agreed to between the Board of Directors and Shri Hemant Kumar Khanna.

SALARY

₹88,000/- (Eighty eight thousand only) per month to be revised from time to time in the grade of ₹88,000 - 2,00,000 per month.

PERQUISITES

- I. The Whole Time Director shall be entitled to perquisites and benefits like furnished/ non furnished accommodation or house rent allowance in lieu thereof, medical reimbursement, leave travel concession for self and family, car with driver for business and personal use, medical and personal accident insurance, education allowance, bonus/ ex-gratia etc. as per rules of the Company. The value of perquisites shall be evaluated as per Income Tax Rules wherever applicable.
- II. The Whole Time Director shall be entitled to Company's contribution to Provident Fund, Gratuity, encashment of earned leave at the end of the tenure, as per the rules of the Company, and these shall not be included in the computation of perquisites.

MINIMUM REMUNERATION

In the event of loss or inadequacy of profits, the remuneration including the perquisites as mentioned above shall be paid in accordance with Schedule V and other applicable provisions of the Companies Act, 2013 as amended from time to time.

OTHER TERMS

- I. The Whole Time Director shall not be paid any sitting fees for attending the meeting(s) of the Board of Directors or Committees thereof.
 - II. The Whole Time Director shall be entitled to reimbursement of entertainment, traveling and all other expenses incurred in the course of the Company's business.
7. To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:
- "RESOLVED THAT pursuant to Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and applicable provisions, if any, of the Companies Act, 2013, consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company to enter into transaction(s) with Discovery Drilling Pte. Ltd., Singapore, being a Joint Venture and Related Party of the Company, for Charter Hiring of Jack Up Offshore Rig, pledge of shares and other transactions as detailed in the Explanatory Statement annexed to this Notice."
8. To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:
- "RESOLVED THAT pursuant to Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and applicable provisions, if any, of the Companies Act, 2013, consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company to enter into transaction(s) with Virtue Drilling Pte. Ltd., Singapore, being a Joint Venture and Related Party of the Company, for pledge of shares, as detailed in the Explanatory Statement annexed to this Notice."

By Order of the Board

Place : Gurgaon
Dated : 14th August, 2017

RAJEEV RANJAN
Company Secretary

NOTES:

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.**

Form of Proxy is separately annexed. The instrument of Proxy, in order to be effective must be deposited at the registered office of the Company, not less than 48 hours before the commencement of the meeting. Proxies submitted on behalf of companies/bodies corporate must be supported by an appropriate resolution/authority as applicable.

A person can act as a proxy on behalf of members not exceeding fifty and holding in 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 carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person and shareholder.

2. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of special business is annexed hereto.
3. Members / Proxies attending the meeting are requested to bring their copy of the Annual Report for reference at the meeting and also the Attendance Slip duly filled in for attending the meeting.
4. The Register of Members and Share Transfer Books of the Company will remain closed from 14th September, 2017 to 19th September, 2017 (both days inclusive) for the purpose of ascertaining the shareholders entitled to dividend for the year ended 31st March, 2017, if declared, at the ensuing Annual General Meeting. Dividend on shares, when declared, will be paid only to those members whose names are registered as such in the Register of Members of the Company after giving effect to valid share transfers in physical form lodged with the Company on or before 13th September, 2017 and to the Beneficial Holders as per the Beneficiary List as on 13th September, 2017, provided by the NSDL and CDSL. Dividend as recommended by the Board of Directors, if declared at the meeting, will be payable on or after 27th September, 2017.
5. Members holding shares in electronic form may note that the bank particulars registered against their respective depository accounts will be used by the Company for payment of dividend. The Company or its Registrar & Transfer Agent cannot entertain any request received directly from members for deletion / change of bank details holding shares in electronic form. In this regard, Members should contact their Depository Participant (DP) and furnish particulars of any changes desired by them.
6. The Company has transferred the unpaid or unclaimed dividend upto the financial year 2008-09 from time to time on due dates, to the Investor Education and Protection Fund (IEPF) established by the Central Government. Pursuant to the provisions of Investor Education and Protection Fund (Uploading of information regarding unpaid and unclaimed amounts lying with companies) Rules, 2012 read with Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 the Company has uploaded the details of unpaid and unclaimed dividends lying with the Company, as on 27th September, 2016 (date of last Annual General Meeting) on the website of the Company and also on the website of the Ministry of Corporate Affairs.

Details of dividend declared for the financial years 2009-10 onwards are given below:

Year	Date of Declaration	Dividend (%)	Per share (₹)
2009-10	10.09.2010	25	1.25
2010-11	20.09.2011	10	0.50
2011-12	28.09.2012	10	0.50
2012-13	30.09.2013	10	0.50
2013-14	26.09.2014	10	0.50
2014-15	28.09.2015	10	0.50
2015-16	27.09.2016	10	0.50

Shareholders who have not yet encashed their dividend warrants are requested in their own interest to claim the outstanding dividend before it falls due for transfer to the aforesaid Fund.

7. National Electronic Clearing Service (NECS) Facility:
 - (a) Members holding shares in physical form who wish to avail NECS facility may authorize the Company with their NECS mandate in the prescribed form, which can be downloaded from the Company's website www.jindal.com or can be obtained from the Corporate Office of the Company. Requests for payment of dividend through NECS should be lodged latest by 9th September, 2017 at the Corporate Office of the Company at Plot No. 30 Institutional Sector - 44, Gurgaon – 122002 Haryana.
 - (b) Members holding shares in demat form who wish to avail NECS facility, may send mandate in the prescribed form to their respective Depository Participants.
8. Members desirous of getting any information in respect of Accounts of the Company are requested to send their queries in writing to the Company at its Registered Office/Corporate office so as to reach at least 7 days before the date of the meeting so that the required information can be made available at the meeting.
9. Details of the Directors seeking appointment/ re-appointment at the forthcoming Annual General Meeting [Pursuant to Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]:

Name	Shri Dharam Pal Jindal	Shri Hemant Kumar Khanna
Age	67 years	65 years
Qualifications	B.Com	B.Com
Expertise in specific functional area	Prominent industrialist having wide business experience	Wide experience in Oil & Gas Industry.
Date of appointment as Director of the Company	17.10.1983	01.01.2017
Directorship of other Companies	- Jindal Pipes Limited - Maharashtra Seamless Limited - Dhunseri Petrochem Ltd. - Jindal Aluminium Ltd. - Pragun Jindal Philanthropic Organisation - Jindal Naturecare Limited	- Jindal Explodril Ltd. - Vibhor Steel Tubes Pvt. Ltd. - Jindal Global Finance & Investment Ltd.
Chairman/Member of Committees of other Companies	Member - Audit Committee Maharashtra Seamless Limited	NIL
No. of shares held	37,920	NIL
Inter-se relationship with other Directors	Shri Raghav Jindal (Son)	None

10. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names recorded in the Register of Members will be entitled to vote.
11. Details under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of the Directors seeking appointment/ re-appointment at the Annual General Meeting forms integral part of the Notice. The Directors have furnished the requisite declarations for their appointment.
12. Relevant documents referred to in the accompanying notice are open for inspection by the members for inspection at the Registered Office of the Company between 10.00 A.M. and 1.00 P.M. on any working day upto the date of the Annual General Meeting and also at the meeting.
13. **Pursuant to Section 101 of the Companies Act, 2013 and rules made thereunder, the Companies are allowed to send communication to shareholders electronically. Members who have not registered their e-mail addresses so far are requested to register their e-mail address for receiving all communication including Annual Reports, Notices, Circulars, etc. from the Company electronically.**
14. **Voting through electronic means**

Pursuant to Section 108 of the Companies Act, 2013 read with Rule 20 of Companies (Management And Administration) Rules, 2014 as amended and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide 'remote e-voting' facility through Central

Depository Services (India) Limited (CDSL) as an alternative, for all members of the Company to enable them to cast their votes electronically, on the resolutions mentioned in the notice of the 33rd Annual General Meeting (AGM) of the Company.

The facility for voting, through ballot / polling paper shall also be made available at the venue of the AGM. The members attending the meeting, who have not already cast their vote through remote e-voting shall be able to exercise their voting right at the meeting. The members who have already cast their vote through remote e-voting may attend the meeting, but shall not be entitled to cast their vote again at the AGM.

The voting rights of shareholders shall be in proportion to their shares of the Paid-up Equity Share Capital of the Company as on cut-off date i.e. 19th September, 2017

Mr. Manish Baldeva (FCS 6180), Practicing Company Secretary, has been appointed as Scrutinizer for providing facility to the Members of the Company to scrutinize the voting process in a fair and transparent manner:

The Scrutinizer shall submit his report, to the Chairman, within 48 hours from the conclusion of Annual General Meeting. The results declared along with the Scrutinizer's Report shall be placed on the website of the Company www.jindal.com and shall simultaneously be communicated to the Stock Exchanges.

The process and manner for remote e-voting are as under:

- (i) The remote e-voting period begins on 23rd September, 2017 (9.00 A.M.) and ends on 25th September, 2017 (5.00 P.M.). During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 19th September, 2017 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on "Shareholders" / "Members".
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any Company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) - Members who have not updated their PAN with the Company / Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN Field. - In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the Company records in order to login. If both the details are not recorded with the depository or Company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv)

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other Company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN of Jindal Drilling & Industries Limited on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take a print of the votes cast by clicking on "Click here to print" Option on the Voting page.
- (xvii) If a demat account holder has forgotten the changed login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xix) Note for Non - Individual Shareholders and Custodians
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**Item No. 5 and 6:**

Shri Hemant Kumar Khanna was co-opted as an Additional Director of the Company w.e.f. 1st January, 2017. Pursuant to Section 161 of the Companies Act, 2013 (the Act), he holds office upto the date of the ensuing Annual General Meeting.

The Board of Directors of the Company has also appointed Shri Hemant Kumar Khanna as Whole Time Director of the Company for a period of 5 years w.e.f. 1st January, 2017 on the terms and conditions, set out in the resolution.

The Company has received notice, in writing, from a member, along with the deposit of the requisite amount under Section 160 of the Act, proposing the candidature of Shri Hemant Kumar Khanna as Director of the Company. He is not disqualified from being appointed as Director in terms of Section 164 of the Act and has given his consent to act as Director of the Company. Further it is also necessary to obtain approval of the members for appointment as Whole Time Director of the Company and payment of remuneration to Shri Hemant Kumar Khanna as above.

Except Shri Hemant Kumar Khanna and his relatives, none of the Directors, Key Managerial Personnel and their relatives are concerned or interested financially or otherwise in the resolution.

The Board recommends the resolutions as set out in Item no. 5 and 6 of this Notice for your approval.

Item No. 7

During the year ended 31st March, 2017, the Company has entered into material related party transactions, as defined under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, with Discovery Drilling Pte. Ltd., Singapore and in compliance thereof, shareholders' approval is being sought herein. The Audit Committee has approved Related Party Transactions, which were in the ordinary course of business and at arm's length basis, as placed before it.

The particulars of transaction are as under-

- a. Name of the Related Party – Discovery Drilling Pte. Ltd; Singapore.
- b. Name of the Director or Key Managerial Personnel, who is related, if any – As mentioned below.
- c. Nature of Relationship- Discovery Drilling Pte. Ltd., Singapore is a Joint Venture Company.
- d. Nature, material terms, monetary value and particulars of transactions-
 - i) The Company had entered into contract with Oil and Natural Gas Corporation Limited (ONGC) for drilling operations and so the Company has taken on Charter hire the Jack Up Offshore Rigs owned by Discovery Drilling Pte. Ltd., Singapore and paid Charter hire charges / Mobilization charges of US \$ 34.00 million (approx.) during the year ended 31st March, 2017.
 - ii) Pledge of shares of Discovery Drilling Pte. Ltd. held by the Company in favour of IndusInd Bank Ltd. to secure the facility of upto US \$ 21.05 million extended by the said Bank to Discovery Drilling Pte. Ltd.
- e. Any other information relevant for the members to make a decision on the transaction - Nil

Mr. Raghav Jindal, being a Director of Discovery Drilling Pte. Ltd; Singapore, his relatives (including Mr. D. P. Jindal, Director of the Company) may be deemed concerned or interested, financially or otherwise in the said resolution. None of the other Directors/ Key Managerial Personnel of the Company / their relatives are in any way concerned or interested, financially or otherwise in the resolution.

Board commends passing of the resolution at Item No. 7 of the Notice by the members.

Item No. 8

During the year ended 31st March, 2017, the Company has entered into material related party transactions, as defined under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, with Virtue Drilling Pte. Ltd., Singapore and in compliance thereof, shareholders' approval is being sought herein. The Audit Committee has approved Related Party Transactions, which were in the ordinary course of business and at arm's length basis, as placed before it.

The particulars of transaction are as under-

- a. Name of the Related Party – Virtue Drilling Pte. Ltd; Singapore.
- b. Name of the Director or Key Managerial Personnel, who is related, if any – As mentioned below.
- c. Nature of Relationship- Virtue Drilling Pte. Ltd., Singapore is a Joint Venture Company.
- d. Nature, material terms, monetary value and particulars of transactions- Pledge of shares of Virtue Drilling Pte. Ltd. held by the Company in favour of The Bank of Nova Scotia Asia Ltd. to secure the loan of upto US \$ 55.90 million availed by Virtue Drilling Pte. Ltd.
- e. Any other information relevant for the members to make a decision on the transaction- Nil

Mr. Raghav Jindal, being a Director of Virtue Drilling Pte. Ltd; Singapore, his relatives (including Mr. D. P. Jindal, Director of the Company) may be deemed concerned or interested, financially or otherwise in the said resolution. None of the other Directors/ Key Managerial Personnel of the Company / their relatives are in any way concerned or interested, financially or otherwise in the resolution.

Board commends passing of the resolution at Item No. 8 of the Notice by the members.

By Order of the Board

Place : Gurgaon
Dated : 14th August, 2017

RAJEEV RANJAN
Company Secretary

JINDAL DRILLING & INDUSTRIES LIMITED

Registered Office: Pipe Nagar, Village Sukeli, N.H. 17, B.K.G. Road,
Taluka-Roha, Distt. Raigad - 402 126, Maharashtra
Tel: 02194-238511-12, Fax: 02194-238513,
E-mail: secretarial@jindaldrilling.in, website: www.jindal.com
CIN: L27201MH1983PLC233813

PROXY FORM

(Pursuant to Section 105 (6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules 2014)

Name of the member(s):

Registered address

E-mail ID:

Folio No. / DP ID and Client ID:

I/We, being the member(s) of..... shares of Jindal Drilling & Industries Limited, hereby appoint :

1) Name :E-mail id

Address:

Signature :, or failing him/her

2) Name :E-mail id

Address:

Signature :, or failing him/her

3) Name :E-mail id

Address:

Signature :

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 33rd Annual General Meeting of the Company, to be held on Tuesday, 26th September, 2017 at 2.30 P.M. at Maharashtra Seamless Auditorium, Pipe Nagar, Village-Sukeli, N.H. 17, B.K.G. Road, Taluka Roha, Distt. Raigad - 402126, Maharashtra and at any adjournment thereof, in respect of such resolutions as are indicated below :

* I/we wish my/our above Proxy (ies) to vote in the manner as indicated in the box below :-

Resolutions		For	Against
1.	To consider and adopt : a. the Audited Financial Statements of the Company for the financial year ended 31st March, 2017 together with the Reports of Directors and Auditors thereon; and b. the Audited Consolidated Financial Statements of the Company for the financial year ended 31st March, 2017 together with the Report of Auditors thereon;		
2.	Declaration of Dividend on Equity Shares.		
3.	Re-appointment of Shri Dharam Pal Jindal who retires by rotation.		
4.	Appointment of Auditors and fixing their remuneration.		
5.	Appointment of Shri Hemant Kumar Khanna as Director of the Company.		
6.	Appointment of Shri Hemant Kumar Khanna as Whole Time Director of the Company.		

Resolutions		For	Against
7.	Approval of related party transaction(s) with Discovery Drilling Pte. Ltd.		
8.	Approval of related party transaction(s) with Virtue Drilling Pte. Ltd.		

Signed this day of 2017

Affix a
Revenue
Stamp

Signature of shareholder

.....
Signature of first proxy holder

.....
Signature of second proxy holder

.....
Signature of third proxy holder

*Please put a (✓) in the appropriate column against the resolution indicator in the box. Alternatively, you may mention the no. of shares in the appropriate column in respect of which you would like your proxy to vote. If you leave all the columns blank against any or all the resolutions, your proxy will be entitled to vote in the manner as he/she thinks appropriate.

Notes :

- (1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
- (2) A Proxy need not be a member of the Company.
- (3) A person can act as a proxy on behalf of members not exceeding fifty holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% 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 a proxy for any other person or shareholder.
- (4) In case the member appointing proxy is a body corporate, the proxy form should be signed under its seal or be signed by an officer or an attorney duly authorised by it and an authenticated copy of such authorisation should be attached to the proxy form.
- (5) Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes.
- (6) In the case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.

JINDAL DRILLING & INDUSTRIES LIMITED

Registered Office: Pipe Nagar, Village Sukeli, N.H.17, B.K.G. Road,
Taluka-Roha, Distt. Raigad - 402 126, Maharashtra
Tel: 02194-238511-12, Fax: 02194-238513,
E-mail: secretarial@jindaldrilling.in, website: www.jindal.com
CIN: L27201MH1983PLC233813

Attendance slip for the 33rd Annual General Meeting

(to be hand over at the registration counter)

I/We hereby record my/our presence at the 33rd Annual General Meeting of the Company on Tuesday, 26th September, 2017 at 2:30 P.M. at Maharashtra Seamless Auditorium at Pipe Nagar, Village Sukeli, N H 17, B K G Road, Taluka Roha, Distt Raigad - 402126 Maharashtra

NAME (S) AND ADDRESS OF THE MEMBER(S) _____

Folio No./DP ID* No. and Client ID* No. _____
Number of shares _____

Please ✓ in the Box

☐ Member

☐ Proxy

First / Sole Holder/Proxy

Second Holder / Proxy

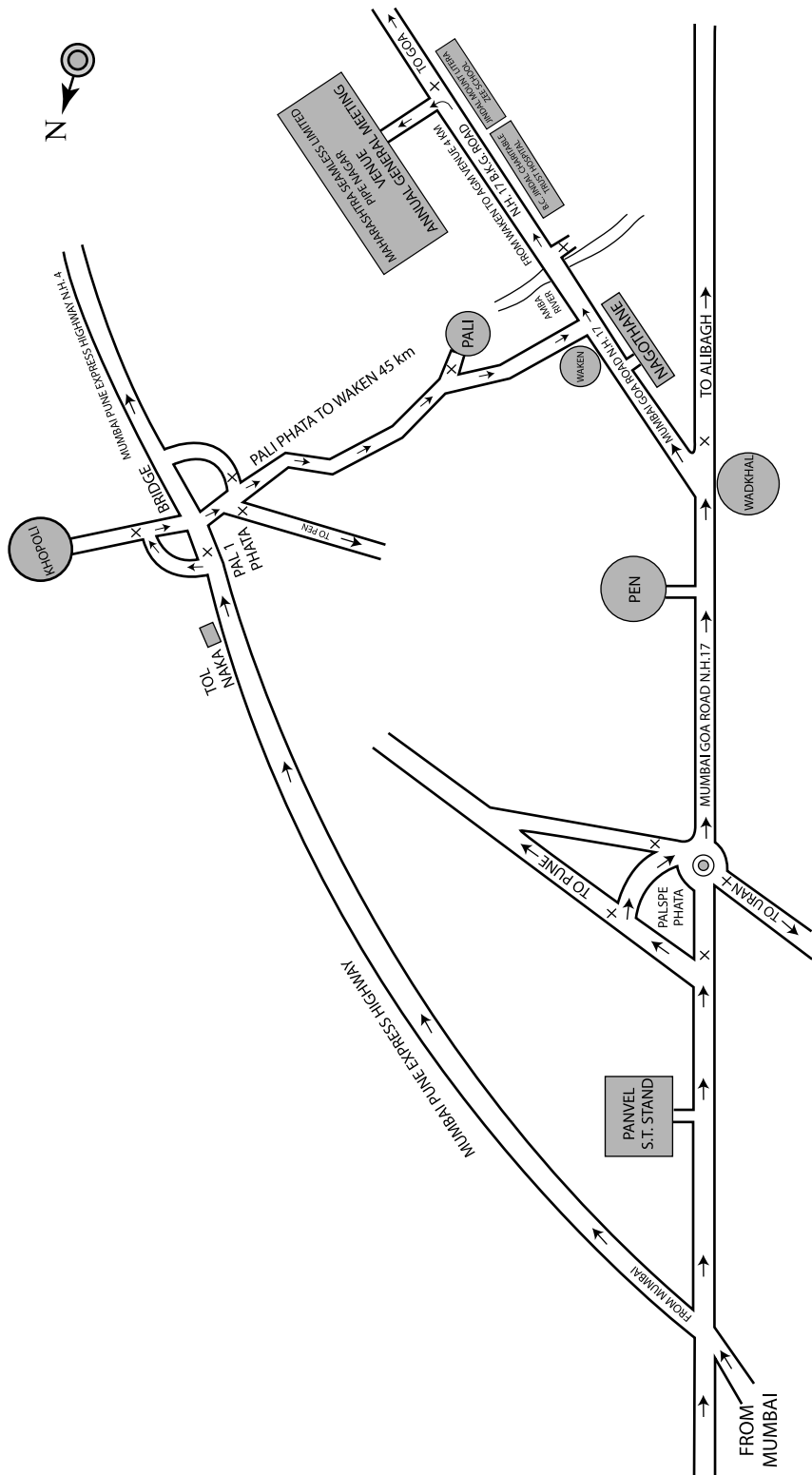
Third Holder / Proxy

NOTES :

- Member / Proxy attending the Annual General Meeting (AGM) must bring his / her Attendance Slip which should be signed and deposited before entry at the Meeting Hall.
- Duplicate Attendance Slip will not be issued at the venue.

*Applicable only in case of investors holding shares in Electronic Form.

Route Map for Annual General Meeting Venue





JINDAL DRILLING & INDUSTRIES LIMITED

Registered Office:

Pipe Nagar, Village Sukeli, N.H. 17, B.K.G. Road,
Taluka-Roha, Distt. Raigad-402 126, Maharashtra (India)
Tel.: +91 219 4238511/ 12/16/ Fax: +91 219 4238513

Corporate Office:

Plot No. 30, Institutional Sector-44, Gurgaon-122 002, Haryana (India)
Tel.: +91 124 2574325/26, 4624000 Fax: +91 124 2574327

Mumbai Office:

3rd Floor, Keshava Building, Bandra-Kurla Complex, Bandra (East)
Mumbai-400 051, Maharashtra (India)
Tel.: +91 22 26592888/89 Fax: +91 22 26592630

www.jindal.com



Member: International Association
of Drilling Contractors, Houston, Texas, USA