



JAY
SHREE
TEA

A **BIRLA** product

JAY SHREE TEA & INDUSTRIES LIMITED

70th
ANNUAL REPORT
2015-16

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Our Chairman Syt. B. K. Birla
*STRONG FOUNDATION, SUSTAINED GROWTH ,
 PROVEN LEADERSHIP*



The Group Logo

*As represented by
 the 21st century atlas*



The Sun

*Enlightenment
 and Growth*

The Sun, as a source of infinite energy and inspiration, is used here in conjunction with the Atlas head to represent the vitality and powerful presence of the Group - both in its industrial prowess and its financial, technological and intellectual skills.



Atlas, the Titan

Collective Strength

Atlas, bearer of the heavens is synonymous with vast, all - encompassing strength and is used to symbolise the Group's own collective strength. It reflects the combined qualities of astute and dynamic management while emphasising the Group's tenacity, consistency, reliability and overall leadership.



The Earth Segments

Diversified Activities

Each of the latitudes around the Titan represent various sections - industrial, agricultural, financial and other activities of the Group. As with the infinite variety of the world, so is the strength of the Group, made up of its diverse activities.



The Base

Solid Foundations

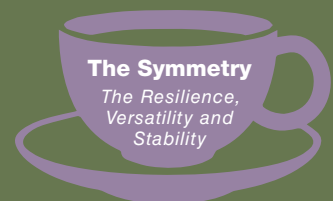
The strength of the entire edifice depends upon the strength of the foundation embedded in the bedrock, represented here by the group name.



The Globe

Global Vision

The Group's global presence and vision is reflected in the entirety of the Earth's sphere.



The Symmetry

*The Resilience,
 Versatility and
 Stability*

Seen in its entirety, each of the elements - the Atlas, the Sun, the Earth divisions, the Globe and the Base, together sum up a well conceptualised and balanced conglomerate.



JAY SHREE TEA & INDUSTRIES LIMITED

70TH ANNUAL REPORT FOR THE YEAR ENDED 31ST MARCH 2016

Corporate Information

BOARD OF DIRECTORS

Mr. B. K. Birla (Chairman)
Mrs. Jayashree Mohta
(Vice-Chairperson)
Mr. B. M. Khaitan
Mr. G. P. Goenka
Mr. Prashant Jhawar
Mr. S. K. Tapuria
Mr. Subodh Kumar Agrawal
Mr. Vikash Kandoi
(Executive Director)
Mr. D. P. Maheshwari
(Managing Director)

EXECUTIVES

Mr. R.K. Ganeriwala
(President, CFO & Secretary)
Mr. S. Basu
President (Tea Marketing & Exports)
Mr. P. K. Agrawal
President (Darjeeling & Dooars Tea Estates)
Mr. H. G. Singh
Vice President (Upper Assam Gardens)
Mr. B. K. Chaturvedi
Vice President (Taxation)
Mr. Rajan Goel
Vice President (Tea Exports)

SOLICITORS

Messrs Khaitan & Co. LLP,
1-B, Old Post Office Street,
Kolkata 700 001

AUDITORS

Messrs Singhi & Co.,
161, Sarat Bose Road
Kolkata - 700 026

REGISTRARS

Maheshwari Datamatics Pvt. Ltd.
6, Mangoe Lane
Kolkata - 700 001
Ph : (033) 22435029/5809
Fax : (033) 22484787
E-mail : mdpldc@yahoo.com

BANKERS

Axis Bank Ltd.
DBS Bank Ltd.
DCB Bank Ltd.
HDFC Bank Ltd.
ICICI Bank Ltd.
IndusInd Bank Ltd.
Kotak Mahindra Bank Ltd.
Punjab National Bank
Rabobank International
State Bank of India
UCO Bank
Yes Bank Ltd.

SHARE DEPTT.

Industry House (15th Floor)
10, Camac Street,
Kolkata - 700 017
Ph : (033) 22827531/4
Fax : (033) 22827535
E-mail : shares@jayshreetea.com

STOCK EXCHANGES WHERE

SHARES ARE LISTED
National Stock Exchange of India Ltd.
Bombay Stock Exchange Ltd.,
The Calcutta Stock Exchange Ltd.

AUDIT COMMITTEE

Mr. S. K. Tapuria, (Chairman)
Mr. Subodh Kr. Agrawal
Mr. D. P. Maheshwari

STAKEHOLDERS RELATIONSHIP COMMITTEE

Mr. S. K. Tapuria (Chairman)
Mr. Prashant Jhawar
Mr. Subodh Kr. Agrawal
Mr. D. P. Maheshwari

NOMINATION AND REMUNERATION COMMITTEE

Mr. B. M. Khaitan (Chairman)
Mr. Prashant Jhawar
Mr. S. K. Tapuria

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Mrs. Jayashree Mohta (Chairperson)
Mr. S. K. Tapuria
Mr. Vikash Kandoi
Mr. D. P. Maheshwari

REGISTERED & HEAD OFFICE

"Industry House" (15th Floor)
10, Camac Street,
Kolkata - 700017
Ph : (033) 22827531-34
Fax : (033) 22827535
E-mail : webmaster@jayshreetea.com
Website : www.jayshreetea.com
CIN : L15491WB1945PLCO12771

MUMBAI OFFICE

708, Embassy Centre, Nariman Point,
Mumbai - 400 021
Ph : (022)22830915/22823474
Fax : (022) 22873045

AHMEDABAD OFFICE

101, Sheel Building, 4 Mayur Colony
Navrangpura, Ahmedabad-380 009
Ph : (079) 26565371/26430511

NEW DELHI OFFICE

620-A, Faiz Road,
2nd Floor, Karol Bagh
New Delhi - 110 055
Phone : (011) 23633717/23522149
(011) 23633747

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Notice

To the Shareholders

Notice is hereby given that the Seventieth Annual General Meeting of the Company will be held on Friday, the 5th August, 2016 at 1.00 P.M. at "Kala Kunj" 48, Shakespeare Sarani, Kolkata 700 017 to transact the following businesses:

ORDINARY BUSINESS :

1. To consider and adopt the Audited Financial Statements for the Financial Year ended 31.03.2016 and the Reports of the Board of Directors and Auditors thereon.
2. To consider declaration of dividend by the Company, as recommended by the Board of Directors for the Financial Year ended March 31, 2016.
3. To appoint a Director in place of Mr. Vikash Kandoi (holding DIN-00589438), who retires by rotation and is eligible for re-appointment.
4. (a) To ratify appointment of M/s. Singhi & Co., Chartered Accountants, Statutory Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.
(b) To appoint M/s Jitendra K Agarwal & Associates, Chartered Accountants (Firm Registration No.- 318086E) as Joint Auditors of the Company for the year 2016-17 and to hold

office from the conclusion of this Annual General Meeting until the conclusion of the 75th Annual General Meeting of the Company and to fix their remuneration.

SPECIAL BUSINESS :

5. Approval of the remuneration of the Cost Auditor of the Company for the year 2016-17

To consider and if thought fit, to pass with or without modifications, the following Resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013, the Cost Auditor appointed by the Board of Directors of the company to conduct the audit of cost records for the year 2016-17 be paid the remuneration as set out in the statement annexed hereto."

"RESOLVED FURTHER THAT the Board is hereby authorized to do all acts and take all steps to give effect to the above resolution."

Registered & Head Office :

"Industry House"
10, Camac Street, Kolkata 700 017
Dated, the 3rd May, 2016

By Order of the Board
For **JAY SHREE TEA & INDUSTRIES LIMITED**
R. K. Ganeriwala
(President, CFO & Secretary)

Notice (Contd.)

NOTES :

- a) **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF / HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORMS SHOULD BE DULY STAMPED, COMPLETED, SIGNED AND DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE COMMENCEMENT OF THE MEETING. A PERSON CAN ACT AS PROXY ON BEHALF OF THE MEMBERS NOT EXCEEDING FIFTY(50) AND HOLDING AGGREGATE NOT MORE THAN TEN PERCENT (10%) OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS. A MEMBER HOLDING MORE THAN TEN PERCENT (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.**
- b) To ensure smooth transition of statutory auditors as per the requirements of the Companies Act, 2013 M/s Jitendra K Agarwal & Associates, Chartered Accountants are being appointed as Joint Auditors for the year 2016-17 and to hold office from the conclusion of this meeting upto the conclusion of 75th Annual General Meeting of the Company.
- c) The Equity Share Transfer Registers will remain closed from 29.07.2016 to 05.08.2016 (both days inclusive) for the purpose of Annual General Meeting and payment of dividend.
- d) The dividend on Equity Shares as recommended by the Board, if declared, will be payable on or after 5th August, 2016 to those members whose names appear on the Register of Members of the Company as on 5th August, 2016 or to their mandates. In respect of dematerialized shares, the dividend will be payable on the basis of beneficial ownership details to be furnished by NSDL and CDSL for the purpose.

- e) Members are requested to intimate before hand to the Company query/ies, if any, regarding these accounts/notice at least ten days before the meeting to enable the management to keep the required information readily available at the meeting.
- f) Pursuant to Section 205A (5) of the Companies Act, 1956 (as amended) any money transferred to the unpaid dividend account of a Company remaining unpaid or unclaimed for a period of seven years from the date of such transfer shall be transferred to Investor Education and Protection Fund and thereafter no claims shall lie against the fund or the Company. So, you are advised to claim the same from the Company immediately. The due dates of transfer of the following dividend to the Fund are as under :

Dividends for the year	Date of declaration of dividend	Due date of transfer to the Fund
2008-2009	29.06.2009	2nd August, 2016
2009-2010	25.06.2010	30th July, 2017
2010-2011	22.09.2011	26th October, 2018
2011-2012	25.07.2012	29th August, 2019
2012-2013	29.07.2013	3rd September, 2020
2013-2014	01.08.2014	4th September, 2021
2014-2015	04.08.2015	8th September, 2022

- g) The Company has transferred the unpaid or unclaimed dividends declared up to financial years 2007-08, from time to time on due dates, to the Investor Education and Protection Fund (the 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, the Company has uploaded the details of unpaid and unclaimed dividends lying with the Company as on August 4, 2015 (date of last Annual General Meeting) on the website of the Company(www.jayshreetea.com), as also on the website of the Ministry of Corporate Affairs.
- h) The Company's shares are enlisted with NSDL and CDSL for participation into Electronic Depository System operated by them. Its shares are compulsorily to be traded in Electronic Form and the security bears Code No.INE 364A01020.
- i) Members are requested to notify immediately change of address, if any, to the Company in case shares are held in physical form or to the DPs, where the account is maintained, if held in demat form.

Notice (Contd.)

- j) The members who have not yet registered their e-mail address are requested to do so to support the green initiative in the Corporate Governance
- k) Information about the Directors seeking re-appointment at the forthcoming Annual General Meeting pursuant to Regulation 36(3) of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015:

Mr. Vikash Kandoi

Mr. Vikash Kandoi, is one of the Directors of the Company since 29th, July 2008. He has been looking after day to day affairs of the Company and is helping in various ways to improve its performance. Mr.Vikash Kandoi, aged about 39 years, holding 1126 shares, is a Chartered Accountant. He has experience in the overall business management and contributes effectively in guiding the company towards the path of success.

Directorships held in other companies: Amstrong Packaging Pvt. Ltd.

- (l) In compliance of provisions of Section 108 and Rule 20 of the Companies (Management and Administration) Rules, 2015, the company is pleased to provide members facility to exercise their right to vote at the 70th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-voting services provided by CDSL.

The Company has signed an agreement with CDSL for facilitating e-voting to enable the Shareholders to cast their vote electronically.

e-Voting Procedure

The instructions for shareholders voting electronically are as under :

- (i) The voting period begins on 2nd August, 2016 at 9:00 A.M. (IST) and ends on 4th August, 2016 at 5:00 P.M. (IST). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off

date 29th July, 2016, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. The facility for voting through ballot paper shall be made available at the Annual General Meeting and the members as on the "cut-off date", i.e 29th July, 2016 attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right to vote at the meeting through ballot paper.

- (ii) The shareholders should log on to the e-voting website www.evotingindia.com during the voting period.
- (iii) Click on "Shareholders".
- (iv) Now Enter your User ID
- For CDSL: 16 digits beneficiary ID,
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - 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	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> 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. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	<p>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.</p> <ul style="list-style-type: none"> 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).

Notice (Contd.)

- (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 for JAY SHREE TEA & INDUSTRIES LTD. 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 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) 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.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- 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.

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

- (m) The voting rights of shareholders shall be in proportion to their share of the paid up equity share capital of the Company.
- (n) The Board of Directors of the Company at their meeting held on 3rd May, 2016 has appointed Mr. A.K.Labh, Practicing Company Secretary (FCS-4848/CP-3238 of M/s A.K.Labh & Co., Company Secretaries, Kolkata) as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner, whose e-mail address is : aklabhcs@gmail.com
- (o) The Scrutinizer, after scrutinizing the votes cast at the meeting and through remote e-voting, will, not later than three days of conclusion of the Meeting, make a consolidated scrutinizer's report and submit the same to the Chairman. The results declared will be communicated to the stock exchanges and will also be hosted on the website of the company www.jayshreetea.com.
- (p) Subject to receipt of requisite number of votes, the Resolutions shall be deemed to be passed on the date of the Meeting, i.e August 5, 2016.

Notice (Contd.)

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013

ITEM NO. 5

The Board on the recommendation of the Audit Committee has approved the appointment of M/s. D. Sabyasachi & Co., Cost Auditors to audit cost records of tea, chemicals and sugar units of the company for the financial year ending 31st March 2017 at a remuneration of ₹ 100000/- (Rupees One lac only).

As per Section 148 of the Act, the remuneration payable as above is to be ratified by the shareholders. Accordingly, the consent of the members is sought for passing the said resolution.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out in Item No.5.

The Board recommends the resolution for your approval.

Registered & Head Office :

"Industry House"

10, Camac Street, Kolkata 700 017

the 3rd day of May, 2016

By Order of the Board

For **JAY SHREE TEA & INDUSTRIES LIMITED**

R. K. Ganeriwala

(President, CFO & Secretary)



Dear Shareholders,

FINANCIAL RESULTS

(₹ in Lacs)

	31st March 2016	31st March 2015
Total Revenue	71974.40	70746.19
Profit/(Loss) before finance cost, tax and depreciation (PBIDTA)	4464.56	3973.53
Less : Finance cost	4453.44	4730.03
: Depreciation/Amortisation	1638.26	1359.22
Profit/(Loss) before tax	(1627.14)	(2115.72)
Less: Provision for taxation - Current Tax	110.00	200.00
- Deferred Tax	45.81	(569.63)
Adjustment of Tax Related to earlier years	133.41	156.25
Profit (Loss) after tax	(1916.36)	(1902.34)
Add : Balance brought forward from previous year	4210.00	6347.46
Profit available for appropriation	2293.64	4445.12
Appropriations		
A) i) Proposed Dividend on Equity shares	282.71	217.42
ii) Tax (including surcharge & education cess) @ 20.3576% on proposed dividend (Net)#	22.64	17.70
B) Balance carried forward to next year	1988.29	4210.00
	2293.64	4445.12

Tax on dividend is net of ₹ 0.38, (P.Y. ₹ NIL) being dividend distribution tax paid by a subsidiary.

Report of the Directors (Contd.)

EQUITY DIVIDEND

The Board is pleased to recommend the distribution of dividend of ₹ 1/- on face value of ₹ 5/- per share same as was paid last year. The dividend tax including surcharge and education cess amounting to ₹ 23.02 lac shall be payable by the company on the said dividend.

SHARE CAPITAL

During the year ended 31st March, 2016 there is no change in the issued and subscribed capital of your Company. The outstanding capital as on 31st March, 2016 is ₹ 1443.87 lac comprising of 2,88,77,488 equity shares of ₹ 5/- each.

REVIEW OF PERFORMANCE

The Indian economy has performed well despite turmoil in various developed countries. The consumer price inflation is well under control and WPI is in negative territory. There were interest rate cut and liquidity enhancement in the market. The per capita income of average Indian is on increase, raising their buying capacity. This augurs well for the tea, sugar and fertilizer industries.

Indian tea production was down at 1191 mn. Kg compared to 1207 mn kg. last year. The production of Cachar, South India and Dooars was down. The production of Upper Assam was higher to an extent.

The market continued to remain upward for quality tea and price concertina between best quality and medium varieties widened further across all segments of tea. The long term goal of your company to focus on quality tea is getting its momentum day by day and is well recognized in the market. All your tea estates are in top brackets of quality in their area of operation.

The major factors attributing to the operations of the company are:

- i) Increase in total crop of the company with higher crop in Dooars/Terai, Cachar and Assam.
- ii) Sharp fall in prices and crop of South India in line with the industry
- iii) Further improvement in quality standard of Upper Assam & Dooars .



- iv) Improvement in yield and recovery percentage and increase in price of sugar.
- v) Poor rains and heat wave in West Bengal affecting sale of Single Super Phosphate.

Tea Estates

All India production in 2015 was down at 1191 million kg. compared to 1207 million kg. in 2014. Total production in India of Cachar, South India and Dooars was down. However, Upper Assam production was slightly up. Global crops from major countries like Kenya, Uganda and Sri Lanka was down. Prices of good quality Assam tea was higher. However, Cachar, South India and Dooars witnessed weaker prices for most of the year. Prices at Mombassa auction improved a lot as the offerings reduced with effect from May 2015. Worldwide more and more consumers are preferring quality tea and it commands high premium to medium varieties tea. Sale of premium packets shows a positive increase.

Your company has eleven ISO 22000 certified factories with Certificate of Rainforest Alliance. The process of Rainforest Alliance for other factories is on.

Your company's own production was higher at 173.95 lac kg compared to 167.17 lac kg. last year. The bought leaf production was 49.64. lac kg. as against 46.23 lac kg. last year. The overall price realization of your company was almost same at last year levels. Assam, Dooars and Terai prices were up by ₹ 4/- per kg., Darjeeling was down by ₹ 14/- per kg. and South India by ₹ 12/- per kg. Cachar maintained last year level.

There is no material change or commitment affecting the financial position of the company occurred between the end of the financial year and the date of this report.

The Jay Shree Chemicals & Fertilisers, Khardah

Your Company's sale of single superphosphate was higher compared to last year because of better marketing efforts. Two consecutive

Report of the Directors (Contd.)

years of deficit monsoon in West Bengal has burdened the industry with excess inventory and blockade of working capital. Further, the government has reduced the subsidy on phosphatic and potassic (P&K) fertilizers, the impact of which is ₹ 830/- per M.T. on sale of SSP. The industry has the limited ability to increase prices to compensate for the reduction in subsidy, which in turn, increases its dependence on monsoons. The company is exploring all possibilities to maintain viability of the unit.

The figures of production and despatches are as under :

	Production (M.T.)		Despatch (M.T.)	
	2015-16	2014-15	2015-16	2014-15
Single Super Phosphate	70773	71729	71192	67985

The Jay Shree Chemicals & Fertilisers, Gurgaon

The production and sale of Sulphuric acid remained almost the same in the current year. Margins depend upon the sale price fixed by smelter units for whom this is a by-product.

The figures of production and despatches are as under :

	Production (M.T.)		Despatch (M.T.)	
	2015-16	2014-15	2015-16	2014-15
Sulphuric Acid	29607	28751	29523	29200
Oleum	1915	2783	2000	2728

Sugar

During the year, your company produced 40,334 tonnes of white sugar compared to 45,154 tonnes in season 2014-15. The sugarcane crushed was 4,22,084 tonnes compared to 4,84,700 tonnes in season 2014-15. The recovery this year was 9.54% compared to 9.32% in season 2014-15. Total cane crushed in the financial year 2014-15 was 6,19,211 tonnes and the production was 55,412 tonnes. On all operational parameters, your mill is considered to be one of the best operated mills of Bihar.



Your company is continuously doing cane development work in its reserved area and good quality seeds are made available to farmers to improve their yields. Efforts are being made to increase early maturing varieties of cane which will help in improved recovery percentage in years to come.

The Sugar production in 2015-16 was 25 million tonnes i.e. about 9% less than last year and below earlier projections. The drop has been mainly due to dry weather in Maharashtra & Karnataka. Domestic consumption is expected to be at the same level.

The Central Government has supported sugar mills by providing interest free loans to clear cane dues and mandating compulsory exports to tackle the high sugar stocks in the market. In September 2015, the centre had notified the minimum indicative export quota MIEQ for sugar mills to export 4 million MT of sugar during the ongoing sugar year. The mills fulfilling 80% of the target were made eligible for subsidy. Your Company fulfilled its export obligation of sugar under the Scheme. The industry contracted export worth around 2 million M.T. against this quota.

With renewed focus on ethanol blending programme and mandatory ethanol blending having been revised from 5 to 10 percent, the new fixed pricing mechanism for ethanol supplied to OMCs and removal of Central Excise duty is expected to augur well for the industry by way of improved realization for ethanol and balancing of domestic sugar surplus.

The sugar prices after touching a seven year low have been on a rising trend since August, 2015 in anticipation of stock clearance backed by exports and lower production in Maharashtra & Karnataka because of drought.

However, the much needed aspect of linking sugar and by-product realizations with cane costs is yet to be fully addressed by the Government authorities. Further, going forward the sustainability of the upward trend in sugar prices remains critically dependant on sugar exports for sugar year 2016-17 as well as downfall in sugar production as expected.

Export of Tea

Indian export at 218 million kg. in 2015 showed

Report of the Directors (Contd.)

a welcome increase of around 10 million kg. over 2014. Exports to USA shows a steady rise as Indian teas gain popularity there. Export to Iran and Bangladesh was higher but to UAE and Egypt lower. Shipments to Pakistan increased on the back of higher Kenyan Prices. Your Company exported tea worth ₹ 76.56 crore as against ₹ 84.73 crore last year.

SUBSIDIARY COMPANIES AND CONSOLIDATED FINANCIAL STATEMENTS

As per guidelines of the Ministry of Corporate Affairs (MCA), Government of India the Balance sheet, Statement of Profit & Loss and other documents of subsidiary companies North Tukvar Tea Company Limited, Jayantika Investment & Finance Ltd., Majhaulia Sugar Industries Pvt. Ltd. and offshore investment arm Birla Holdings Limited UAE, are not being attached with the Balance Sheet of the company. These documents are kept for inspection at the registered office of the company and those of respective subsidiary companies. Any member interested to obtain copy of the same may write to the Company separately. These documents shall be made available either in physical form or electronic mode as per Green Initiative of the MCA. Pursuant to section 129(3) of the Companies Act, 2013 read with Rule 5 of the Companies (Accounts) Rules, 2014, a statement containing salient features of the financial statements of Subsidiary Companies & Joint Venture is given in Form AOC-1 and forms an integral part of the Annual Report.

Birla Holdings Limited (BHL) is a wholly owned subsidiary of the company in Dubai (UAE). Kijura Tea Company Limited and Bondo Tea Estates Limited, Uganda are stepdown subsidiaries of BHL. Kijura Tea Estate owned by these companies manufactured 16.81 lac kg. of tea compared to 12.78 lac kg. last year. The average sale price realized was USD 1.43 per kg. against USD 1.33 per kg. last year. During the year the company recorded operating profit of USD 5,84,656 (INR 387.33 lac) on sales turnover of USD 2.343 mn. (INR 1,552.24 lac) as against last year operating loss of USD 2,58,184 (INR 161.39 lac) on sales turnover of USD 1.81 mn. (INR 1,129.18 lac).

Tea Group Investment Company Limited (TGIC), Dubai, a joint venture company with Rwanda



Mountain Tea SARL, Rwanda, in East Africa owning 60% stake in Mata Tea Company Limited & Gisakura Tea Company Limited collectively manufactured 37.11 lac kg. tea during 2015 against 36.88 lac kg. in last year and the average price realization was USD 3.01 per kg. against USD 2.17 per kg. last year for Mata and USD 2.81 per kg. against USD 2.01 per kg. last year for Gisakura. Mata Tea Company Limited declared a dividend of RWF 8,00,000 thousand (equivalent to USD 1.06 mn) out of retained profit RWF 8,28,849 thousand and Gisakura Tea Company Limited declared a dividend of RWF 1,00,000 thousand (equivalent to USD 0.132 mn) out of its retained earnings of RWF 1,17,493 thousand against nil dividend last year.

CORPORATE GOVERNANCE

As per Regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a separate report on corporate Governance is enclosed as a part of this Annual Report. A certificate from the Auditors of the Company regarding compliance as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed to the Report on Corporate Governance.

The declaration by the Managing Director stating that all the Board members and Senior Management personnel have affirmed their compliance with the Company's Code of Conduct for the year ended 31st March 2016 is forming part of this Annual Report.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

BIRLA GROUP is well known for its contribution to the Society in the sphere of promotion of education, employment enhancing vocational skills, social business projects etc. The company has formulated CSR policy for promotion of education, healthcare, sports, people empowerment, and employment enhancing vocational skills training and ensuring environmental sustainability.

The company is providing assistance for setting up schools in adjoining areas of its operation. It has fully equipped hospital

Report of the Directors (Contd.)



at various places to provide best health care to the people of the region. It is also helping self help centres for vocational training programmes. The company is doing afforestation/vegetation on non-tea areas.

The composition of the members of CSR Committee remains the same namely: Mrs. Jayashree Mohta, Chairperson alongwith Mr. S. K. Tapuriah, Mr. Vikash Kandoi and Mr. D. P. Maheshwari as members.

CSR Policy is placed on the website of the company "www.jayshreetea.com". The average net profit/(loss) of the last 3 financial years was ₹ 180.23 lac and prescribed expenditure is ₹ 3.60 lac. The company has spent ₹ 8.78 lac under CSR activities during the year as per the Annexure forming part of this Report.

PROSPECTS

Keeping in line with Company's philosophy of sustainable operations, a number of initiatives have been undertaken by the Company in all its tea estates to improve quality standard as per requirement of domestic and international buyers. This is helping us to satisfy the customers in a big way, while bolstering our market position in the Industry.

So far there is normal rainfall in North India and good prediction for monsoon in the country. The Indian production is likely to be higher than that of last year. Global tea production is likely to remain stagnant within a small range depending upon the weather conditions. The demand for tea is increasing every year by around 3%, and the supply shall remain limited. Indian exports should improve further with stabilisation of Euro and political stability in the importing countries. These factors should boost up the prices in internal as well as overseas market.

In sugar there is forecast of lower output and higher local prices. Southwest Monsoon has been deficient in parts of Maharashtra and Karnataka where rainfall has almost half the normal triggering concerns of a large scale drought. International prices also shoot up on forecast of a cut in production in the coming season. The

Government should continue to provide export incentive and implement ethanol policy and other measures taken last year, which are essential for long term survival of the industry.

In SSP there is increase in imported cost of raw materials, because of fluctuation in rupee/dollar exchange rate and reduction in subsidy on sale of SSP by the government. Further, the state of West Bengal is reeling under heat wave damaging paddy field. So, the future of this unit depends on the well spread and good monsoon in West Bengal in coming months. The company is exploring other options to maintain the viability of this unit.

With all these factors, you can take reasonably optimistic view about the future of the company.

DIRECTORS' RESPONSIBILITY STATEMENT

Your Directors would like to inform members that the audited accounts containing the financial statements for the year 2015-16 are in conformity with the requirements of the provisions of Section 134(3)(c) read with Section 134(5) and all other applicable provision of the Companies Act, 2013 and they believe that the financial statements reflect fairly the form and substance of transactions carried out during the year and reasonably present the Company's financial condition and results of operations. The Statutory Auditors, Messrs Singhi & Co., Chartered Accountants, Kolkata have audited these financial statements.

Based on the same, your Directors further confirm that according to their information:

- i. in the preparation of the annual accounts, applicable accounting standards have been followed and there are no material departures;
- ii. the accounting policies selected by directors are consistently followed and applied and judgements and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company;
- iii. proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

Report of the Directors (Contd.)

- iv. the annual accounts have been prepared on a going concern basis.
- v. that there is adequate proper internal financial controls with reference to the financial statement have been laid down for the company and such internal financial controls are adequate and were operating effectively.
- vi. that proper systems have been devised to ensure compliance with the provisions of all applicable laws and such systems were adequate and operating effectively.

BUSINESS RESPONSIBILITY REPORT (BR)

In terms of SEBI (LODR) Regulations 2015, Top 500 listed entities are required to submit as part of their Annual Reports, Business Responsibility Reports, describing the initiatives taken by them from an environmental, social and Governance perspective. Your company does not fall under this category. However, BR Report on environment, human resources and principle wise performance in short forms part of the Management discussion and analysis report.

PARTICULARS OF EMPLOYEES

The prescribed particulars of employees required under Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 is attached in Annexure to this Report.

The Information as required under Section 197(12) of the Companies Act, 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 are given in the Annexure forming part of the Report. In terms of Section 136(1) of the Act, the report and accounts are being sent to members without the aforesaid Annexure. Any member interested in obtaining a copy of the same, may write to the company. The aforesaid Annexure is also available for inspection by members at the Registered Office of the company.

PUBLIC DEPOSITS

The company has not accepted or renewed any deposit during the year.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Particulars of loans, Guarantees and investment

covered under the provisions of Section 186 of the Companies Act, 2013 is given in the Standalone Financial Statement forming part of the Annual Report.

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

Financial statements are prepared through both manual and automated process to ensure accuracy of recording all financial transactions during the year. All data pertaining to payment to employees, purchases, plucking, manufacturing, selling despatch and others are computerized. Internal control system ensures that transactions are executed with management authorization and they are recorded in such a way that permit preparation of financial statements in conformity with established accounting principles and that the assets are adequately safeguarded against misuse or loss.

The company's internal control system has been established on values of integrity and operational excellence. The company's internal control systems are periodically tested and supplemented by extensive program of internal audit by independent firms of Chartered Accountants. Audits are finalized and conducted based on internal risk management. Significant findings are brought to the notice of the Audit Committee of the Board and corrective measures recommended for implementation

During the year the internal financial control system were tested by a reputed firm of Chartered Accountants, who have submitted their findings for further improvement in controls. This formalized system internal control facilitates effective compliance of Section 138 of the Companies Act, 2013 the listing regulations and also the relevant statutes of the land.

RISK MANAGEMENT

The company has laid down the procedures to inform to the Board about the risk assessment and minimization procedures, which shall be responsible for framing, implementing and monitoring the risk management plan of the company.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE COURT OR REGULATORS

There have been no significant and material orders passed by the court or regulators or tribunals impacting the going concern status and company's operations. Your attention is drawn to the Contingent Liabilities and commitments shown in the notes to financial statements forming part of this Annual Report.

DISCLOSURE OF PARTICULARS WITH REGARD TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Necessary information on conservation of energy, technology

Report of the Directors (Contd.)

absorption, foreign exchange earnings and outgo, required to be given pursuant to the provisions of Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 is presented in Annexure to this Report.

ENVIRONMENT AND SAFETY

The company is conscious of clean environment and safe operations. It ensures safety of all concerned, compliance with environmental regulations and preservation of natural resources.

As required by the Sexual Harassment of women at Workplace (Prevention, Prohibition & Redressal) Act, 2013, the company has an internal policy on prevention of sexual harassment at workplace with a mechanism of lodging complaints. During the year under review, no complaints were reported to the Board.

STATUTORY AUDITOR

The auditors Messrs Singhi & Co., Chartered Accountants, Statutory Auditors of the company were reappointed as Auditors in the Annual General Meeting held on 1st August 2014 for the period until the conclusion of the 71st Annual General Meeting of the Company at a remuneration to be fixed by the Board. Their appointment is to be ratified for the current year by the members in the ensuing Annual General Meeting which we recommend.

To ensure smooth transition of Statutory Auditors as per the requirements of the Companies Act 2013, Messrs Jitendra K. Agarwal & Associates, Chartered Accountants are proposed to be appointed as Joint Auditors of the company for the year 2016-17 and to hold office from the conclusion of the ensuing Annual General Meeting till the conclusion of 75th Annual General Meeting of the company at a remuneration to be fixed by the Board, which we recommend.

COST AUDITOR

The Audit Committee in its meeting held on 03.05.2016 has recommended the reappointment of Messrs D. Sabyasachi & Co., the Cost Auditor to conduct the cost audit of the company for the financial year 2016-17 in terms of section 148(3) of the Companies Act, 2013. Accordingly the Board appointed the said firm of Cost Accountants to carry out the cost audit for the year 2016-17 on the remuneration as recommended by the Board to be fixed by members in the ensuing Annual General Meeting of the Company.

INTERNAL AUDIT

The Company continued to engage reputed firms of Chartered Accountants as its internal auditors at its units and tea estates. Their scope of work and the plan for audit is approved by the Audit Committee. The report submitted by them is regularly reviewed and their findings are discussed with the process owners and suitable corrective action taken on an ongoing basis to improve efficiency in operations.

SECRETARIAL AUDIT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the company has appointed Messrs MR & Associates, Practicing Company Secretaries to undertake the Secretarial Audit of the company. The report of the Secretarial Audit is annexed herewith. Regarding observations : (a) The company had a pending case under Section 58(A) of the Companies Act, 1956 with the court relating to acceptance of a small amount during the period of approval of form by the Board and its filing with ROC and the matter is subjudice, (b) As regards compliance of the Secretarial Standard 1 the company is now in the process of fully complying with the Secretarial Standard 1 (c) The Chairman of the Audit Committee, Stakeholders Relationship Committee, Mr. S. K. Tapuriah and Nomination & Remuneration Committee Mr. B. M. Khaitan could not attend the Annual General Meeting of the company held on 4.8.2015 as both were indisposed.

INSURANCE

Adequate insurance cover has been taken for properties of the company including buildings, plant and machineries and stocks against fire, earthquake and other risks as considered necessary.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

As per provisions of Section 152 of the Companies Act, 2013, Mr. Vikash Kandoi (DIN 00589438) retire by rotation and being eligible offer himself for reappointment. The Board recommends his re-appointment. In terms of the provisions of the companies Act, 2013 the Board appointed Mr. Prashant Jhavar as independent director for a term of 5 years upto 31st March 2020. The shareholders at their Annual General Meeting held on 4th August 2015 approved his appointment. Mr. S. S. Kothari resigned from the directorship of the Company with effect from 29th January, 2016. Your Board places on record its appreciation for valuable services rendered by him during the tenure as an independent director of the Company.

The independent directors have submitted the declaration of independence as required under Section 149 of the Companies Act, 2013 and the Board is of the opinion that they are independent

Report of the Directors (Contd.)

within the meaning of the said requirement of the Act.

There is no change in the Key Managerial Personnel during the year.

OTHER DISCLOSURES

EXTRACT OF ANNUAL RETURN

The details for the financial year ended 31st March, 2016 forming part of the extract of the annual return is enclosed.

NUMBER OF BOARD MEETINGS

The Board of Directors met four times during the year ended 31st March, 2016. The details of the Board meetings and the attendance of Directors are provided in the Corporate Governance Report.

COMPOSITION OF COMMITTEE OF DIRECTORS

The Board has constituted the following Committees of Directors:

- (a) Audit Committee,
- (b) Nomination & Remuneration Committee.
- (c) Stakeholder relationship Committee

The detailed composition of the above Committees along with number of meetings and attendance at the meetings are given in Corporate Governance Report.

- (d) Corporate Social Responsibility Committee

The detailed composition of the above Committee is given under the head Corporate Social Responsibility (CSR).

WHISTLE BLOWER POLICY

The company has formulated Whistle Blower Policy in terms of Section 177(9) of the Companies Act, 2013 the details of which is being provided in the Corporate Governance Report. The Whistle Blower Policy has also been posted on the website of the Company.

RELATED PARTY TRANSACTIONS

All the related party transactions for the year under review are entered on arm's length basis and are in compliance with the Companies Act, 2013 and the Listing Agreement. There are no materially significant related party transactions made by the Company with Promoters, Directors or Key Managerial Personnel etc, which may have potential conflict with the interest of the Company at large. All related party transactions are presented to the Audit Committee and the Board for its approval.

The related party transactions policy as approved by the Board is uploaded on the Company's website "www.jayshreetea.com".

The details of the transactions with related party is given in the Standalone Financial Statement forming part of the Annual Report.

EVALUATION OF BOARD'S PERFORMANCE

In compliance with the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the performance evaluation of the Board was carried out during the year under review. The Board of Directors expressed their satisfaction with the evaluation process. More details on the same is given in the Corporate Governance Report.

AUDITOR'S REPORT & ACCOUNTS

All other notes to the Accounts referred to in the Auditors' Report are self-explanatory and therefore do not call for any further comments.

Regarding auditors emphasis in their report, it is clarified that the carry forward of MAT credit entitlement of ₹ 111.94 lacs is based on the estimate of future taxable income of the company which is to be realized based on profit available in future years. Further, non-provision of diminution in value of investment amounting to ₹ 356.20 lacs and advances and security deposit given to a subsidiary amounting to ₹ 388.35 lacs is because of the reason that the investment is of long term and strategic in nature.

APPRECIATION

The Board wishes to place on record its appreciation of the efforts put in by your company's workers, staff and executives for their hard work and sincerity.

Industrial relations at all estates and other units were cordial.

For and on behalf of the Board

B. K. Birla
(Chairman)

Kolkata, the 3rd day of May, 2016

Annexure 1 to the Directors' Report

Reporting of Corporate Social Responsibility (CSR)

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

- The Company believes in integrating its business values and operations to meet the expectations of all its stakeholders and committed to ensuring the social well being of the communities in the vicinity of its business operations. The Company takes great care to promote the cause of social inclusiveness and environment protection alongside business objectives.

The CSR activities of the Company are being carried out directly by the Company through its different tea estates and units for fulfilling its responsibilities towards improving the lives of people living in those areas.

The Company has framed a CSR Policy in compliance with the provisions of the Companies Act, 2013 and the same is placed on Company's website. The details of the activities undertaken can also be accessed on Company's website i.e. www.jayshreetea.com

- Composition of Committee :**
 - (1) Mrs. Jayashree Mohta (Chairperson)
 - (2) Mr. S.K. Tapuriah
 - (3) Mr. Vikash Kandoi
 - (4) Mr. D.P. Maheshwari
 - (5) Mr. R.K. Ganeriwala (President, CFO & Secretary) - Permanent Invitee
- Average Net Profit of the Company for the three financial years** ₹ 180.23 lacs
- Prescribed CSR Expenditure (Two percent of the amount as in item 3 above)** ₹ 3.60 lacs
- Details of CSR spent during the Financial Year 2015-16**
 - Amount to be spent for the Financial Year 2015-16 ₹ 3.60 lacs
 - Amount unspent, if any —
 - 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 covered	Projects or programs Local area or Other specify The State and District where Projects or Programs undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs sub heads 1.Direct expenditure on projects or programs 2. Overheads	Cumulative expenditure upto the reporting	Amount spent Direct or through implementing agency
i)	Health	Subsidized treatment to poor villagers and organizing and promoting preventive health care	Cachar in the state of Assam	2.60	4.38	4.38	Direct

Annexure 1 to the Directors' Report (Contd.)

S/No	CSR Project or activity identified	Sector in which The project covered	Projects or programs Local area or Other specify The State and District where Projects or Programs undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs sub heads 1.Direct expenditure on projects or programs 2. Overheads	Cumulative expenditure upto the reporting	Amount spent Direct or through implementing agency
ii)	Education	Promoting education in nearby villages by aids to schools, distribution free foods to the schools and the section of disadvantageous villagers	Cachar in the state of Assam	1.00	4.40	4.40	Direct
				3.60	8.78	8.78	

6. In case the company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the Company shall provide the reasons for not spending the amount in its Board Report. - N.A.
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.

The CSR committee confirms that the implementation and monitoring of the CSR policy is in compliance with the CSR objectives and Policy of the Company.

Kolkata, the 3rd day of May, 2016

D. P. Maheshwari
(Managing Director)

Jayashree Mohta
(Chairperson-CSR Committee)

Annexure 2 to the Directors' Report

DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

- (i) The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2015-16, ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2015-16 and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under :

Sl. No.	Name of Director/KMP and Designation	Remuneration of Director/KMP for Financial Year 2015-16 (₹ In Lacs)	% increase in remuneration in the Financial Year 2015-16	Ratio of remuneration of each director/to median remuneration of employees
1	Mr. B. K. Birla (Chairman)	0.20	(300)	0.22
2	Mrs. Jayashree Mohta (Whole-time Director)	90.00	–	101.12
3	Mr. B. M. Khaitan	0.30	(50)	0.34
4	Mr. G. P. Goenka	0.20	–	0.22
5	Mr. S. S. Kothari	0.50	*	*
6	Mr. Prashant Jhawar	0.40	**	**
7	Mr. S. K. Tapuriah	1.60	–	1.80
8	Mr. Subodh Kumar Agrawal	1.50	150	1.69
9	Mr. Vikash Kandoi (Whole-time Director)	36.00	–	40.45
10	Mr.D. P. Maheshwari (Managing Director)	111.44	(0.86)	125.21
11	Mr. R. K. Ganeriwala (President, CFO & Secretary)	101.97	19.94	N.A.

* Details not given because he has resigned from the Board w.e.f. 29.01.2016.

** Details not given because he has joined the Board w.e.f 18.05.2015.

- (ii) The median remuneration of employees of the Company during the financial year was ₹ 0.89 Lacs
- (iii) In the financial year, there was an increase of 17.11 % of in the median remuneration of employees.
- (iv) There were 23677 permanent employees on the rolls of Company as on March 31, 2016.
- (v) Relationship between average increase in remuneration and company performance:- The loss after tax for the financial year ended March 31, 2016 increased by 0.74%, whereas the increase in median remuneration was 17.11%. The average increase in median remuneration was in line with the increase of salary in the Industry.
- (vi) Comparison of Remuneration of Key Managerial Personnel(s) against the performance of the Company : The total remuneration of Key Managerial Personnel increased by 4.94 % from ₹ 323.43 Lacs In 2014-15 to ₹ 339.41 In 2015-16 whereas the loss after tax increased by 0.74% to ₹ (1916) Lacs in 2015-16 against loss of ₹ (1902) Lacs in 2014-15.
- (vii) a) Variations in the market capitalization of the Company: The market capitalization as on March 31, 2016 was ₹ 235.78 crore (₹ 216.73 Crore as on March 31, 2015).

Annexure 2 to the Directors' Report (Contd.)

- b) Price Earnings ratio of the Company as at March 31, 2016- N.A. as there is no profit and as at March 31, 2015- N.A. as there are no profits
- c) Percent increase over/ decrease in the market quotations of the shares of the company as compared to the rate at which the company came out with the last public offer in the year. The company has not made any public issue or right issue of securities in the recent past, so comparison have not been made of current share price with public offer price. The company's shares are listed on Bombay, National and Calcutta Stock Exchanges.
- (viii) Average percentage increase made in the salaries of employees other than the key managerial personnel in the last financial year i.e. 2015-16 was 17.11% whereas the increase in the key managerial remuneration for the same financial year was 4.94 %.
- (ix) There are no variable component of remuneration availed by the directors which is based on the recommendations of the Nomination and Remuneration Committee as per the Remuneration Policy for Directors, Key managerial Personnel and other Employees.
- (x) The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year- Not Applicable; and
- (xi) It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

For and on behalf of the Board

B. K. Birla
(Chairman)

Kolkata, the 3rd day of May, 2016

Annexure 3 to the Directors' Report

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

The information under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended March 31, 2016 is given here below and forms part of the Directors' Report.

A. Conservation of Energy :

- I. In line with the Company's commitment towards conservation of energy, all tea estates and units continue with their efforts aimed at improving energy efficiency through improved operational and maintenance practices. The steps taken in this direction at various tea estates and units are as under :
 - Reducing power consumption by providing coal savers, wind ventilators and VFBD driers.
 - Replacement of inefficient motors with energy efficient motors.
 - Installation of Gas Generating Sets for generating power.
 - Upgradation of Machineries and installation of new machineries based on fuel or power efficiency.
 - Maintenance and overhauls of generators to achieve a high unit per ltr. delivery
 - Monitoring the maximum demand and power load factor on daily basis.
 - Installation of adequate power capacitors for efficient utilization of available power.
 - Optimum power factor is being maintained to avoid surcharge on power factor as well as to get maximum rebate on electricity consumption bills.
- II. The steps taken by the Company for utilizing alternate sources of energy. During the year under review the Company utilized solar energy for irrigation.
- III. The Capital investment on energy conservation equipment ₹ 153 lacs.

B. Technology Absorption

- I. The efforts made by the Company towards technology absorption during the year under review are :
 - Installation of solar pump sets for irrigation.
 - Installation of wind turbo ventilators
 - Developed computer based colour sorter system.
 - Managerial staff are encouraged to attend seminars and training programmes for agricultural practices in the field and manufacturing process in the factories.
- II. The benefits derived like increase in productivity and cost reduction in some tea estates.
- III. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) – NOT APPLICABLE.
- IV. Expenditure on R&D – Research & Development activities are being carried out as part of the Company's normal business activities. Hence, no separate expenditure figures are available. In addition, the Company contributes for the activities of Tea Research Association and United Planters Association of Southern India's Scientific Development regularly.

The Company has incurred an expenditure of ₹ 35.28 lacs being amount paid to TRA & UPASI as above.

C. Foreign Exchange Earnings And Outgo

During the year under review foreign exchange earnings were ₹ 75.99 crore and foreign exchange outgo ₹ 32.21 crore.

For and on behalf of the Board

B. K. Birla
(Chairman)

Kolkata, the 3rd day of May, 2016

Annexure 4 to the Directors' Report

Form No. MR - 3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2016

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

To,

The Members,

Jay Shree Tea & Industries Limited

Kolkata

1. We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **JAY SHREE TEA AND INDUSTRIES LIMITED** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.
2. Based on our 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, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2016 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:
3. We 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, 2016, to the extent applicable, 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);

Annexure 4 to the Directors' Report (Contd.)

- (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable regulations /guidelines/circulars as may be issued by SEBI from time to time, to the extent applicable.

We further report that having regard to the compliance system prevailing in the Company and as per the representation made by the Management, the Company has complied with the following laws applicable specifically to the Company:

- (a) Food Safety and Standards Act, 2006
- (b) Agricultural and Processed Food Products Export Act, 1986
- (c) Agricultural and Processed Food Products Export Cess Act, 1986
- (d) Agricultural Produce (Grading and Marking) Act, 1937
- (e) Sugar Cess Act, 1982
- (f) Essential Commodities Act, 1955
- (g) Plantation Labour Act, 1951
- (h) Tea Act, 1953
- (i) Tea Waste Control Order, 1959
- (j) Tea (Marketing) Control Order, 2003
- (k) Tea (Distribution & Export) Control Order, 2005
- (l) Fertilizer Control Order, 1985
- (m) Weight and Measurement Act, 1976

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

- (i) Secretarial Standards 1 and 2 issued by The Institute of Company Secretaries of India, effective w.e.f 1st July' 2015.
- (ii) The Listing Agreements entered into by the Company with Bombay Stock Exchange Limited, National Stock Exchange Limited and Calcutta Stock Exchange Limited.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

- a. The Company has a pending case with the Court in Kolkata under Section 58(A) of the Companies Act 1956 and the matter is subjudice.
- b. The Company has partially complied with the Secretarial Standard 1.
- c. In pursuance of Section 178(7) of the Companies Act 2013 and SS-2: 4.1.1, the Chairman of Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee did not attend Annual General Meeting of the Company held on 4th August, 2015.

We further report that

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

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

All decisions at Board Meetings and Committee Meetings were carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be.

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

Annexure 4 to the Directors' Report (Contd.)

We further report that during the audit period:-

- a. The Company had obtained approval from its members under Section 180(1)(a) of the Companies Act, 2013, upto an overall ceiling of ₹ 700 Crores at the Annual General Meeting held on 04.08.2015.
- b. The Company had obtained approval from its members under Section 180(1)(c) of the Companies Act, 2013, upto an overall ceiling of Rs. 700 Crores at the Annual General Meeting held on 04.08.2015.
- c. The company has entered into a Scheme of Arrangement (Demerger) under Section 391 to 394 of Companies Act, 1956 of Jay Shree Tea & Industries Limited, Majhaulia Sugar Industries Private Limited and Jayantika Investment & Finance Limited and their respective shareholders.

This Report is to be read with our letter of even date which is annexed "Annexure A" and forms an Integral Part of this Report.

For **MR & Associates**
Company Secretaries

[M. R. Goenka]
Partner

FCS No. : 4515
C P No. : 2551

Kolkata, the 3rd day of May, 2016

"Annexure - A"

To,
The Members

JAY SHREE TEA & INDUSTRIES LIMITED

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

1. Maintenance of Secretarial Records is the responsibility of the Management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the Audit practices and processes as where 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. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we 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 and standards is the responsibilities of the management. Our 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.

For **MR & Associates**
Company Secretaries

[M. R. Goenka]
Partner

FCS No. : 4515
C P No. : 2551

Kolkata, the 3rd day of May, 2016

Annexure 5 to the Directors' Report

Form No. MGT - 9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31.03.2016

[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	:	L15491WB1945PLC012771
ii) Registration Date	:	27th October, 1945
iii) Name of the Company	:	Jay Shree Tea and Industries Limited
iv) Category/Sub Category of the Company	:	Public Company : Limited by Shares
v) Address of the Registered office and contact details	:	"Industry House" 10, Camac Street, 15th Floor, Kolkata - 700017 Ph. : (033)2282-7531/34, Fax : (033)2282-7535 E-mail : webmaster@jayshreetea.com
vi) Whether listed company Yes/No	:	Yes
vii) Name, Address and Contact details of Registrar and Transfer agent, if any	:	Maheshwari Datamatics Pvt. Ltd. 6, Mango Lane, Kolkata - 700001 Ph. : (033)2243-5029, Fax : (033) 2248-4787 E-mail : mdpldc@yahoo.com

II. Principal business activities of the company :

All the Business Activities contributing 10% or more of the total turnover of the company are given below :

Sl. No	Name and Description of main products/services	NIC Code of the Product/service	% to total turnover of the company
1	Tea	0100	66%
2	Sugar	1072	21%
3	Chemical	2011	12%

III. Particulars of Holding, Subsidiary and Associate companies :

Sl. No.	Name and Address of the company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable section
1	North Tukvar Tea Co. Ltd. (Industry House) 10, Camac street, Kolkata - 700 017	U51218WB1965PLC026362	Subsidiary	90.50	2(87)(ii)
2	Jayantika Investment & Finance Ltd. (Formerly: Parvati Tea Co. Ltd.) (Industry House) 10, Camac street, Kolkata - 700 017	U65993WB2001PLC162070	Subsidiary	100.00	2(87)(ii)
3	Majhaulia Sugar Industries Pvt. Ltd. P-7, Transport Depot Road Kolkata - 700 088	U15122WB2015PTC207281	Subsidiary	100.00	2(87)(ii)
4	Birla Holdings Ltd. 132, Lease Office Building, 16, Jebel Ali Free Zone, Dubai	N.A.	Subsidiary	100.00	2(87)(ii)

Annexure 5 to the Directors' Report (Contd.)

IV. i) Category-wise Share Holding :

Category of Shareholders	No. of Shares held at the beginning of the year (01.04.2015)				No. of Shares held at the end of the year (31.03.2016)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
1. Indian									
a) Individual/HUF	1045160	-	1045160	3.61	1052660	-	1052660	3.64	0.03
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	8394420	-	8394420	29.07	8394420	-	8394420	29.07	0.00
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other : (Specify) Trust	6845598	-	6845598	23.71	6845598	-	6845598	23.71	0.00
Sub-total (A) (1):-	16285178	-	16285178	56.39	16292678	-	16292678	56.42	0.03
2. Foreign									
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	16285178	-	16285178	56.39	16292678	-	16292678	56.42	0.03
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	1200	1200	-	-	1200	1200	-	0.00
b) Banks / FI	606883	23794	630677	2.18	571824	23794	595618	2.06	-0.12
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	1480000	-	1480000	5.13	1480000	-	1480000	5.13	0.00
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)									
Sub-total (B)(1):-	2086883	24994	2111877	7.31	2051824	24994	2076818	7.19	-0.12
2. Non- Institutions									
a) Bodies Corp.	2216432	45696	2262128	7.83	2115427	45696	2161123	7.48	-0.35
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	104944	-	104944	0.36	104944	-	104944	0.36	0.00

Annexure 5 to the Directors' Report (Contd.)

Category of Shareholders		No. of Shares held at the beginning of the year (01.04.2015)				No. of Shares held at the end of the year (31.03.2016)				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
b)	Individuals									
i)	Individual shareholders holding nominal share capital upto ₹ 1 lac	6352052	724028	7076080	24.51	6283002	698326	6981328	24.18	-0.33
ii)	Individual shareholders holding nominal share capital in excess of ₹ 1 lac	688058	36900	724958	2.52	966489	36900	1003389	3.47	0.95
c)	Others (specify)									
c (i)	Non Resident Individual	307347	4976	312323	1.08	251092	4976	256068	0.89	-0.19
c (ii)	Foreign National	-	-	-	-	1140	-	1140	0.01	0.01
	Subtotal (B)(2):-	9668833	811600	10480433	36.30	9722094	785898	10507992	36.39	0.09
	Total Public Shareholding (B)=(B)(1)+(B)(2)	11755716	836594	12592310	43.61	11773918	810892	12584810	43.58	-0.03
C.	Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
	Grand Total (A+B+C)	28040894	836594	28877488	100.00	28066596	810892	28877488	100.00	-

ii) Shareholding of Promoters :

Sl. No.	Shareholder's Name	Share holding at the beginning of the year(01.04.2015)				Share holding at the end of the year(31.03.2016)				% change in share holding during the year
		No. of Shares	% of total Shares of the Company	No. of Pledged/ Encumbered Shares	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the Company	No. of Pledged/ Encumbered Shares	% of Shares Pledged / encumbered to total shares	
1	JPM Merchandise Agencies Limited	6114108	21.17	NIL	NIL	6114108	21.17	NIL	NIL	-
2	Mr. B.K. Birla	46000	0.16	NIL	NIL	46000	0.16	NIL	NIL	-
3	Mrs. Jayashree Mohta	978270	3.39	NIL	NIL	985770	3.41	NIL	NIL	0.03
4	Mr. Vikash Kandoi	1126	0.01	NIL	NIL	1126	0.01	NIL	NIL	-
5	Mr. Kumar Mangalam Birla	4500	0.01	NIL	NIL	4500	0.01	NIL	NIL	-
6	Mrs. Vasavadatta Bajaj	15264	0.04	NIL	NIL	15264	0.04	NIL	NIL	-
7	Bharat Arogya And Gyan Mandir.	36828	0.13	NIL	NIL	36828	0.13	NIL	NIL	-
8	Century Textiles and Industries Ltd.	300000	1.04	NIL	NIL	300000	1.04	NIL	NIL	-
9	Hindustan Discounting Co.Ltd.	16000	0.05	NIL	NIL	16000	0.05	NIL	NIL	-
10	Kesoram Industries Limited	388116	1.34	388116	2.38	388116	1.34	NIL	NIL	-

Annexure 5 to the Directors' Report (Contd.)

Sl. No.	Shareholder's Name	Share holding at the beginning of the year (01.04.2015)				Share holding at the end of the year (31.03.2016)				% change in share holding during the year
		No. of Shares	% of total Shares of the Company	No. of Pledged/ Encumbered Shares	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the Company	No. of Pledged/ Encumbered Shares	% of Shares Pledged / encumbered to total shares	
11	Pilani Investment And Industries Corpn. Ltd.	2844	0.01	NIL	NIL	2844	0.01	NIL	NIL	-
12	Prakash Educational Society	3000	0.01	NIL	NIL	3000	0.01	NIL	NIL	-
13	Birla Education Trust	313788	1.09	NIL	NIL	313788	1.09	NIL	NIL	-
14	Manav Investment & Trading Co. Ltd	1020924	3.54	NIL	NIL	1020924	3.54	1020924	3.54	-
15	Aditya Marketing and Manufacturing Ltd.	70000	0.24	NIL	NIL	70000	0.24	NIL	NIL	-
16	Jayshree Beneficiary Trust	6528810	22.61	NIL	NIL	6528810	22.61	NIL	NIL	-
17	Jayashree Finvest Pvt. Ltd.	445600	1.55	NIL	NIL	445600	1.55	NIL	NIL	-
Total		16285178	56.39	388116	2.38	16292678	56.41	1020924	3.54	-

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

	Shareholding at the beginning of the year (01.04.2015)		Cumulative Shareholding during the year 2015-16	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
Mrs. Jayashree Mohta				
At the beginning of the year	978270	3.39	978270	3.39
July 3, 2015 Market Purchase	7500	0.03	985770	3.41
At the end of the year	985770	3.41	985770	3.41

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

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year (01.04.2015)		Shareholding at the end of the year (31.03.2016)	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	EOS Multi Strategy Fund Ltd.	1288000	4.46	1288000	4.46
2	JSTI Beneficiary Trust	606920	2.10	606920	2.10
3	The New India Assurance Co. Ltd.	497368	1.72	497368	1.72
4	Wallfort Financial Services Ltd.	-	-	175000	0.61
5	Kiran Vyapar Ltd.	171176	0.59	171176	0.59
6	Ares Diversified	112000	0.39	112000	0.39

Annexure 5 to the Directors' Report (Contd.)

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year (01.04.2015)		Shareholding at the end of the year (31.03.2016)	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
7	Devi Investment And Development INC	104800	0.36	104800	0.36
8	Anand Rathii Share and Stock Brokers Ltd.	84006	0.29	91025	0.32
9	Elara India Opportunity Fund Ltd.	80000	0.28	80000	0.28
10	Nilkanth Engineering Ltd.	73500	0.26	73500	0.26
11	Vineet Nahata	13339	0.05	67277	0.23
12	Mount Cold Storage Pvt. Ltd.	76476	0.25	66476	0.23

v) Shareholding of Directors and Key Managerial Personnel :

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year (01.04.2015)		Cumulative Shareholding during the year 2015-16	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Mr. B. K. Birla				
	At the beginning of the year	46000	0.16	46000	0.16
	At the end of the year	46000	0.16	46000	0.16
2	Mrs. Jayashree Mohta				
	At the beginning of the year	978270	3.39	978270	3.39
	July 3, 2015 Market Purchase	7500	0.03	985770	3.41
	At the end of the year	985770	3.41	985770	3.41
3	Mr. B. M. Khaitan				
	At the beginning of the year	200	0.00	200	0.00
	At the end of the year	200	0.00	200	0.00
4	Mr. G. P. Goenka				
	At the beginning of the year	600	0.00	600	0.00
	At the end of the year	600	0.00	600	0.00
5	Mr. Prashant Jhawar*				
	At the beginning of the year	-	-	-	-
	May 15, 2015 Market Purchase	200	0.00	200	0.00
	At the end of the year	200	0.00	200	0.00
6	Mr. S. S. Kothari**				
	At the beginning of the year	4600	0.02	4600	0.02
	At the end of the year	4600	0.02	4600	0.02

Annexure 5 to the Directors' Report (Contd.)

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year (01.04.2015)		Cumulative Shareholding during the year 2015-16	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
7	Mr. S. K. Tapuriah				
	At the beginning of the year	768	0.00	768	0.00
	At the end of the year	768	0.00	768	0.00
8	Mr. Subodh Kumar Agrawal				
	At the beginning of the year	200	0.00	200	0.00
	At the end of the year	200	0.00	200	0.00
9	Mr. Vikash Kandoi				
	At the beginning of the year	1126	0.01	1126	0.01
	At the end of the year	1126	0.01	1126	0.01
10	Mr. D. P. Maheshwari				
	At the beginning of the year	11348	0.04	11348	0.04
	At the end of the year	11348	0.04	11348	0.04

* Appointed w.e.f 18.05.2015

**Ceased to be a director w.e.f 29.01.2016

V. Indebtedness

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

(₹ In Lacs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	23272.15	20300.00	—	43572.15
ii) Interest due but not paid	—	—	—	—
iii) Interest accrued but not due	253.23	94.25	—	347.48
Total (i+ii+iii)	23525.38	20394.25	—	43919.63
Change in Indebtedness during the financial year				
▪ Addition	6621.06	—	—	6621.06
▪ Reduction	—	(12095.92)	—	(12095.92)
Net Change	6621.06	(12095.92)	—	(5474.86)
Indebtedness at the end of the financial year				
i) Principal Amount	29939.55	8250.00	—	38189.55
ii) Interest due but not paid	—	—	—	—
iii) Interest accrued but not due	206.89	48.33	—	255.22
Total (i+ii+iii)	30146.44	8298.33	—	38444.77

Annexure 5 to the Directors' Report (Contd.)

VI) Remuneration of directors and Key Managerial Personnel

A. Remuneration to Managing Directors, Whole-time Directors and/or Manager

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total amount (₹)
		Mrs. Jayashree Mohta	Mr. Vikash Kandoi	Mr. D. P. Maheshwari	
1.	Gross Salary				
a.	Salary as per provisions contained in section 17(1) of the Income tax 1961	9000000.00	3600000.00	9224503.00	21824503.00
b.	Value of perquisites u/s 17(2) of Income Tax Act, 1961	-	-	935000.00	935000.00
c.	Profits in lieu of salary under section 17(3) Income Tax Act, 1961	-	-	-	-
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission -as a % of profit -others, specify	-	-	-	-
5.	others, please specify	-	-	-	-
	Total (A)	9000000.00	3600000.00	10159503.00	22759503.00
	Ceiling as per the Act	10% of the net profits of the Company calculated as per section 198 of the Companies Act, 2013			

B. Remuneration to other directors :

I. Independent Directors :

Sl. No.	Particulars of Remuneration	Name of Directors						Total Amount (₹ In '000)
		Mr. B. M. Khaitan	Mr. G. P. Goenka	Mr. Prashant Jhawar	Mr. S. S. Kothari	Mr. S. K. Tapuriah	Mr. Subodh Kumar Agrawal	
1.	Independent Directors							
	Fee for attending board / committee meetings	30	20	40	50	160	150	450
	Commission	-	-	-	-	-	-	-
	Others, please specify	-	-	-	-	-	-	-
	Total(1)	30	20	40	50	160	150	450

Annexure 5 to the Directors' Report (Contd.)

II. Other Non Executive Directors :

Sl. No.	Particulars of Remuneration	Name of Director Mr. B. K. Birla	Total Amount (in ₹ '000)
	Fee for attending board / committee meetings	20	20
	Commission	-	-
	Others, please specify	-	-
	Total(2)	20	20
	Total (B)=(1+2)		470
	Total Managerial Remuneration		
	Overall Ceiling as per the Act	1% of the net profits of the Company calculated as per section 198 of the Companies Act, 2013	

C. Remuneration to Key Managerial Personnel other than Managing Director/Manager/Whole Time Director

Sl. No.	Particulars of Remuneration	Key Managerial Personnel Company Secretary/CFO	Total Amount (₹)
1	Gross salary		
a.	Salary as per provisions contained in section 17(1) of the Income – tax Act, 1961	8044732.00	8044732.00
b.	Value of perquisites u/s 17(2) Income – tax Act, 1961	593000.00	593000.00
c.	Profits in lieu of salary under section 17(3) Income tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	– as % of profit		
	– others, specify.		
5	Others, please specify	-	-
	Total		8637732.00

VII) Penalties/Punishment/Compounding of Offences : None

For and on behalf of the Board

B. K. Birla

(Chairman)

Kolkata, the 3rd day of May, 2016



MANAGEMENT'S DISCUSSION AND ANALYSIS

OVERVIEW

Indian Tea production was lower at 1191 million kg. compared to 1207 million kg. in 2014. The South India, Cachar & Dooars production was down. Conducive weather in Assam Valley, Darjeeling & Terai helped in higher production. Your Company produced 223.50 lac kg. of tea against 215.62 lac kg. last year. Out of this your own crop was 173.95 lac kg against 167.17 lac kg. The bought leaf production was increased from 46.23 lac kg to 49.64 lac kg. Upper Assam crop was higher by 5.84%, Dooars higher by 15.19%, Terai higher by 5.65% and Cachar up by 1.32%. Darjeeling crop was lower by 1.15%. Apart from wage increase, the higher cost of power, fertilisers and other inputs are affecting the industry.

SEGMENT ANALYSIS AND REVIEW

The Company is engaged in the manufacture of tea, sugar and chemicals & fertilisers besides tea warehousing and investment activities. Tea accounts for 66%, sugar 21%, chemicals & fertilisers 12% and others 1% of the gross turnover during 2015-16.

TEA

Your Company's district wise production compared to All India production is enumerated below :

(Quantity in million kg.)

District	Tea Manufactured by the Company (April to March)			All India Production* (Jan. to December)		
	2015-16**	2014-15**	Increase/ Decrease (%)	2015	2014	Increase/ Decrease (%)
Cachar	7.69	7.59	(+) 1.32	45.70	49.41	(-)7.51
Assam Valley	8.16	7.71	(+)5.84	568.87	561.56	(+)1.30
Total Assam	15.85	15.30	(+)3.59	614.57	610.97	(+)0.59
Darjeeling	0.86	0.87	(-) 1.15	8.72	8.51	(+)2.47
Dooars	0.91	0.79	(+) 15.19	181.70	189.16	(-)3.94
Terai	2.99	2.83	(+)5.65	132.96	131.79	(+)0.89
Total West Bengal	4.76	4.49	(+)6.01	323.38	329.46	(-)1.85
Others	-	-	-	25.68	24.77	(+) 3.67
Total North India	20.61	19.79	(+)4.14	963.63	965.20	(-) 0.16
Tamilnadu	1.74	1.78	(-) 2.25	162.94	169.79	(-) 4.03
Kerala	-	-	-	58.01	65.58	(-)11.54
Karnataka	-	-	-	6.52	6.74	(-)3.26
Total South India	1.74	1.78	(-) 2.25	227.47	242.11	(-)6.05
Total Production	22.35	21.57	(+)3.62	1191.10	1207.31	(-) 1.34

Management Discussion and Analysis (Contd.)

* All India figures on calendar year basis and estimated for 2015.

**The above production includes tea manufactured from bought leaf.

District wise price realised by the Company for own produce compared to previous year is as under :

(Quantity in million kgs)

Tea Areas	This year			Previous year		
	Qnty.	Rate (₹)	Dist. Average (₹)	Qnty.	Rate (₹)	Dist. Average (₹)
Cachar	7.49	132.19	112.99	6.80	132.74	113.73
Assam	5.74	208.94	157.95	5.38	204.84	153.82
Darjeeling	0.84	438.80	289.95	0.79	452.80	264.78
Dooars/Terai	3.92	149.57	123.93	3.52	145.49	124.77
South India	2.10	105.43	108.96	2.38	117.38	110.39
Total	20.09	167.53		18.87	167.14	

OUTLOOK

There is normal rainfall in North India and prediction of good monsoon in whole India. This should boost up Indian production in current year. Global Tea production likely to remain stagnant. Consumers are now recognising quality and are willing to pay premium. Your Company's tea are continuously placed in top quality segment. This is going to have positive impact on your tea prices. The demand for orthodox tea to remain strong as both Iran and CIS countries are in under bought situation and their country's balance of payment situation with India is in their favour. Further, Sri Lanka is facing productivity issue affecting consistency of their quality and grade mix. So the export from India is likely to improve further.

RISKS AND CONCERNS

- South India production hurt by sharp fall in prices and rising costs.
- Substantial increase in wages, high social and infrastructure cost remain major problem.
- Shortage of labour during peak season in some pockets particularly South India is a cause of concern.

CHEMICALS & FERTILISERS

REVIEW OF OPERATIONS

All India production of Single Superphosphate (SSP) was more or less same at last year level. Your Company's production was also lower. The adverse climatic conditions in West Bengal had an impact on consumption of phosphatic fertilisers in

West Bengal. However, with better marketing efforts, your Company could improve its sale to some extent. Two consecutive years of deficient monsoon has burdened the industry with excess inventory estimated at about 5 million tonne equivalent to around 100 days of consumption.

The Sulphuric Acid production in India has to compete with the smelter units where it is a by-product. The sale price of the Sulphuric Acid gets reduced in the market when the supplies from such units are more than the requirement.

The performance of Sulphuric Acid unit at Pataudi was somewhat better compared to last year.

OUTLOOK

SSP is one of the cheapest chemical fertilizer available and it is more suitable for crops like oil seeds, paddy, pulses horticulture, vegetable, sugarcane etc. The requirement for its use will always be there to maintain nutrients in soil.

OPPORTUNITIES AND THREATS

Strengths

- Annapurna brand of the Company is well received in West Bengal market and enjoys premium over others.
- Established distributors network in all districts of West Bengal.
- Applicability of SSP for various agricultural produces.

Threats

- Reduction in Government subsidy for sale of SSP.
- Adverse climatic conditions always impact sales and its realisations.
- Rupee Dollar volatility increases the cost of imported raw

Management Discussion and Analysis (Contd.)



material with no corresponding increase in the sale price.

- Continuing price disparity between urea and phosphatic fertilizers.
- High NPK (Nitrogen, Phosphorus and Potassium) inventories in the backdrop of stressed farm income.

SUGAR

India's annual sugar production is down by 9% during 2015-16 crushing season on lower cane production in various parts of the country. Carry over stock is far less than was expected. Export picked up during the year due to recovery in international sugar prices. Around 2 million tonnes was contracted for export against 4 million tonnes of export quota fixed by the centre for the current season. Sugar production pegged at around 25 million tonnes in 2015-16, the sale price increased to ₹ 34/35 per kg. Government took various steps to bring the industry out of trouble. The industry responded well and the farmers dues were cleared to a large extent.

Your company produced 40334 tonnes of White sugar in 2015-16 compared to 45154 tonnes in season 2014-15. The sugarcane crushed was 422084 tonnes compared to 484700 tonnes last year. The recovery percentage was 9.54% as compared to 9.32% last year. On all operational parameters the mill is considered to be one of the best operated mills of Bihar.

OPPORTUNITIES AND THREATS

Strengths

- High value of by-product for downstream industries.
- Government's making ethanol blending mandatory from 5 to 10%.
- Growing population and rapid socio economic development particularly in rural area with no major increase in acreage is going to create mismatch in demand and supply situation of every agricultural produce.

- Strong Government at the centre should push further reforms in the sugar industry.

Threats

- State Government policies regarding cane pricing.
- Industry cycle.

Indian sugar industry has passed through a difficult phase earlier and the cycle is now up for change to better. The long term prospects seems to be very good with steady increase in prices and increase in consumption every year and opportunities from by-products.

Your Company has initiated cane development program on large scale basis with improved varieties of cane. It has taken several steps to obtain better quality cane leading to improved recovery. Our agriculture team is carefully monitoring cane planting and harvesting schedule and its development. Good quality seeds, fertilisers and manure are provided to the farmers well in time in our command area. This will help in improved yield and recovery in years to come.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The Company laid emphasis on working capital management to have strict check on borrowings. There was focus on cash forecasting and liquidation of unproductive assets to retire debts. The deployment of extra fund was guided by the tenets of safety of principal, liquidity and return. During the year the investment portfolio mix was continuously rebalanced in line with the evolving interest rate environment.

BUSINESS RESPONSIBILITY STATEMENT (BR)

HEALTH, SAFETY, SECURITY AND ENVIRONMENT

Health, safety, security and environment (HSSE) is a key priority for your Company. Simply stated, our goals are: no accidents, no harm to people and no damage to environment. The health, safety and security of everyone who works for your Company, is critical to the success of business.

All fertilisers factories of your Company are following full Environment Management System and Occupational Health & Safety Management System

Management Discussion and Analysis (Contd.)

All the tea estates follow green environment policy. Afforestation is being carried out on regular basis. The sugar mill has adopted good occupational health and safety management system.

DEVELOPMENT IN HUMAN RESOURCES MANAGEMENT

The industrial relation in all tea estates and other units continued to be cordial. The Company carries out various program for development of its executives at all levels. During the year the company carried out restructuring exercise at key level for improvement in plantation activities and overall corporate performance.

During the year under review, the focus continued to be on the development of leadership capability and talent management with a view to ensure alignment to the overall business strategy. The focus this year was on engaging employees for improvement in quality. Using interactive sessions, your Company engaged all its employees on Safety, Respect, Excellence, Courage and One Team and is now actively seeking to embed these values. Your Company's updated performance and reward system now creates an explicit link between its values and behaviours and the way individuals are judged and rewarded within your Company.

Continuing its journey of building a diverse and inclusive workforce, your Company's key initiatives in this area included training program to equip workers to succeed in the workplace.

Workshops were also conducted for Managers by senior management team to enable them to effectively manage and interact with each other. In addition, there is a continuous endeavour to ensure that your Company is hiring and retaining diverse talent.

Your Company continued to maintain high standards of employee relations and 2015-16 saw many achievements on this front. All the employees were motivated with their grievances sorted out by the top management to give their 100% to the Company.

The total number of people employed in your Company as on 31st March, 2016 was 23677.

CAUTIONARY STATEMENT

The statements in the report of the Board of Directors and the Management's Discussion and Analysis report describing the company's

projections, estimates, expectations or predictions may be forward looking statements within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied since the Company's operations are influenced by many external and internal factors beyond the control of the Company. Further tea, sugar and chemicals industries depend upon the vagaries of nature and any adverse/ favourable situation can change the whole situation.





CORPORATE GOVERNANCE REPORT

CORPORATE GOVERNANCE REPORT

[Pursuant to Part C of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 "Listing Regulations"]

The Company believes that Corporate Governance emerges from the application of the best and sound management practices and compliance with the laws with highest standards of transparency and business ethics. The basic principle is to achieve business excellence keeping in view the needs and interest of all its stakeholders.

1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

The Company is committed to good Corporate Governance and transparency in all dealings and places emphasis on business ethics, responsibilities conduct, integrity and accountability. The Company acknowledges the rights of its shareholders to information on performance of the Company. The Company provides information on performance of the company and other key events concerning business to its shareholders. These main drivers, together with the Company's ongoing contributions to the local communities through meaningful "Corporate Social Responsibility" initiatives will lead to achieve business excellence for increasing long term shareholder value, keeping in view the needs and interest of all its stakeholders.

2. BOARD OF DIRECTORS

Composition :

The Board of Directors of the Company comprises of an optimum combination of Executive and Non-Executive Directors, which is in conformity with the provisions of Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. As of the year ended 31st March, 2016, the Board of directors includes a Non-Executive Independent Chairman, five Independent directors, two whole-time directors designated as Vice-Chairperson and Executive Director and a Managing Director. The Non-Executive Directors are industrialist of repute and eminent professionals drawn from amongst persons with experience in business and industry, finance and management. The composition is as under :

Membership of other Boards of Directors/ Committee of directors and Attendance record for the Company:

Corporate Governance Report (Contd.)

Four Board Meetings were held in 2015-2016 i.e. on 18th May, 2015 ; 4th August, 2015; 6th November, 2015; and 29th January, 2016.

Directors	Categories of Directors	No. of Board Meetings Attended	Attendance of the last AGM	No. of outside Directorship held	No. of outside Committee Membership held	No. of outside Committee Chairmanship Held	No. of shares held in the company as on 31.03.2016
Mr. B. K. Birla (Chairman)	Promoter-Non-Executive	1	No	4	–	–	46000
Mrs Jayashree Mohta (Vice Chairperson)	Promoter-Executive	4	Yes	2	–	–	985770
Mr. B. M. Khaitan	Independent-Non-Executive	1	No	5	1	–	200
Mr. G. P. Goenka	Independent-Non-Executive	1	No	5	–	1	600
Mr. Prashant Jhavar (w.e.f. 18.05.2015)	Independent-Non-Executive	2	Yes	8	–	–	200
Mr. S.S.Kothari (Ceased w.e.f 29.01.2016)	Independent-Non-Executive	1	No	–	–	–	4600
Mr. S. K. Tapuriah	Independent-Non-Executive	4	No	–	–	–	768
Mr. Subodh Kumar Agrawal	Independent-Non-Executive	4	Yes	–	–	–	200
Mr. Vikash Kandoi	Executive (Executive Director)	4	Yes	–	–	–	1126
Mr. D. P. Maheshwari	Executive (Managing Director)	4	Yes	–	–	–	11348

No director is related to any other director on the Board in terms of the provisions of the Companies Act, 2013 except Mr. B.K.Birla, Mrs. Jayashree Mohta and Mr. Vikash Kandoi who are related to each other. Mr. B.K.Birla is father of Mrs. Jayashree Mohta and Mr. Vikash Kandoi is son in-law of Mrs. Jayashree Mohta.

All the Directors affirmed that apart from receiving sitting fees and /or remuneration by Executive Directors and Managing Director, they do not have any pecuniary relationships or transactions with the Company, its promoters, its Directors, its Senior Management or its subsidiaries i.e North Tukvar Tea Co.Ltd., Birla Holdings Ltd., Jayantika Investment & Finance Ltd., Majhulia Sugar Industries Private Limited, joint venture and associates (as defined in AS 23) which might affect independence of directorship in the Company.

Code of Conduct :

The Company has a code of conduct for all its Board members and senior management personnel which is available on the website of the Company. All the Board members and senior management personnel have confirmed compliance with the code, a declaration to this effect duly signed by the Managing Director is attached and

forms part of the Annual Report of the Company.

Separate Meeting of Independent Directors :

As stipulated by the Code of Independent Directors under Companies Act 2013 and the Listing Regulations, a separate meeting of the Independent Directors of the Company was held on 29th January 2016 to review the performance of Non Independent Directors including the Chairman and the Board as whole. The Independent Directors also reviewed the quality, content and timeliness of the flow of information between the Management and the Board and its Committees which is necessary to effectively and reasonably perform and discharge their duties.

Familiarization Program

The Company has taken steps to familiarize its directors including Independent Directors about the Company operations, procedures and practices, business model, industry in which the Company

Corporate Governance Report (Contd.)

operates and their role and responsibilities through necessary documents, reports and internal policies. The details of such programs can be accessed from the Company's website.

3. AUDIT COMMITTEE

The constitution of Audit Committee is as per requirement of Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 177 of the Companies Act, 2013.

The Audit Committee comprises of three Non-Executive Independent Directors and Mr. D. P. Maheshwari, Managing Director of the Company. Mr. R.K.Ganeriwala, President, CFO & Secretary, the Internal Auditors and Statutory Auditors are permanent invitees to the meeting.

The terms of reference of the Committee are:

1. Oversight of the Company's financial reporting process, disclosure of its financial Information, reviewing quarterly & yearly financial statements to ensure that the financial statement is correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment of the statutory auditor and the fixation of audit and other fees.
3. Reviewing with the management the annual financial statements and auditor's report thereon before submission to the Board for approval.
4. Reviewing and monitoring the auditor's independence and performance.
5. Recommending to the Board, the appointment and remuneration of Cost Auditor.
6. Reviewing with the management, performance of internal auditors and adequacy of the internal control systems.
7. To review the functioning of the Whistle Blower Mechanism.
8. Approval or any subsequent modification of transactions of the Company with related parties.

9. To evaluate internal financial controls and risk management systems.

10. Such other functions as may be prescribed under the applicable laws and regulations.

Four Meetings of the Audit Committee were held in 2015-2016 on 18th May, 2015; 3rd August, 2015; 5th November, 2015; and 29th January, 2016.

Attendance record of the Audit Committee Meetings.

Name of Directors	No. of Meetings
Mr. S.K. Tapuria (Chairman)	4
Mr. S.S. Kothari (Member) (Ceased w.e.f 29.01.2016)	1
Mr. Subodh Kumar Agrawal (Member)	4
Mr. D.P.Maheshwari (Member)	4

4. EVALUATION OF THE BOARD'S PERFORMANCE

During the year, the Board evaluated its own performance as well as that of its Committees and individual Directors, including the Chairman of the Board. The exercise was carried out covering various aspects of the Boards functioning such as composition of the Board & committees, qualification, experience & competencies, performance of specific duties & obligations, governance issues etc. Separate exercise was carried out to evaluate the performance of Non-Independent Directors including the Board Chairman who were evaluated on parameters such as attendance, contribution at the meetings and otherwise. The performance of Independent Directors has been evaluated based on the guidelines as provided under Schedule IV of the Act and it has been determined that their term of appointment shall be extended or continued as the case may be.

The evaluation of the Independent Directors was carried out by the entire Board except by the Director being evaluated and that of the Chairman and the Non-Independent Directors were carried out by the Independent Directors.

The directors were satisfied with the evaluation results, which reflected the overall engagement of the Board and its Committees with the Company.

5. NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee is constituted as per Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 178(1) of the Companies Act, 2013. The Nomination and Remuneration

Corporate Governance Report (Contd.)

Committee comprises of three Non Executive Directors and Mr R.K. Ganeriwala, President, CFO & Secretary acts as Secretary to this Committee. The committee had met once in the year 2015-16 on 18th May, 2015.

Attendance record of the Nomination and Remuneration Committee Meetings.

Name of Directors	No. of Meetings
Mr. B.M. Khaitan (Chairman)	1
Mr. S.S. Kothari (Member) (Ceased w.e.f 29.01.2016)	–
Mr. Prashant Jhawar (Member) (w.e.f 29.01.2016)	–
Mr. S.K. Tapuria (Member)	1

Terms of reference of this committee are :

- Determining/recommending the criteria for appointment of Executive, Non- Executive and Independent Directors to the Board.
- Determining/recommending the criteria for qualification, positive attributes and Independence of Directors and recommend to the Board a policy relating to the remuneration for the directors, key managerial personnel and other employees.
- Formulation of criteria for evaluation of performance of independent directors and the Board of Directors.
- Identifying candidates who are qualified to become Directors and who may be appointed in Senior Management and recommending to the Board their appointment and removal.
- Reviewing and determining all elements of remuneration package of all Executive Directors i.e. salary, benefits etc.
- Determining policy on service contract, notice period, severance fees for Directors and Senior Management.

Remuneration Policy

The Company follows a policy on remuneration of Directors and Senior Management Employees:

- Non Executive director shall be entitled to receive sitting fees for each meeting of the Board or Committee of the Board attended by him as may be approved by the Board of Directors within the overall limits prescribed under the Companies Act 2013 and the Companies Managerial Remuneration Rule, 2014.
- Non Executive Directors shall be entitled to receive commission not exceeding 1% of the net profit of the Company as may be approved by the Board and Shareholders, subject to the profitability of the Company.
- Executive Directors, Managing Director and Key Managerial Personnel(KMP) will carry out individual Performance appraisal review and recommend annual increment and performance incentive.

The Nomination and Remuneration Committee have formulated the criteria for determining qualifications, Positive attributes, and independence of a Director in line with the requirements as given under Schedule IV of the Companies Act, 2013. All the Independent Directors have been appointed based on such criteria's.

6. REMUNERATION OF DIRECTORS

The details of sitting fees paid to the Directors and salary and perks paid to the Executive Directors and Managing Director of the Company during the year 2015-2016 are given below :-

(₹ in '000)

Name of Directors	Sitting Fees		Total
	Board Meeting	Committee Meeting	
Mr. B. K. Birla	20	-	20
Mr. B. M. Khaitan	20	10	30
Mr. G. P. Goenka	20	-	20
Mr. Prashant Jhawar	40	-	40
Mr. S. S. Kothari	20	30	50
Mr. S. K. Tapuria	80	80	160
Mr. Subodh Kumar Agrawal	80	70	150
	280	190	470

Corporate Governance Report (Contd.)

	Salary	Value of perquisites	Retirement Benefits	Total
Mrs. Jayashree Mohta (Vice-Chairperson)	9000	-	-	9000
Service Contract			Re-appointed for 3 years from 1st April, 2016	
Notice Period			3 months	
Mr. Vikash Kandoi (Executive Director)	3600			3600
Service Contract			Re-appointed for 3 years from 1st April, 2015	
Notice Period			3 months	
Mr. D. P. Maheshwari (Managing Director)	6900	2381	1863	11144
Service Contract			Re-appointment for 3years from 27th June, 2016.	
Notice Period			3 months	

7. STAKEHOLDER RELATIONSHIP COMMITTEE

The Stakeholder Relationship Committee is constituted as per Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 178 (5) of the Companies Act, 2013. The Stakeholder Relationship Committee comprises of three Non-Executive Independent Director and Mr. D. P. Maheshwari, Managing Director of the company, Mr. R.K. Ganeriwala, President, CFO & Secretary is the Compliance Officer of the Company. The Company had received 29 complaints from the shareholders and all of them have been resolved to the satisfaction of those shareholders. The shares are traded on the Stock Exchanges in compulsory dematerialised form. There are no pending complaints as on 31st March, 2016.

POSITION OF THE SHAREHOLDERS' COMPLAINTS RECEIVED AND REDRESSED DURING THE FINANCIAL YEAR 2015-2016.

Types of Grievances	Total Complaints received during the year 2015-2016	Total Redressed	No. of Complaints pending As on 31.03.2016
Non-receipt of Dividend Warrant	23	23	Nil
Non-receipt of ECS Intimation Letter	2	2	Nil
Non-receipt of Annual Report	4	4	Nil
Total	29	29	Nil

Two Meetings of the stakeholder relationship Committee were held in 2015-2016 on 18th May, 2015 and 6th November, 2015.

Corporate Governance Report (Contd.)

Attendance record of the Stakeholder Relationship Committee Meetings.

Name of Directors	No. of Meetings
Mr. S. K. Tapuriah (Chairman)	2
Mr. S. S. Kothari (Member) (Ceased w.e.f 29.01.2016)	1
Mr. Prashant Jhawar (Member) (w.e.f. 29.01.2016)	–
Mr. Subodh Kumar Agrawal (Member)	2
Mr. D. P. Maheshwari (Member)	2

8. WHISTLE BLOWER POLICY

In terms of provision of Section 177(9) of the Companies Act, 2013, the Company has implemented a vigilance mechanism which includes implementation of the Whistle Blower Policy.

The Policy encourages Directors and employee to bring to the Company's attention, instances of unethical behavior, actual or suspected incidents of fraud or violation of the code of conduct that could adversely impact the Company's operations, business performance and/or reputation.

The Company will investigate such reported incidents in an impartial manner and take appropriate action to ensure that the requisite standards of professional and ethical conduct are always upheld. The Policy is also posted on the website of the Company.

The main objectives of the Policy are as under :

- To protect the brand, reputation and assets of the Company from loss or damages resulting from suspected or confirmed incidents of fraud/misconduct.
- To provide healthy and fraud free culture
- To provide guidance to the employees on reporting any suspicious activities and handling critical information and evidence.

No personnel has been denied access to the Audit Committee.

9. GENERAL BODY MEETINGS

- The details of Annual General Meetings held in last three years are as under :

AGM	Year	Venue	Date	Time
Sixty Seventh	2012-2013	Kala Kunj 48, Shakespeare Sarani, Kolkata-700017	29th July, 2013	10.30 A.M.
Sixty Eighth	2013-2014	-do-	1st August, 2014	10.30 A.M.
Sixty Ninth	2014-2015	-do-	4th August, 2015	10.30 A.M.

- SPECIAL RESOLUTIONS PASSED IN THE LAST THREE AGMS:**

a) In the AGM on 4th August, 2015 :

Four Special Resolution were proposed and approved:

- Re-appointment of Mrs. Jayashree Mohta Whole-time Director designated as Vice Chairperson for a term of three years w.e.f 01.04.2016.
- Re-appointment of Mr. D. P. Maheshwari Managing Director of the company for a term of three years w.e.f. 27.06.2016
- To increase Borrowing Power of the Company from ₹ 500 crore to ₹ 700 crore u/s 180(1)(c) of the Companies Act, 2013

- To authorize Board for Creation of Security upto a limited of ₹ 700 crore u/s 180(1)(a) of the Companies Act, 2013

b) In the AGM on 1st August, 2014 :

Two Special Resolution were proposed and approved:

- Payment of overall and minimum remuneration to Mrs. Jayashree Mohta, Vice Chairperson in case of absence of inadequacy of profits in any financial year for the remaining tenure from 01.04.2014 to 31.03.2016.

Corporate Governance Report (Contd.)

- ii) Re-appointment of Mr. Vikash Kandoi Whole-time Director under the designation "Executive Director for a term of three years w.e.f 01.04.2015.
- c) **In the AGM on 29th July, 2013 :**
 One Special Resolution was proposed and approved:
 - i) To pay commission to the Directors of the Company not exceeding 1% of the net profits of the Company calculated in accordance with the provision of Section 198 & 349 of the Act. The remuneration will be distributed amongst the Directors as may be determined by the Board of Directors for a period of 5 years w.e.f. 1st April, 2014.
 - iii) All the resolutions set out in the respective notices were passed by the shareholders.
 - iv) No resolution was put through postal ballot during the year 2015-2016.
- ii) of transactions with the related parties set out in note no. (P) of the Standalone Financial Statements, forming part of the Annual Report. Related Party Transaction Policy is available on the Company's website, at the web link: <http://jayshreetea.in/corporate/policy/>
- ii) The Company has followed all Accounting Standards as specified under section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 while preparing Financial Statements. No deviation from the same has been made during the year.
- iii) There were no strictures or penalties imposed on the Company by Stock Exchanges or SEBI, or any statutory authority for non-compliance of any matter related to capital markets, during the last three years.
- iv) During the year ended 31st March, 2016, the Company does not have any material listed/unlisted subsidiary company as defined in Regulation 16 of the Listing Regulations. The Company has framed the policy for determining material subsidiary as required under Regulation 16 of the Listing Regulation and the same is disclosed on the Company's website. The web link is: <http://jayshreetea.in/corporate/policy/>.
- v) The Company has complied with all the applicable mandatory requirements stipulated under Regulation 27 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

10. DISCLOSURES

- i) There were no materially significant transactions with related parties as defined under Listing Regulations, "Related Party Transactions" entered into by the Company that may have potential conflict with the interests of the Company at large. The Register of Contracts containing the transactions in which Directors are interested is regularly placed at the Board meetings. Attention of Members is drawn to the disclosures

11. MD/CFO CERTIFICATE

The Managing Director and President, CFO & Secretary have issued certificate pursuant to the provisions of Regulation 17(8) of the Listing Regulations certifying that the financial statements do not contain any materially untrue statement and these statements represent a true and fair view of the Company's affairs. The said certificate is annexed and forms part of the Annual Report.

12. MEANS OF COMMUNICATION

Quarterly results

The results of the Company are published in the Newspapers and uploaded on the website of the Company.

Any website, where displayed

www.jayshreetea.com

Whether, it also displays official news releases ; and

Yes

The presentations made to institutional investors or the analysts

Uploaded on the website.

Newspapers in which results are normally published in

Business Standard (all India edition)
 Arthik Lipi (Bengali - local edition)

Corporate Governance Report (Contd.)

SHAREHOLDERS' INFORMATION

1. ANNUAL GENERAL MEETING

Date and time	: 5th August, 2016 at 1:00 P.M.
Venue	: Kala Kunj 48, Shakespeare Sarani Kolkata - 700017

2. FINANCIAL CALENDER (Tentative)

Financial Year	: April to March
Financial Reporting for the Quarter Ending	
June 30, 2016	: By 14th August, 2016
September 30, 2016	: By 14th November, 2016
December 31, 2016	: By 14th February, 2017
Audited Yearly Results for the Year Ended 31st March, 2017	: By 30th May, 2017.

3. DATE OF BOOK CLOSURE	: 29th July, 2016 to 5th August, 2016 (both days inclusive)
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4. DIVIDEND PAYMENT DATE	: By 2nd week of August, 2016 (after declaration at AGM)
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5. LISTING ON STOCK EXCHANGES	: The Calcutta Stock Exchange Association Ltd. (CSE) 7, Lyons Range, Kolkata - 700001 BSE Limited (BSE) Phiroze Jeejeebhoy Towers Dalal Street, Mumbai - 400 001 National Stock Exchange of India Limited (NSE) "Exchange Plaza", Bandra-Kurla Complex Bandra (E), Mumbai - 400 051 The Company has paid listing fee for 2015-16.
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6. STOCK CODE

Name of the Stock Exchange	Stock Code
The Calcutta Stock Exchange Ltd.	10000036
Bombay Stock Exchange Ltd.	509715
The National Stock Exchange of India Ltd.	JAYSREETEA
ISIN Number for NSDL & CDSL	INE364A01020

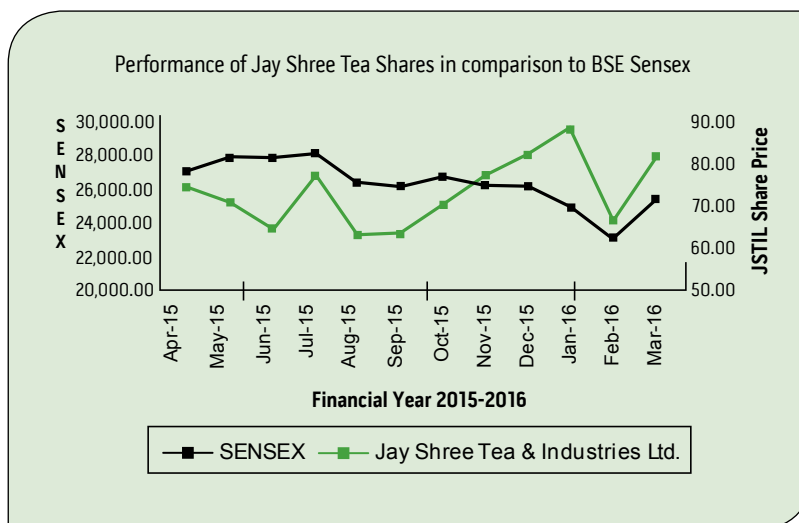
7. STOCK MARKET DATA: The details of monthly high, low and close price of the shares on Bombay Stock Exchange Ltd. and The National Stock Exchange of India Ltd., where the Company's shares are most frequently traded throughout the last financial year are as under :

Corporate Governance Report (Contd.)

(In ₹ 5/- Per Share)

Month	Bombay Stock Exchange (BSE)			National Stock Exchange (NSE)		
	High	Low	Close	High	Low	Close
April 2015	84.90	72.00	74.20	85.00	71.00	74.50
May 2015	76.40	69.00	70.55	76.80	69.10	70.15
June 2015	71.90	62.10	64.20	72.35	62.10	64.40
July 2015	80.85	63.55	76.95	80.90	63.70	76.90
Aug. 2015	83.00	59.05	62.90	83.00	56.10	62.90
Sept. 2015	68.75	57.85	63.05	66.40	57.25	63.00
Oct. 2015	76.60	62.35	70.30	76.80	62.50	70.10
Nov. 2015	82.80	66.80	76.80	83.00	66.15	76.40
Dec. 2015	86.95	75.40	81.80	86.80	75.05	84.70
Jan. 2016	91.90	72.00	87.90	91.80	71.35	88.15
Feb. 2016	89.00	62.00	66.30	89.00	62.40	66.35
March 2016	89.35	66.75	81.65	89.20	66.20	81.65

8. STOCK PERFORMANCE



9. REGISTRAR & TRANSFER AGENTS

Maheshwari Datamatics Pvt.Ltd.
 6, Mangoe Lane, Kolkata - 700 001
 Telephone No.(033)2243-5029 Fax (033) 2248-4787
 E-mail : mdpldc@yahoo.com

10. SHARE TRANSFER SYSTEM

The shares received for transfer in physical mode, if in order in all respects are registered and returned within 2 weeks from the date of lodgment.

Corporate Governance Report (Contd.)

11. DISTRIBUTION OF SHAREHOLDING

The shareholding distribution of equity shares of face value of ₹ 5/- per share as on 31st March, 2016 is given below :

No. of Shares held	No. of Shareholder	% Shareholders	No. of Shares	% of Shareholdings
1 to 500	19089	86.96	2367913	8.20
501 to 1000	1411	26.43	1122774	3.89
1001 to 2000	750	3.42	1127692	3.91
2001 to 3000	207	0.94	525778	1.82
3001 to 4000	122	0.56	433864	1.50
4001 to 5000	110	0.50	512109	1.77
5001 to 10000	138	0.63	984917	3.41
10001 & Above	124	0.56	21802441	75.50
TOTAL	21951	100.00	28877488	100.00

12. SHARE HOLDING PATTERN AS ON 31st MARCH, 2016

Category	No. of Shareholders	% of Shareholders	No. of Shares held	% of Shareholding
Promoters & Promoters Group	17	0.08	16292678	56.42
Financial Institutions, Banks & Mutual Funds	31	0.14	596818	2.06
Foreign Institutional Investors	3	0.01	1480000	5.13
Private Body Corporates	639	2.91	2161123	7.48
NRI/OCB/Foreign National	334	1.52	362152	1.26
Trust	1	0.01	606920	2.10
Individuals	20926	95.33	7377797	25.55
TOTAL	21951	100.00	28877488	100.00

13. DEMATERIALISATION OF SHARES AND LIQUIDITY

About 97.10% of the total equity share capital is held in demat form with NSDL & CDSL as on 31st March, 2016.

14. OUTSTANDING GDRs/ADRs/WARRANTS OR ANY CONVERTIBLE INSTRUMENTS, CONVERSION DATE AND LIKELY IMPACT ON EQUITY

None

15. COMMODITY PRICE RISK OR FOREIGN EXCHANGE RISK AND HEDGING ACTIVITIES

The Company is dealing with agro based commodities tea & sugar and hence is subjected to price risk relating to commodity price risk. The Company do not engage itself in commodity hedging activities. It is hedging foreign exchange exposures from time to time.

16. LOCATION OF COMPANY'S UNITS

As given on the inside of back cover of the Annual Report.

17. INVESTORS CORRESPONDENCE

Mr. R. K. Ganeriwala
President, CFO & Secretary
Jay Shree Tea & Industries Ltd.
"Industry House" (15th Floor)
10, Camac Street, Kolkata-700 017
Telephone : (033) 2282-7531/4 (4 lines), Fax : (033) 2282-7535
E-mail : rkg@jayshreetea.com/shares@jayshreetea.com
Website : www.jayshreetea.com

Corporate Governance Report (Contd.)

DECLARATION REGARDING CODE OF CONDUCT

The Company has a Code of Conduct (Code) for all the members of the Board and Senior Management Personnel of the Company. The said "Code" has been circulated to the members of the Board and Senior Management Personnel, who have confirmed compliance of the same for the year ended 31st March, 2016. The said "Code" is also been posted on www.jayshreetea.com, the website of the Company. Based on the above, it is hereby declared that the Code has been complied with by all.

For **Jay Shree Tea & Industries Limited**

D. P. Maheshwari
(Managing Director)

Kolkata, the 3rd Day of May, 2016

MD/CFO CERTIFICATE

To,
The Board of Directors,
Jay Shree Tea & Industries Limited

- a) We have reviewed the financial statements and the Cash Flow Statement for the year ended 31st March 2016 duly audited by M/s. Singhi & Co., Chartered Accountants, Kolkata and that to the best of our knowledge and belief;
 - i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) To the best of our knowledge and belief, no transactions entered into by the Company during the year could be considered as fraudulent, illegal or violative of the Company's Code of Conduct.
- c) We do accept the responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the company and we have disclosed to the Auditors and that the Audit Committee deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicted to the Auditors and the Audit committee :
 - i) Significant changes, if any, in the internal control over financial reporting during the year
 - ii) Significant changes, if any, in accounting policies made during the year and that the same have been disclosed in the notes to the financial statement; and
 - iii) Instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

Kolkata, the 3rd day of May, 2016

R. K. Ganeriwala
(President, CFO & Secretary)

D. P. Maheshwari
(Managing Director)

Corporate Governance Report (Contd.)

AUDITORS' CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To
The Members
Jay Shree Tea & Industries Limited

We have examined the compliance of conditions of Corporate Governance of M/s Jay Shree Tea & Industries Limited ('the Company'), for the year ended on 31st March, 2016 as stipulated in Clause 49 of the Listing Agreement ('Listing Agreement') of the Company with the stock exchanges for the period 1st April 2015 to 30th November 2015 and as per the relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') as referred to in Regulation 15 (2) of the Listing Regulations for the period 1st December 2015 to 31st March, 2016.

The compliance of conditions of corporate governance is the responsibility of the Management. Our examination was limited to procedures 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 in the above mentioned Listing Agreement/Listing Regulations, as applicable.

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 management has conducted the affairs of the Company.

For **SINGHI & Co.**
Chartered Accountants
(Firm Registration No. 302049E)

Aditya Singhi
Partner
(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

Statement pursuant to Section 129 of Companies Act, 2013

Statement containing salient features of the financial statement of subsidiaries/
 associate companies/joint ventures for the year ended 31.03.2016

PART "A": SUBSIDIARIES

(₹ in Lacs)

Sl. No.	1	2	3	4
Name of the subsidiary	North Tukvar Tea Co. Ltd.	Jayantika Investment & Finance Ltd. (Formerly Parvati Tea Co. Ltd.)	Majhulia Sugar Industries Pvt. Ltd.	Birla Holdings Ltd.
Reporting period for the subsidiary concerned, if different from the holding company's reporting period	N.A.	N.A.	N.A.	N.A.
Reporting currency and exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.	N.A.	N.A.	N.A.	USD/INR = 66.26 US\$/INR = 0.0197
Share Capital	240.38	129.50	1.00	1.84
Reserves & Surplus	(294.14)	5264.04	(0.12)	70.30
Total Assets	351.43	5872.93	2.00	4531.83
Total Liabilities (excluding Capital & Reserves)	405.19	479.39	1.12	4459.69
Investments	79.17	5301.50	-	1095.23
Turnover	-	43.95	-	1517.74
Profit/(Loss) before taxation	(0.73)	46.56	(0.12)	9.06
Provision for taxation	-	6.78	-	8.70
Profit/(Loss) after taxation	(0.73)	39.78	(0.12)	17.76
Proposed Dividend	-	1.50	-	-
% of shareholding	90.50%	100%	100%	100%

PART "B": ASSOCIATES AND JOINT VENTURES

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

Name of Associates / Joint Ventures

Tea Group Investment Co. Ltd. (Joint Venture)

1. Latest Audited Balance Sheet Date	31.12.2015
2. Shares of Joint Venture held by the company at the year end	744600 Shares of AED 1 each
Amount of Investment in Joint Venture	51.95
Extent of Holding %	50%
3. Description of how there is significant influence	N.A.
4. Reason why the Associate / Joint Venture is not consolidated	N.A.
5. Net Worth attributable to Shareholding as per latest Audited Balance Sheet	2507.64
6. Profit / (Loss) for the year	
i) Considered in Consolidation	1105.85
ii) Not Considered in Consolidation	N.A.

Notes:

1. Names of subsidiaries/associates/joint ventures which are yet to commence operations.	NIL
2. Names of subsidiaries/associates/joint ventures which have been liquidated or sold during the year.	NIL

For and on behalf of Board of Directors

Kolkata, the 3rd day of May, 2016

R. K. Ganeriwala
 (President, CFO & Secretary)

D. P. Maheshwari
 (Managing Director)

B. K. Birla
 (Chairman)

Financial Highlights for five years

		(₹ in Lacs)				
		2015-16	2014-15	2013-14	2012-13	2011-12
A	Assets Owned by the Company					
	1 Non Current Assets					
a)	Fixed Assets :					
	Gross Block	47505.23	46323.85	45706.19	41807.04	40513.81
	(Incl.Capital Work in Progress)					
	Less:Accumulated Depreciation / Amortisation	14914.25	13751.38	13391.46	12158.50	11140.37
	Net Block	32590.98	32572.47	32314.73	29648.54	29373.44
b)	Non-Current Investments	22974.34	22940.12	24693.08	22483.61	20918.03
c)	Long term Loans & Advances	1892.25	2213.64	2460.45	2369.84	1469.02
d)	Other Non-Current Assets	4.64	6.32	1408.55	8.30	4.10
	2 Current Assets					
a)	Current Investments	1849.99	937.35	25.00	1794.84	1011.56
b)	Inventories	22516.84	24265.11	23624.80	24788.02	21344.50
c)	Trade Receivable	8230.16	8399.92	7446.60	8086.04	7171.39
d)	Cash and Bank Balance	3131.57	8883.96	12122.96	6339.60	1113.65
e)	Short Term Loans and Advances	2024.85	1789.58	2574.37	3825.04	10933.94
f)	Other Current Assets	3042.47	3071.01	3330.07	2104.24	2094.87
	Total Assets	98258.09	105079.48	110000.61	101448.07	95434.50
B	Dues to be paid by the Company					
	1 Non Current Liabilities					
a)	Long Term Borrowings	13836.74	13029.11	15683.92	7272.89	10952.35
b)	Deferred Tax Liabilities (Net)	414.88	369.07	1081.23	1312.49	933.44
c)	Other Long Term Liabilities	251.30	166.42	121.78	123.27	99.85
d)	Long Term Provisions	582.30	546.85	507.87	495.73	390.79
	2 Current Liabilities					
a)	Short Term Borrowings	16813.43	24288.23	32638.60	27424.97	27338.65
b)	Trade Payables	17141.17	17360.63	13153.92	12224.35	9963.11
c)	Other Current Liabilities	11062.64	9335.25	4450.90	10140.94	6682.82
d)	Short Term Provisions	3310.01	2916.59	2846.16	3318.59	2735.42
	Total Liabilities	63412.47	68012.15	70484.38	62313.23	59096.43
C	Company's Net Worth	34845.62	37067.33	39516.23	39134.84	36338.07
D	Equity Shareholders' Fund					
	Represented By:					
a)	Share Capital	1443.87	1443.87	1443.87	1443.87	1443.87
b)	Share Suspense	-	-	-	-	-
c)	Reserves & Surplus	33401.75	35623.46	38072.36	37690.97	34894.20
		34845.62	37067.33	39516.23	39134.84	36338.07
	Net Worth per Equity Share of ₹ 5/- each (in ₹)	120.67	128.36	136.84	135.52	125.84
	Dividend per Equity Share of ₹ 5/- each (in ₹)	1.00	1.00	2.00	4.00	3.00

Figures for Previous years have been regrouped/rearranged

Financial Highlights for five years (Contd.)

(₹ in Lacs)

	2015-16	2014-15	2013-14	2012-13	2011-12
A INCOME:					
1 Revenue from Operation (Net)	69599.15	68471.34	69951.41	66947.34	61695.12
2 Other Income	1844.60	1474.23	4003.02	1481.05	1034.29
TOTAL INCOME :	71443.75	69945.57	73954.43	68428.39	62729.41
B EXPENDITURE :					
1 (Increase)/Decrease in stock	1535.32	(673.79)	920.71	(3804.39)	(1722.31)
2 Purchases	7027.14	5937.31	8985.98	7865.60	8011.80
3 Raw Materials Consumed	19873.11	24643.95	22176.75	22549.27	20612.25
4 Employees Cost	21485.51	18710.83	17299.06	16484.00	14634.03
5 Consumption of Stores & Spare Parts	4336.46	4457.01	4132.87	3816.75	3594.72
6 Power & Fuel	4086.24	4196.70	4075.44	3680.29	3526.13
7 Manufacturing & Other Miscellaneous Exp.	5513.82	5843.02	7000.30	5579.95	4964.59
8 Selling & Distribution Expenses	3652.24	3657.63	3429.22	3132.78	3552.09
9 Depreciation/Amortisation	1638.26	1359.22	1517.63	1310.11	1497.18
10 Interest (Net)	3922.79	3929.41	4203.34	2509.82	2327.61
TOTAL EXPENDITURE	73070.89	72061.29	73741.30	63124.18	60998.09
Profit/(Loss) before Taxation	(1627.14)	(2115.72)	213.13	5304.21	1731.32
Provision for Taxation-Current Tax	110.00	200.00	110.00	960.00	385.00
MAT Credit Entitlement	133.41	173.07	—	(45.65)	34.23
Tax Adjustment for earlier years	—	(16.82)	—	4.07	(4.05)
Provision for Taxation-Deferred Tax	45.81	(569.63)	(231.26)	379.05	(115.96)
Profit/(Loss) after Taxation	(1916.36)	(1902.34)	334.39	4006.74	1432.10
Balance B/F from previous year	4210.00	6347.46	6527.47	5949.52	5496.36
Balance available for appropriation	2293.64	4445.12	6861.86	9956.26	6928.46
C APPROPRIATION :					
1 General Reserve	—	—	50.00	2500.00	500.00
2 Proposed Equity Dividend	282.71	217.42	434.84	869.67	652.25
3 Tax on Dividend (incl.surcharge on dividend)	23.02	17.70	29.56	59.12	42.32
4 Dividend Tax related to earlier years	(0.38)	—	—	—	(215.63)
5 Balance carried to Balance Sheet	1988.29	4210.00	6347.46	6527.47	5949.52
	2293.64	4445.12	6861.86	9956.26	6928.46

Figures for Previous years have been regrouped/rearranged

Independent Auditors' Report

To The Members of
Jay Shree Tea & Industries Limited

REPORT ON THE STANDALONE FINANCIAL STATEMENTS

We have audited the accompanying standalone financial statements of **JAY SHREE TEA & INDUSTRIES LIMITED** ('the Company'), which comprise the Balance Sheet as at 31st March 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE 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 financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and

matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the 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 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, 2016, and its loss and its cash flows for the year ended on that date.

EMPHASIS OF MATTER

We draw attention to the following matter in the Notes to the financial statements:

- i) Refer Note no. 2.28.D.iii regarding carry forward of minimum alternate tax (MAT) credit entitlement of ₹ 111.94 lacs based on future taxable income projected by the company.
- ii) Refer Note no. 2.28.F.ii regarding non-provision for diminution in value of investment of a subsidiary company amounting to ₹ 356.20 lacs and non-provision for advances and security deposits given to such subsidiary amounting to ₹ 388.35 lacs.

Our opinion is not modified in respect of these matters.

Independent Auditors' Report (Contd.)

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 sub-section (11) of section 143 of the Act, we give in the Annexure 'A' a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) The matters described in the 'Emphasis of Matter' paragraph above, in our opinion, may not have an adverse effect on the functioning of the Company.
 - f) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act;
 - g) 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'.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – refer note 2. 28 (A)&(D) (i) to the financial statements;
 - ii) The Company did not have any material foreseeable losses on long term contracts including derivative contracts;
 - iii) There has been no delay in transferring any amounts to the Investor Education and Protection Fund by the Company during the year.

For **SINGHI & Co.**
Chartered Accountants
(Firm Registration No. 302049E)

Aditya Singhi
Partner
(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

Annexure - A to the Independent Auditors' Report

The Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors' Report of even date in respect to statutory audit of Jay Shree Tea & Industries Limited for the year ended 31st March 2016, we report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) According to the information and explanation given to us, based on a phased manner, the fixed assets of the Company have been physically verified by the management and no material discrepancies between the book records and the physical inventory was noticed. In our opinion, the frequency of such verification is reasonable.
- (c) According to the information and explanation given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties as shown in note no. 2.10 of the financial statements are held in the name of the Company except for (a) 5 (five) leases of Tea Plantation & Buildings thereat having a gross carrying value of ₹ 3936.74 lacs (Net carrying amount ₹ 3805.52 lacs) which is under renewal (b) 3 (three) cases of freehold land & 2 (two) cases of buildings with carrying value of ₹ 120.59 lacs (Net carrying amount ₹ 114.57 lacs), titles for which is pending registration and (c) 1 (one) case of freehold land with carrying value of ₹ 93.96 lacs (Net carrying amount ₹ 93.96 lacs), title deeds of which are untraceable. Land revenue / tax are being paid regularly to the concerned authorities in all cases.
- ii. According to the information and explanation given to us, the inventory has been physically verified by the management at reasonable intervals during the year. The discrepancies noticed on physical verification of inventory as compared to book records were not material.
- iii. The Company has granted unsecured loan to a company covered in the register maintained under section 189 of the Companies Act, 2013.
 - (a) In our opinion, the rate of interest and other terms and conditions on which the loan has been granted to such company were, prima facie, not prejudicial to the interest of the Company
 - (b) The loan and interest thereon is repayable on demand. In view of negative net-worth of the borrower company, we have drawn an emphasis of matter in respect of such advance in our main audit report.
- 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, investments and guarantees made.
- v. The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Companies Act 2013 and the rules framed there under.
- vi. The Central Government has prescribed maintenance of cost records under section 148 (1) of the Companies Act relating to plantation, chemical and Sugar units of the Company. We have broadly reviewed such accounts and records and are of the opinion that prima facie, the prescribed accounts & records have been made and maintained but no detailed examination of such records and accounts have been carried out by us.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is generally been regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues during the year by the Company with the appropriate authorities and no such dues were in arrears, as at 31st March, 2016 for a period of more than six months from the date they became payable
- (b) According to the information and explanations given to us and the records of the Company examined by us, the dues of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax and cess as at 31st March, 2016 which have not been deposited on account of dispute and the forum where the disputes are pending are as under:

Statute	Nature of dues	Forum where dispute is pending	Amount involved (₹ in lacs)	Period to which relates
The Income Tax Act 1961	Income Tax	Commissioner of Income Tax (Appeals)	179.65	Assessment Year 2005-06 to 2013-14
W.B. Value Added Tax Act 2003/ The Central Sales Tax Act 1956	Sales Tax/ C.S.T	First Appellate Authorities / Revisional Board.	155.32	1996-97, 1999-00, 2001-02, 2005-06, 2006-07, 2007-08, 2008-09, 2009-10, 2010-11, 2011-12 and 2012-13
W.B. Value Added Tax Act 2003	Sales Tax	W.B. Taxation Tribunal	34.53	2003-04, 2005-06 and 2006-07
The Central Excise Act, 1944	Excise Duty	CESTAT, Kolkata	50.05	2004-05
The West Bengal Tax on Entry of Goods into Local Areas Act, 2012	Entry Tax	Calcutta High Court	88.78	2013-14, 2014-15 and 2015-16

- viii. Based on our audit procedures and on the basis of information and explanations given by the management, the Company has not defaulted in repayment to dues to financial institutions and banks during the year.
- ix. Based on information and explanations given to us and records of the Company examined by us, in our opinion, the term loans have been applied for the purpose for which they were obtained.
- x. According to the information and explanations given to us, no 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 given to us and based on our examination of the records of the Company, the Company has paid 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 given to us and based on our examination of the records of the Company, the Company did not make 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 **SINGHI & Co.**
 Chartered Accountants
 (Firm Registration No. 302049E)

Aditya Singhi
 Partner

Kolkata, the 3rd day of May, 2016

(Membership No. 305161)

Annexure - B to the Independent Auditors' Report

The Annexure referred to in paragraph 2 (g) under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors' Report of even date in respect to the internal financial control under clause (i) of sub-section 3 of section 143 of the Act of **Jay Shree Tea & Industries Limited** for the year ended 31st March 2016, we report that:

We have audited the internal financial controls over financial reporting of **Jay Shree Tea & Industries Limited** ("the Company") as of 31st March 2016 in conjunction with our audit of the 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 Act.

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 ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence 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

Annexure - B to the Independent Auditors' Report (Contd.)

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 31st March 2016, 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 ICAI.

For **SINGHI & Co.**
Chartered Accountants
(Firm Registration No. 302049E)

Aditya Singhi
Partner
(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

Balance Sheet as at 31st March, 2016

(₹ in Lacs)

	Note No.	As at 31st March, 2016		As at 31st March, 2015	
EQUITY AND LIABILITIES					
SHAREHOLDERS' FUNDS					
Share Capital	2.1	1443.87		1443.87	
Reserves and Surplus	2.2	33401.75	34845.62	35623.46	37067.33
NON-CURRENT LIABILITIES					
Long-Term Borrowings	2.3	13836.74		13029.11	
Deferred Tax Liabilities (Net)	2.4	414.88		369.07	
Other Long-Term Liabilities	2.5	251.30		166.42	
Long-Term Provisions	2.6	582.30	15085.22	546.85	14111.45
CURRENT LIABILITIES					
Short-Term Borrowings	2.7	16813.43		24288.23	
Trade Payables					
Total outstanding dues of Micro Enterprises & Small Enterprises	2.8	—		—	
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises	2.8	17141.17		17360.63	
Other Current Liabilities	2.9	11062.64		9335.25	
Short-Term Provisions	2.6	3310.01	48327.25	2916.59	53900.70
TOTAL			98258.09		105079.48
ASSETS					
NON-CURRENT ASSETS					
Fixed Assets					
Tangible Assets	2.10	32169.10		30989.91	
Capital Work-In-Progress	2.10	421.88	32590.98	1582.56	32572.47
Non-Current Investments	2.11	22974.34		22940.12	
Long-Term Loans and Advances	2.12	1892.25		2213.64	
Other Non-Current Assets	2.13	4.64	24871.23	6.32	25160.08
CURRENT ASSETS					
Current Investments	2.14	1849.99		937.35	
Inventories	2.15	22516.84		24265.11	
Trade Receivables	2.16	8230.16		8399.92	
Cash and Bank Balances	2.17	3131.57		8883.96	
Short-Term Loans and Advances	2.12	2024.85		1789.58	
Other Current Assets	2.13	3042.47	40795.88	3071.01	47346.93
TOTAL			98258.09		105079.48

Significant Accounting Policies

1

The Notes are an integral part of the Financial Statements

As per our report of even date annexed

For and on behalf of the Board of Directors

For **SINGHI & CO.**

Chartered Accountants

(Firm Registration No. 302049E)

Aditya Singhi

Partner

(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

R. K. Ganeriwala
(President, CFO & Secretary)**D. P. Maheshwari**
(Managing Director)**B. K. Birla**
(Chairman)

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

(₹ in Lacs)

	Note No.	For the year ended 31st March, 2016	For the year ended 31st March, 2015
INCOME			
Revenue from Operations (Gross)	2.18	70501.80	69386.83
Less : Excise Duty		902.65	915.49
Revenue from Operations (Net)		69599.15	68471.34
Other Income	2.19	2375.25	2274.85
Total Revenue		71974.40	70746.19
EXPENSES			
Cost of Materials Consumed	2.20	19873.11	24643.95
Purchases of Traded Goods	2.21	7027.14	5937.31
(Increase)/ Decrease in Inventories of Finished Goods, Work-in-Progress and Traded Goods	2.22	1535.32	(673.79)
Employee Benefits Expense	2.23	21485.51	18710.83
Finance Costs	2.24	4453.44	4730.03
Other Expenses	2.25	17588.76	18154.36
		71963.28	71502.69
Profit/(Loss) before Tax, Depreciation and Amortization		11.12	(756.50)
Depreciation and Amortization Expense	2.26	1638.26	1359.22
Profit/(Loss) before Tax		(1627.14)	(2115.72)
Tax Expense	2.27		
Current Tax		243.41	356.25
Deferred Tax		45.81	(569.63)
Profit/(Loss) for the year		(1916.36)	(1902.34)
Basic & Diluted Earnings Per Share ₹ [nominal value ₹ 5/-] (Refer Note. 2.28.R)		(6.63)	(6.59)

Significant Accounting Policies

1

The Notes are an integral part of the Financial Statements

As per our report of even date annexed

For and on behalf of the Board of Directors

For **SINGHI & CO.**

Chartered Accountants

(Firm Registration No. 302049E)

Aditya Singhi

Partner

(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

R. K. Ganeriwala
(President, CFO & Secretary)**D. P. Maheshwari**
(Managing Director)**B. K. Birla**
(Chairman)

Cash Flow Statement for the year ended 31st March, 2016

(₹ in Lacs)

	2015-16	2014-15
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit/ (Loss) before tax and extraordinary items	(1627.14)	(2115.72)
Adjustments for -		
Depreciation/Amortisation Expenses	1639.08	1360.04
Dividend income	(84.31)	(32.89)
Finance Costs	4453.44	4730.03
Forward Contract Charges	152.40	77.13
Interest Income	(530.65)	(800.62)
(Profit)/Loss on sale of Fixed Assets (net)	(404.53)	13.36
Excess Liabilities & Unclaimed Balances written back	(210.04)	(34.06)
Excess / Short Provisions related to earlier year (net)	(159.16)	(119.25)
Loans, Advances, investment & claims written off (net)	22.50	521.66
Provisions for Doubtful debts & Advances	21.27	111.50
Investment written off	-	8.31
Net (Gain)/Loss on sale of Investment	(242.52)	(567.06)
Net Loss / (Gain) on foreign currency transactions and translations	(395.04)	(317.93)
Operating profit before working capital changes	2635.30	2834.50
Adjustments for -		
Trade Receivables and Loans & Advances	259.32	(1499.05)
Inventories	1748.27	(640.31)
Trade payables, Other liabilities & Provisions	1081.30	5286.24
Cash generated from / (used in) operations	5724.19	5981.38
Direct taxes (paid) / refund ^	(133.59)	(109.50)
Exchange difference realised (net)	305.65	311.92
Net cash from / (used in) operating activities	5896.25	6183.80
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of/advance for Fixed Assets/Capital Work in Progress	(2034.25)	(2343.43)
Sale of Fixed Assets/ Investment Property	2455.89	106.56
Receipt of capital subsidy	47.17	7.92
Redemption of NCD in a Subsidiary	499.00	-
Loans & Advances to Subsidiaries and Joint Venture (net)	(397.51)	(255.24)
(Purchase) / sale of long term investments (net)	(2504.02)	2445.49
(Investment) / Maturity of Bank Fixed Deposits	(1406.98)	1503.23
Loans and Advances to companies (net)	-	250.00
Interest received	387.87	768.13
Dividend Income	84.31	32.89
Net cash from / (used in) investing activities	(2868.52)	2515.55

Cash Flow Statement for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	2015-16	2014-15
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from long term borrowings	8347.00	3600.00
Repayments of long term borrowings	(6254.81)	(2104.91)
Proceeds from short term borrowings (net)	(7474.80)	(8253.63)
Proceeds from short term borrowings from a Subsidiary (net)	-	(96.74)
Dividend including dividend tax paid	(234.74)	(464.40)
Interest paid	(4438.14)	(4475.10)
Forward Contract Charges for Borrowings	(132.84)	(46 .39)
Net cash from / (used in) financing activities	(10188.33)	(11841.17)
Net increase / (decrease) in cash and cash equivalent (A+B+C)	(7160.60)	(3141.82)
Cash and cash equivalents as at 01.04.2015	8259.62	11401.44
Cash and cash equivalents as at 31.03.2016 \$	1099.02	8259.62
	(7160.60)	(3141.82)

^Although investing activities attract tax on income arising out of these activities, for the purpose of the Cash Flow entire tax refund and tax payment has been considered as part of operating activities only.

\$ Cash and cash equivalent consist of :-

Cash & Cash Equivalents *

	As at 31st March, 2016	As at 31st March, 2015
Cash , cheques, drafts on hand etc.	220.74	89.62
Balance and Fixed deposits with Banks	878.28	8170.00
Total	1099.02	8259.62

The aforesaid statement is prepared on indirect method.

* Does not include any amount of significant cash & cash equivalent which are not available for use.

The figures of the previous year have been reclassified to conform to current year classification.

As per our report of even date annexed

For **SINGHI & CO.**

Chartered Accountants

(Firm Registration No. 302049E)

Aditya Singhi

Partner

(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

For and on behalf of the Board of Directors

R. K. Ganeriwala
(President, CFO & Secretary)

D. P. Maheshwari
(Managing Director)

B. K. Birla
(Chairman)

Notes to Financial Statements for the year ended 31st March, 2016

1. STATEMENT OF ACCOUNTING POLICIES

i. Convention

The financial statements have been prepared in accordance with applicable Accounting Standards in India and in accordance with the relevant provisions of the Companies Act, 2013. A summary of important accounting policies which have been applied consistently is set out below.

ii. Use of Estimates

The preparation of financial statements require judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities including contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between actual results and estimates are recognized in the period in which the results are known / materialized.

iii. Basis of Accounting

The financial statements have been prepared in accordance with historical cost convention. All income and expenses, unless specifically stated otherwise, have been accounted for on accrual basis.

iv. Recognition of Revenue & Expenses

a) All revenue and expenses are accounted for on accrual basis except as otherwise stated.

b) Sales are net of returns, Sales Tax/ VAT and trade discount.

v. Government Grants

a) Government Grants related to specific assets are adjusted with value of fixed assets.

b) Government Grants in the nature of Promoter's Contribution towards fixed assets are credited to Capital Reserve.

c) Government Grant related to revenue items are adjusted with the related expenditure/taken in income.

vi. Fixed Assets & Depreciation / Amortization

A. Tangible Fixed Assets

a) Fixed assets are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

b) Depreciation on tangible fixed assets other than land and tea plantation is provided on the "Straight Line Method" at the rates determined based on useful lives of respective assets as prescribed in the Schedule II of the Companies Act, 2013.

c) In case of asset "Plucking/Pruning/Power Spraying Machines", depreciation has been provided on Straight Line Method at the rates determined considering the useful lives of 5 years which is based on internal assessment and the management believes that the useful lives as considered above best represent the period over which the respective assets shall be expected in use.

d) Items of machinery spares to be used in connection with an item of fixed asset are amortized over the useful life of the asset.

e) Leasehold Land (Others) is amortized over the period of lease.

B. Intangible Fixed Assets

Intangible Assets are stated at cost on initial recognition after which the same are stated at cost less accumulated amortization and accumulated impairment loss, if any.

C. Capital Work in Progress

Capital Work in Progress is stated at cost which includes expenses incurred during construction period, interest on amount borrowed for acquisition of qualifying assets and other expenses incurred in connection with project implementation in so far as such expenses relate to the period prior to the commencement of commercial production.

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

D. Intangible assets under development

Intangible assets under development is stated at cost which includes expenses incurred during development period and all other expenses incurred in connection with development of Intangible Assets in so far as such expenses relate to the period prior to the getting the assets ready for use.

vii. Impairment of Assets

Impairment of Assets are assessed at each Balance Sheet date for each cash generating unit if any indicators of impairment exists and the same is assessed and provided for in accordance with the Accounting Standard 28. A previously recognized impairment loss is periodically assessed.

viii. Leases

For assets acquired under operating lease, rental payable are recognised as an expense in the statement of profit and loss. Assets acquired under finance lease are capitalized at lower of the fair value and the present value of minimum lease payment. Lease income from operating leases is recognised in the statement of profit and loss over the period of lease.

ix. Investments

- a) Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments. The portion of long term investments expected to be realized within twelve months after the reporting date are disclosed under current investments.
- b) On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees & duties.
- c) Long-Term Investments are stated at cost. Provision for diminution is made if the decline in value, in the opinion of the management, is other than temporary.
- d) Current Investments, other than the portion of long term investments disclosed under current investments, are stated at lower of cost or fair value.

x. Inventories

Inventories are valued at cost or net realizable value whichever is lower. Cost is determined on weighted average/FIFO basis. Cost comprises expenditure incurred in the normal course of business in bringing such inventories

to their present location and condition and includes appropriate overheads. Provision is made for obsolete and slow moving stocks, wherever necessary.

Net realizable value is the estimated selling prices in the ordinary course of business less estimated cost necessary to make the sale. Materials and other items held for use in production of inventories are not written down below the cost if the finished products in which they will be incorporated are expected to be sold at or above cost.

xi. Employee Benefits

a) Short term Employees Benefits

The undiscounted amount of short term employee benefit expected to be paid in exchange for the services rendered by employee is recognized during the period when the employee render the service. This benefit includes salary, wages, short term compensatory absences and bonus.

b) Long Term Employee Benefits

i) **Defined Contribution Scheme:** This benefit includes contribution to Superannuation Scheme, ESIC (Employees' State Insurance Corporation) and Provident Fund Schemes. The contribution is recognized during the period in which the employee renders service.

ii) **Defined Benefit Scheme:** For defined benefit scheme the cost of providing benefit is determined using the projected unit credit method with actuarial valuation being carried out at each balance sheet date. The retirement benefit obligation recognized in the Balance Sheet represents value of defined benefit obligation as reduced

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

by the fair value of planned assets. Actuarial gains and losses are recognized in full during the period in which they occur.

iii) **Other Long Term Benefits:**

Long term compensated absence is provided for on the basis of an actuarial valuation, using the Projected Unit Credit Method as at the date of Balance Sheet.

xii. **Borrowing Costs**

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost until the asset is ready for its intended use. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use. Other borrowing costs are recognized as an expense in the period in which they are incurred.

xiii. **Foreign Currency Transactions**

Transactions in foreign currencies are recorded at exchange rates prevailing on the date of the transaction. Monetary items denominated in foreign currency are restated at the exchange rate prevailing on the Balance Sheet date. Foreign currency non-monetary items carried in terms of historical cost are reported using the exchange rate at the date of the transactions. Exchange differences arising on settlement of transactions and/or restatements are dealt with in the statement of profit and loss.

Exchange difference arising on reporting /settlement of long term foreign currency monetary items (other than related to acquisition of depreciable Fixed Assets) at rates different from those at which they were initially recorded during the period or reported in previous financial statement which were until now being

recognized in the statement of Profit & Loss are now being accumulated in "Foreign Currency Monetary Items Translation Difference Account" and amortized in the statement of Profit & Loss over the remaining life of the long term foreign currency monetary items.

xiv. **Derivative Transactions**

The Company uses derivative financial instruments such as forward exchange contracts, currency swap etc. to hedge its risks associated with foreign currency fluctuations relating to the underlying transactions, highly probable forecast transactions and firm commitments. In respect of Forwards Exchange Contracts with underlying transactions, the premium or discount arising at the inception of such contract is amortized as expense or income over the life of contract.

Other Derivative Contracts outstanding at the Balance Sheet date are marked to market and resulting loss, if any, is provided for in the financial statement. Any profit or losses arising on cancellation of derivative instruments are recognized as income or expense for the period.

xv. **Taxes on Income**

Current tax is determined on the basis of the amount of tax payable for the year under Income Tax Act and Agriculture Income Tax of the respective states. Deferred tax is calculated at the applicable tax rate and is recognized on timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period. Deferred tax assets subject to consideration of prudence, are recognized and carried forward only to the extent that there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Tax Credit for Minimum Alternate Tax (MAT) is recognized when there is a convincing evidence of its realisability against future tax liability.

xvi. **Provisions, Contingent Liabilities & Contingent Assets**

Provisions are recognized in respect of present obligations arising out of past events where there are reliable estimates of the probable outflow of resources. Contingent liabilities are the possible obligation of the past events, the existence of which will be confirmed only by the occurrence or non-occurrence of a future event. These are not provided for but are disclosed by way of Notes on Accounts. Contingent Assets are not provided for or disclosed.

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st March 2016	As at 31st March 2015
2.1 SHARE CAPITAL		
Authorized :		
58000000 Shares of ₹ 5/- each	2900.00	2900.00
Issued		
28902786 Equity Shares of ₹ 5/- each (Previous year 28902786 Equity Shares of ₹ 5/- each)	1445.14	1445.14
Subscribed and Paid up		
28877488 Equity Shares of ₹ 5/- each (Previous year 28877488 Equity Shares of ₹ 5/- each)	1443.87	1443.87

- a) Reconciliation of Shares outstanding at the beginning and at the end of year :

	No. of Shares	No. of Shares
Shares outstanding at the beginning of the year	28877488	28877488
Shares issued during the year	—	—
Shares outstanding at the end of the year	28877488	28877488

- b) The Company has only one class of issued shares i.e. Equity Shares having par value of ₹ 5/- per share. Each holder of Ordinary Shares is entitled to one vote per share and equal right for dividend. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the ordinary shareholders are eligible to receive the remaining assets of the Company after payment of all preferential amounts, in proportion to their shareholding.
- c) The Company does not have any Holding Company/ultimate Holding Company.
- d) Details of shareholders holding more than 5% shares in the Company:

	As at 31st March 2016		As at 31st March 2015	
	No. of Shares	%	No. of Shares	%
Ordinary Equity Shares of ₹ 5/- each fully paid up				
JPM Merchandise Agencies Limited	6114108	21.17	6114108	21.17
Jay Shree Beneficiary Trust	6528810	22.61	6528810	22.61

- e) No Equity Shares have been reserved for issue under options and contracts/commitments for the sale of shares/ disinvestment as at the Balance Sheet date.
- f) No shares have been bought back by the Company during the period of 5 years preceding the date as at which the Balance Sheet is prepared.
- g) 6528810 (Previous year 6528810) Equity shares of ₹ 5/-each fully paid up have been issued pursuant to scheme of amalgamation and arrangement for consideration other than cash in preceeding five years.
- h) No securities convertible into Equity/Preference shares issued by the Company during the year.
- i) No calls are unpaid by any director or officer of the Company during the year.

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

	(₹ in Lacs)	
	As at 31st March 2016	As at 31st March 2015
2.2 RESERVE AND SURPLUS		
Capital Reserve		
(Not Available for Dividend)		
As per the last Financial Statements	10858.86	10858.86
Capital Redemption Reserve		
As per the last Financial Statements	165.21	165.21
Storage Reserve for Molasses		
As per the last Financial Statements	188.10	188.10
General Reserve		
As per the last Financial Statements	20201.29	20512.73
Less: Adjustment due to transitional provision of Schedule II of the Companies Act 2013	-	(311.44)
	20201.29	20201.29
Surplus		
As per the last Financial Statements	4210.00	6347.46
Add : Profit/(Loss) for the year	(1916.36)	(1902.34)
	2293.64	4445.12
Less : Appropriations		
Proposed Dividend (@ ₹ 1/- Per Share)(refer Note No.2.28.D.ii)	282.71	217.42
Corporate Dividend Tax (Net)#	22.64	17.70
General Reserve	-	-
Net Surplus	1988.29	4210.00
Total Reserve and Surplus	33401.75	35623.46

Tax on dividend is net of ₹ 0.38, (P.Y. ₹ NIL) being dividend distribution tax paid by a subsidiary.

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	Non-current portion		Current Maturities	
	As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
2.3 LONG TERM BORROWINGS				
Secured				
Term Loan from Banks	6774.99	8666.66	3858.34	3166.68
Foreign Currency Term Loan from Banks	3010.42	—	822.92	—
Term Loan from a NBFC	—	1800.00	—	1200.00
External Commercial Borrowings from Banks	344.06	1032.18	688.13	688.13
Sugar Development Fund Loan	430.27	430.27	—	—
Sugar Term Loan	3277.00	1100.00	920.00	—
Total Secured Borrowings	13836.74	13029.11	6289.39	5054.81
Unsecured				
Working Capital Loan From Banks	—	—	1250.00	1200.00
Total Unsecured Borrowings	—	—	1250.00	1200.00
Amount disclosed under the head "Other Current Liabilities" (Note 2.9)			(7539.39)	(6254.81)
	13836.74	13029.11	—	—

Security :

- Term Loan from Banks and External Commercial Borrowings amounting to ₹ 1219885417 are secured/to be secured by equitable mortgage by deposit of title deeds of tea estates along with all immovable properties thereon ranking pari-passu, interse. with working capital lenders for tea division. Further Term Loan from a Bank amounting to ₹ 3300000000 is secured by pledge of certain non current investments.
- Sugar Development loan fund is secured/to be secured by way of equitable mortgage of immovable/movable properties of Jay Shree Sugar division ranking pari-passu.
- Sugar Term Loan from a bank is secured by first charge by hypothecation of stocks, book debts/receivable and other current assets of sugar division ranking pari passu with other working capital consortium bank.

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

iv) Maturity Profile and Repayment Schedule

Nature of Loans	Loan Amount	Repayment Term	Repayment Years				
			2016-17	2017-18	2018-19	2019-20	2020-22
Secured							
Rupee Term Loan	2000.00	Payable in two equal yearly installments	1000.00	1000.00	–	–	–
Rupee Term Loan	1800.00	Payable in four half yearly installments	900.00	900.00	–	–	–
Foreign Currency Term Loan	1333.33	Payable in two equal yearly installments	666.67	666.66	–	–	–
Rupee Term Loan	1500.00	Payable in three equal yearly installments	500.00	500.00	500.00	–	–
Rupee Term Loan	1333.34	Payable in four equal half yearly installments	666.67	666.67	–	–	–
Sugar Development Fund	430.27	Payable in ten half yearly installments	–	86.05	86.05	86.05	172.12
External Commercial Borrowings	1032.18	Payable in three equal half yearly installments	688.13	344.05	–	–	–
Sugar Term Loan	1100.00	Payable in eleven equal quarterly installments	300.00	400.00	400.00	–	–
Rupee Term Loan	2500.00	Payable in six equal half yearly installments	416.67	833.33	833.33	416.67	–
Rupee Term Loan	1500.00	Payable in six half yearly installments	375.00	450.00	450.00	225.00	–
Sugar Soft Loan	1400.00	Payable in twenty equal quarterly installments	280.00	280.00	280.00	280.00	280.00
FCNR Term Loan	2500.00	Payable in sixteen equal quarterly installments	156.25	625.00	625.00	625.00	468.75
Sugar Soft Loan	1697.00	Payable in twenty equal quarterly installments	340.00	340.00	340.00	340.00	337.00
	20126.12		6289.39	7091.76	3514.38	1972.72	1257.87
Unsecured							
Working capital Loan	1250.00	Payable in one installment	1250.00	–	–	–	–
	1250.00		1250.00	–	–	–	–

Note : The rate of interest on the above term loans are in the range of 7% p.a. to 11% p.a.

	As at 31st March 2016		As at 31st March 2015	
2.4 DEFERRED TAX LIABILITIES (NET)				
Deferred Tax Liabilities Arising on account of :				
Accumulated Depreciation	2736.90	2736.90	2612.55	2612.55
Less : Deferred Tax Assets arising on account of :				
Section 43B of Income-tax Act	1062.07		1335.30	
Unabsorbed Depreciation	1211.76		866.97	
Others	48.19	2322.02	41.21	2243.48
		414.88		369.07

Deferred tax asset on unabsorbed depreciation, has been further recognised and carried forward based on the certainty of reversal of the same based on the projected availability of the future taxable income.

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st March 2016	As at 31st March 2015
2.5 OTHER LONG TERM LIABILITIES		
Trade and Security Deposits	143.70	88.94
Interest accrued but not due	107.60	77.48
	251.30	166.42

	Long Term		Short Term	
	As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
2.6 PROVISIONS				
Provision for Employee Benefits				
Leave	568.04	532.59	232.86	166.31
Gratuity	—	—	710.87	680.02
Bonus	—	—	2024.89	1691.54
Other Provisions				
Provisions for Contingencies	—	—	35.66	143.60
Provisions for Taxation (Net of advance)	14.26	14.26	—	—
Proposed Dividend	—	—	282.71	217.42
Corporate Dividend Tax	—	—	23.02	17.70
	582.30	546.85	3310.01	2916.59

	As at 31st March 2016	As at 31st March 2015
2.7 SHORT TERM BORROWINGS		
Working Capital Borrowings		
From Banks		
Working Capital Loans (Secured)	7313.43	3688.23
Working Capital Loans (Unsecured)	-	450.00
Packing Credit Loan (Secured)	2500.00	-
Short Term Rupee Loans (Secured)	-	1500.00
Short Term Rupee Loans (Unsecured)	7000.00	15750.00
Commercial Papers (Unsecured)	-	900.00
Foreign Currency (Unsecured)	-	2000.00
	16813.43	24288.23

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

	(₹ in Lacs)	
	As at 31st March 2016	As at 31st March 2015
2.7 SHORT TERM BORROWINGS (Contd.)		
The above amount includes		
Secured Borrowings	9813.43	5188.23
Unsecured Borrowings	7000.00	19100.00
	16813.43	24288.23

Security :

- Secured working capital borrowings and other secured loans are secured by first charge by way of hypothecation over entire current assets of the company ranking pari-passu with other consortium banks as primary security & second charge by way of hypothecation of entire movable plant & machinery of the company ranking pari-passu with other consortium banks as collateral.
- The secured loans for tea division are also secured by equitable mortgage over the immovable properties of company's 21 tea estates ranking pari-passu with term lenders for tea division.

	As at 31st March 2016	As at 31st March 2015
2.8 TRADE PAYABLES		
For Goods and Services		
Dues of Micro Enterprises & Small Enterprises	-	-
Others	17141.17	17360.63
	17141.17	17360.63

2.9 OTHER CURRENT LIABILITIES		
Current maturities of Long Term Debt (See Note 2.3)	7539.39	6254.81
Interest accrued but not due on Borrowings	519.15	567.41
Interest accrued and due on Borrowings	44.29	12.88
For Salary & Wages	813.43	833.15
Unpaid and unclaimed dividends	81.08	81.02
Statutory Dues	1332.50	1020.17
Amount payable for Capital Goods	141.78	169.79
Trade and Security Deposits	17.37	8.15
Advances Received from Customers	186.92	213.44
Others	386.73	174.43
	11062.64	9335.25

Particulars	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	Value as on 31/03/2015	Additions/ Adjustment	Sales/ Adjustment	Total value as on 31/03/2016	Upto 31/03/2015	For the year	Sales/ adjustment	Upto 31/03/2016	As at 31/03/2016	As at 31/03/2015
2.10 FIXED ASSETS										
Land	7305.86 ⁽¹⁾	–	185.61	7120.25	–	–	–	–	7120.25	7305.86
Leasehold Land & Plantation	5483.32	136.30 ⁽²⁾	–	5619.62	2.32	–	–	2.32	5617.30	5481.00
Leasehold Land Others	122.54	–	–	122.54	35.34	8.11	–	43.45	79.09	87.20
Building & Flats (including those on Leasehold & Rented Land), Electric Installation, Water Line, Tubewell, Fencing, Road, Bridge etc.	7699.46	2040.43	93.77	9646.12	2574.66	271.49	11.21	2834.94	6811.18	5124.80
Plant & Machinery, X-ray units, Electric Installation, Air Conditioning Units, Refrigerators, Road Rollers, Gas Pipe Lines, Roapways etc.	20841.93	968.43 ⁽³⁾	406.22	21404.14	9202.42	1050.29	234.31	10018.40	11385.74	11639.51
Motor Lorries, Cars, Trailors, Tractors, Trollies, Cycles, Vans, Loaders etc.	2274.76	103.63	50.49	2327.90	1330.70	203.67	43.90	1490.47	837.43	944.06
Furniture & Fixtures, Tools & implements etc.	778.20	13.38	202.79	588.79	449.82	45.67	154.79	340.70	248.09	328.39
Live Stock	0.19	–	–	0.19	–	–	–	–	0.19	0.19
Office Equipments	235.03	39.77	21.00	253.80	156.12	47.45	19.60	183.97	69.83	78.90
Total	44741.29	3301.94	959.88	47083.35	13751.38	1626.68	463.81	14914.25	32169.10	30989.91
Capital Work in Progress									421.88	1582.56
									32590.98	32572.47
Corresponding figures for previous year	44844.09	1532.48	1635.28	44741.29	13391.49	1335.32	975.40	13751.38	30989.91	
Capital Work in Progress									1582.56	
									32572.47	

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

Notes To Fixed Assets (Contd.)

- 1) Land of Tribeni, West Bengal - Appeal for the final determination of compensation was decided in favour of the Company by the District Court of Hooghly and final compensation determined at ₹ 8.33 (Including interest ₹ 0.50) against which a sum of ₹ 2.05 was received in previous years and credited to fixed assets. ₹ 6.28 including ₹ 1.50 released during the year 1967 against hypothecation of Khardah Land by the District Court has been shown in Current Liabilities. The Hon'ble High Court at Calcutta has decided the appeal against the Company in a previous year by reducing the amount of compensation for which an appeal before the Hon'ble Supreme Court of India was filed. Hon'ble Supreme Court has upheld the decision of the Hon'ble High Court and accordingly the adjustments will be carried out when the amount to be refunded is ascertained.
- 2) Includes estimated cost of New Extension of area under tea ₹ 136.30 (Previous Year ₹ 31.53) capitalized during the year as certified.
- 3) Excluding ₹ 47.17 (Previous Year ₹ 7.23) on account of subsidy received from Tea Board under Tea Quality Upgradation & Product Diversification Scheme.
- 4) Land, Buildings and Plant & Machinery include ₹ 1.18, ₹ 6.43 and ₹ 0.81 respectively (Previous Year ₹ 1.18, ₹ 6.43, and ₹ 0.81 respectively) being 5.18% share of cost of Land, Buildings and Plant & Machinery held on co-ownership by the Company with other parties.
- 5) Land & Plantation include ₹ 29.28 (Previous Year ₹ 29.28) and Building include ₹ 1.55 (Previous Year ₹ 1.55) (being cost of floor of a leasehold building) in the name of the nominees of the Company on co-ownership basis, pending execution of conveyance deed.
- 6) Land & Plantation includes 6 hectares for which execution of conveyance deed in favour of the company is pending.
- 7) The Jayshree Sugar division of the company is holding 1070.57 acre of land which is in dispute under "Bihar Land Reforms (Fixation of Ceiling Area and Acquisition of Surplus Land) Act, 1961 & Rules 1963. Vide order dated 29/12/2012, the Additional Collector, Bettiah had declared 970.57 acre of land as surplus and ordered for surrender of such land. The company has filed an appeal against the order of the collector and matter is subjudice. Further compensation of 146.92 acres of land which was surrendered under the above Act in earlier years is yet to be determined and shall be accounted for in the year of receipt.
- 8) Depreciation during the year includes of ₹ 0.82 (Previous Year ₹ 0.82) towards assets of farm.
- 9) Borrowing cost capitalized in accordance with Accounting Standard (AS) - 16 is ₹ Nil (Previous Year ₹ Nil).
- 10) The ownership of land of a tea estate measuring 72.39 acre has been disputed by a section of local people against which stay order has been obtained from Hon'ble High Court at Calcutta. The matter is subjudice and is pending before "Land Reform and Tenancy Tribunal".

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

2.11 Non Current Investments			As at 31.03.2016	As at 31.03.2015
Number of Shares/ Securities/Bonds/Units				
		TRADE INVESTMENT - LONG TERM (Valued at cost unless otherwise stated)		
		FULLY PAID SHARES / SECURITIES / BONDS / UNITS (Face Value of ₹ 10/- each unless otherwise stated)		
		INVESTMENT IN EQUITY INSTRUMENT		
		IN SUBSIDIARY COMPANIES - UNQUOTED		
2175450	2175450	North Tukvar Tea Company Ltd. (60 shares held jointly with the nominee(s))	356.20	356.20
10000	10000	Birla Holdings Ltd. (Face value of AED 1 each)	1.25	1.25
10000	-	Majhulia Sugar Industries Pvt Ltd. (Face value of ₹ 10 each)	1.00	-
		IN JOINT VENTURE COMPANY - UNQUOTED		
372300	372300	Tea Group Investment Company Ltd. (Face value of AED 1 each)	51.95	51.95
		IN JOINT STOCK COMPANIES - UNQUOTED		
		Beneficial interest in shares held by JSTI Beneficiary Trust (Face value ₹ 5 each)	332.29	332.29
		Beneficial interest in shares held by Jay Shree Beneficiary Trust (Face value ₹ 5 each)	9637.41	9637.41
		OTHER INVESTMENT - LONG TERM (Valued at cost unless otherwise stated)		
		INVESTMENT PROPERTY (At cost less accumulated depreciation)		
		Cost of Land & Building	2.74	1721.41
		Less: Accumulated Depreciation / Amortisation	0.51	237.47
		Net Block	2.23	1483.94
		FULLY PAID SHARES / SECURITIES / BONDS / UNITS (Face Value of ₹ 10/- each unless otherwise stated)		
		INVESTMENT PROPERTY - UNQUOTED		
25	25	Embassy centre Premises Co. Op. Society Ltd. (Face value ₹ 50 each)	0.01	0.01
55	55	The Bayside Co. Op. Housing Society Ltd. (Face value ₹ 50 each)	0.03	0.03
460	460	Paramount Owners Syndicate Pvt. Ltd.	0.05	0.05
		EQUITY SHARES IN SUBSIDIARY COMPANY - UNQUOTED		
995000	995000	Jayantika Investment & Finance Ltd. (Erstwhile Parvati Tea Company Ltd.) (600 shares held jointly with the nominee(s))	994.64	994.64
		EQUITY SHARES IN ASSOCIATE COMPANIES - UNQUOTED		
2500	2500	Birla International Ltd. (Face value 100 CHF each)	52.25	52.25
20	20	Essel Mining & Industries Ltd.	8.35	8.35
68560	68560	Padmavati Investment Ltd.	122.00	122.00
205680	205680	JPM Merchandise Agencies Limited (Allotted on demerger of Padmavati Investment Ltd.)	9.60	9.60
25000	25000	Kesoram Insurance Broking Services Ltd.	0.50	0.50
4600	4600	Vasavadatta Services Ltd.	0.46	0.46

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

2.11 Non Current Investments (Contd.)

As at 31.03.2016	As at 31.03.2015		As at 31.03.2016	As at 31.03.2015
Number of Shares/ Securities/Bonds/Units				
10	10	EQUITY SHARES (OTHERS) - UNQUOTED		
1	1	The Coimbatore & Nilgiris Dist. Small Scale Service Ind. Co-Op. Society Ltd. (Face Value ₹ 100/-)	0.01	0.01
		The Tamilnadu Tea Manufacturers' Service Industrial Co-Op. Society Ltd. (Face Value ₹ 5000/-)	0.05	0.05
75	75	EQUITY SHARES IN COMPANIES - QUOTED		
		McLeod Russel India Ltd.	0.02	0.02
30000	30000	5% CUMULATIVE REDEEMABLE PREFERENCE SHARES IN SUBSIDIARY COMPANY - UNQUOTED		
		Jayantika Investment & Finance Ltd. (Erstwhile Parvati Tea Company Ltd.) (Face Value ₹ 100/- each)	1800.00	1800.00
3	3	INVESTMENT IN GOVERNMENT & TRUSTED SECURITIES - UNQUOTED		
		(Face Value of ₹ 1000/- each)		
		National Savings Certificates	0.03	0.03
-	500000	INVESTMENT IN UNSECURED DEBENTURES OF SUBSIDIARY COMPANY - UNQUOTED		
		1% Unsecured Redeemable Non-Convertible Debenture of Jayantika Investment & Finance Ltd. (Face Value ₹ 100 each) (Erstwhile Parvati Tea Company Ltd.)	-	500.00
2	-	INVESTMENT IN SECURED NON CONVERTIBLE DEBENTURES - UNQUOTED		
20	-	10.00% Rajesh Estate & Nirman Pvt Ltd. (Face Value ₹ 1 crore each)	218.13	-
20	-	16.00% Puranik Builders Pvt Ltd. (Face Value ₹ 10 lac each)	200.00	-
20	-	17.00% Reddy Housing Pvt Ltd. (Face Value ₹ 10 lac each)	200.00	-
		INVESTMENT IN BONDS - QUOTED		
		(Face Value of ₹ 1000/- each, unless otherwise stated)		
15832	-	20 years, 8.66% Tax Free Bonds of NTPC Ltd. Series 3 A*	180.60	-
50000	-	15 years, 8.48% Tax Free Bonds of IIFCL Ltd. Series 2 A*	551.79	-
20000	-	15 years, 8.63% Tax Free Bonds of REC Ltd. Tranche II Series II *	223.88	-
30000	-	15 years, 8.63% Tax Free Bonds of REC Ltd. Tranche II Series II **	335.82	-
50000	-	15 years, 8.63% Tax Free Bonds of IRFC Ltd. Tranche II Series IIA *	558.92	-
		INVESTMENTS IN MUTUAL FUNDS - UNQUOTED		
7432921.850	2738458.484	Edelweiss Absolute Return Fund- Direct Plan Dividend option-Payout**	1115.36	400.00
2673332.175	2673332.175	UTI Short Term Income Fund- Growth**	400.00	400.00
2306081.421	2306081.421	Birla Sunlife Short Term Opportunities Fund-Growth*	500.00	500.00
18159.082	18159.082	Templeton India Short Term Income Plan Fund- Growth*	500.00	500.00
-	2000000.000	Reliance Fixed Horizon Fund - XXIV-Series2-1110 Days-Growth	-	200.00
-	6000000.000	ICICI Prudential FMP Series 72-823 Days - Plan H - Growth	-	600.00
2000000.000	2000000.000	Birla Sun Life Fixed Term Plan- Corporate Bond Series A(1170 Days)**	200.00	200.00
-	4000000.000	Reliance Fixed Horizon Fund - XXV-Series23- 827 Days-Growth	-	400.00
-	4500000.000	DHFL Pramerica Fixed Maturity Plan-Series 58-Regular Plan Growth (Erstwhile DWS Fixed Maturity Plan-Series 58- 2 Yrs Growth)	-	450.00
3000000.000	3000000.000	HDFC FMP 1184D-Series 33-Regular-Growth**	300.00	300.00
5000000.000	5000000.000	JP Morgan India Corporate Debt Opportunities Fund- Regular- Growth**	500.00	500.00
2000000.000	2000000.000	ICICI Prudential FMP Series 75 - 1246 Days Plan U - Regular*	200.00	200.00
1696496.734	1696496.734	Reliance Regular Savings Fund - Debt- Growth*	300.00	300.00

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

2.11 Non Current Investments (Contd.)			As at 31.03.2016	As at 31.03.2015
Number of Shares/ Securities/Bonds/Units				
-	3784346.103	Edelweiss Short Term Income Fund-Direct Plan Growth Option	-	600.00
2149797.919	2149797.919	Franklin India Corporate Bond Opportunities Fund*	300.00	300.00
858217.013	858217.013	Reliance Gilt Securities Fund-Growth plan-Growth Option(GL-RG)*	155.00	155.00
819059.850	819059.850	UTI-GILT Advantage Fund -LTP-Growth*	250.00	250.00
878175.923	878175.923	HDFC Gilt Fund Long Term-Growth*	250.00	250.00
664671.874	664671.874	Franklin India Monthly Income Plan-Plan A-Growth**	285.00	285.00
1799539.318	-	UTI Income Opportunities Fund**	225.00	-
1046438.621	-	ICICI Prudential Corporate Bond Fund**	225.00	-
3000000.000	-	UTI Fixed Term Income Fund Series XXII-VI (1098 days)-Growth*	300.00	-
2000000.000	-	Kotak FMP Series 183 - Growth (Regular Plan)	200.00	-
		INVESTMENTS IN REAL ESTATE YIELD FUNDS - UNQUOTED		
		Peninsula Brookfeild India Real Estate Fund	184.37	100.23
		IDFC Real Estate Yield Fund	142.51	97.46
		INVESTMENTS IN PORTFOLIO MANAGEMENT SERVICES / ALTERNATIVE INVESTMENT FUND - UNQUOTED		
		Reliance Capital Asset Management Company Ltd. (Yield Maximiser Fund)	108.21	375.69
		India Business Excellence Trust	169.72	225.70
		Reliance Yield Maximiser AIF Scheme II	301.57	-
		India Realty Excellence Fund III	23.13	-
		TOTAL NON CURRENT INVESTMENT	22974.34	22940.12
		Aggregate Book Value of Non Current Quoted Investments	1851.03	0.02
		Aggregate Book Value of Non Current Unquoted Investments	21123.31	22940.10
		TOTAL	22974.34	22940.12
		Aggregate Market Value of Non Current Quoted Investments	1951.54	0.18

* Pledged as security for issuing SBLC used for availing credit facilities for a subsidiary and a step down subsidiary company.

** Pledged as security to secure a long term rupee loan.

Portion of long term investments, as defined by Accounting Standard-13

"Accounting for Investments", which are expected to be realised within twelve months from the Balance Sheet date are disclosed as "Current portion of long term investment".

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	Long Term		Short Term	
	As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
2.12 LOANS & ADVANCES (Unsecured, considered good unless otherwise mention)				
Capital Advances	68.34	250.53	–	–
Security Deposits				
Subsidiary (Refer Note No 2.28.F)#	251.00	251.00	–	–
Others	447.99	441.26	14.63	17.61
	698.99	692.26	14.63	17.61
Loan & Advances to Related Parties				
To Subsidiaries / Step Down Subsidiaries (Refer Note No 2.28.F)#	–	–	699.05	300.95
	–	–	699.05	300.95
Other Loans and Advances (Unsecured, Considered good unless otherwise mention)				
Deposit with NABARD	–	–	0.04	0.04
Advance Tax and TDS (Net of provisions)	843.20	819.60	–	–
MAT credit Entitlement (refer note no. 2.28.D.iii)	111.94	245.36	–	–
Advance against supply of Goods and Services	–	–	677.64	804.33
Prepaid Expenses	19.32	24.58	137.11	158.23
Insurance, excise and other claims	–	–	35.90	61.14
Loan / Advance to Employees	127.11	147.12	103.92	157.82
Balances with Government & Statutory Authorities	–	–	228.76	222.98
Other Deposits and Advances				
Considered Good	23.35	34.19	127.80	66.48
Considered Doubtful	–	–	3.73	3.73
Less : Provision	–	–	(3.73)	(3.73)
	1124.92	1270.85	1311.17	1471.02
	1892.25	2213.64	2024.85	1789.58

Disclosure under section 186(4) of Companies Act 2013: Loans/Advances to subsidiaries/step down subsidiary have been given for general purpose and are interest bearing which are not lower than prevailing yield of related Government Security close to the tenure of respective loans. Also refer note no.: 2.28.B.ii in respect to disclosure pertaining to guarantee/security provided to a subsidiary/step down subsidiary.

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	Non-Current		Current	
	As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
2.13 OTHER ASSETS				
Bank Fixed Deposit(including ₹ Nil, (P.Y. ₹ 0.15) pledged as margin money)	4.33	5.49	–	–
Interest accrued on Deposits	0.31	0.83	161.32	183.91
Interest accrued on Investments	–	–	92.99	11.98
Interest accrued on loans / Inter corporate Deposits	–	–	5.72	5.72
Incentive and Subsidy Receivable	–	–	2619.12	2512.43
Rent Receivable	–	–	12.33	11.61
Less: Reserve for Doubtful Debts (Advance)	–	–	(11.24)	–
Interest Refundable	–	–	156.32	71.44
Asset held For Disposal	–	–	–	85.99
Others	–	–	5.91	187.93
	4.64	6.32	3042.47	3071.01

2.14 Current Investments

As at 31.03.2016	As at 31.03.2015		As at 31.03.2016	As at 31.03.2015
Number of Shares/ Securities/ Bonds/Units				
		"CURRENT INVESTMENTS - OTHER THAN TRADE" (Valued at cost unless otherwise stated)		
		"FULLY PAID SHARES/SECURITIES/BONDS/UNITS (Face Value of ₹ 10/- each unless otherwise stated)"		
		CURRENT PORTION OF LONG TERM INVESTMENTS AS PER ACCOUNTING STANDARD (AS)-13		
		INVESTMENT IN SECURED NON CONVERTIBLE DEBENTURES – UNQUOTED		
–	0.87	20.4% TDI Realcon Private Limited (formerly Navjyoti Overseas Private Ltd.) (Face Value ₹ 100 lac)	–	87.35
10	–	18.00% Paranjape Schemes (Constructions) Ltd. (Face Value ₹ 10 lac each)	100.00	–
1	–	10.00% Rajesh Estate & Nirman Pvt Ltd. (Face Value ₹ 1 crore each)	99.99	–
		INVESTMENT IN MUTUAL FUND - UNQUOTED		
–	2000000.000	ICICI Prudential FMP Series 68-745 Days - Plan J - Growth	–	200.00
–	4000000.000	HDFC FMP 447 Days Feb 2014(1) Series 29 - Direct-Growth	–	400.00
–	2500000.000	Kotak FMP Series 154-390 Days Growth	–	250.00
6000000.000	–	ICICI Prudential FMP Series 72 - 823 Days - Plan H - Growth*	600.00	–
4000000.000	–	Reliance Fixed Horizon Fund - XXV - Series 23 - 827 Days-Growth **	400.00	–
4500000.000	–	DHFL Pramerica Fixed Maturity Plan - Series 58 - 2 Yrs Growth* (Erstwhile DWS Fixed Maturity Plan - Series 58 - 2 Yrs Growth)	450.00	–
2000000.000	–	Reliance Fixed Horizon Fund - XXIV - Series 2 - 1110 Days - Growth *	200.00	–
		TOTAL	1849.99	937.35

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

2.14 Current Investments (Contd.)

As at 31.03.2016	As at 31.03.2015		As at 31.03.2016	As at 31.03.2015
		Aggregate Book Value of Current Quoted Investments	–	–
		Aggregate Book Value of Current Unquoted Investments	1849.99	937.35
		Aggregate Market Value of Current Quoted Investments	–	–
		Aggregate Book Value of Current & Non-Current Quoted Investments	1851.03	0.02
		Aggregate Book Value of Current & Non-Current Unquoted Investments	22973.30	23877.45
		Aggregate Market Value of Current & Non-Current Quoted Investments	1951.54	0.18

* Pledged as security for issuing SBLC used for availing credit facilities for a subsidiary and a step down subsidiary company.

** Pledged as security to secure a Non Current Rupee Term Loan.

Portion of long term investments, as defined by Accounting Standard-13 "Accounting for Investments", which are expected to be realised within twelve months from the Balance Sheet date are disclosed as "Current portion of long term investment".

2.15 INVENTORIES (As valued and certified by the management)

	As at 31st March 2016	As at 31st March 2015
Raw Materials	637.88	883.74
Work in Progress	26.25	27.83
Finished Goods	17363.29	17520.18
Traded Goods	2095.86	3472.71
Stores and Spares	2393.41	2354.41
Loose Tools & Others	0.15	6.24
	22516.84	24265.11

Details of Inventories

	Finished / Traded Goods		Work-in-Progress	
	As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
Tea (Finished Goods)	3109.42	2558.58	–	–
Tea (Traded Goods)	2095.86	3472.71	–	–
Chemicals	1996.30	2047.18	13.29	18.42
Sugar	12257.57	12914.42	12.96	9.41
	19459.15	20992.89	26.25	27.83

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st March 2016	As at 31st March 2015
2.16 TRADE RECEIVABLES		
Outstanding for a period exceeding six months		
Secured, considered good	–	–
Unsecured, considered good	629.06	89.92
Doubtful	126.31	116.27
	755.37	206.19
Provision for doubtful receivables	126.31	116.27
	629.06	89.92
Other Receivables		
Secured, considered good	–	–
Unsecured, considered good	7601.10	8310.00
	8230.16	8399.92
2.17 CASH AND BANK BALANCES		
Cash and Cash Equivalents		
Balances With Banks :		
In Current / Cash Credit Account	878.28	1064.86
In Fixed Deposit Accounts with original maturity of less than three months	–	7105.14
Cheques/drafts on hand and Remittances in transit	145.21	55.59
Cash on hand	75.53	34.03
	1099.02	8259.62
Other Bank Balances		
Earmarked balances with Banks (unpaid Dividend Account)	81.08	81.01
Other Fixed Deposit with Banks [Including ₹ 15.29 (P.Y ₹ 14.15) pledged as margin Money]	1951.47	543.33
	2032.55	624.34
	3131.57	8883.96

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2.18 REVENUE FROM OPERATIONS (GROSS)		
Sales of Finished Goods & Other Products	67305.19	65768.68
Less : Excise Duty	902.65	915.49
	66402.54	64853.19
Government rebate on Fertilizers	2255.12	2155.26
Sale of Services (Warehousing Charges)	127.74	176.80
	68785.40	67185.25
Other Operating Revenues		
Incentives & Subsidies	279.56	327.41
Export Benefits	344.82	518.64
Insurance and Other Claims (Net)	10.48	148.57
Income from Farm Product (details as below)	44.15	43.57
Miscellaneous Sale	134.74	247.90
	813.75	1286.09
	69599.15	68471.34
Details of Sale of Products		
Tea	45840.45	44516.38
Chemicals	6372.32	6103.94
Sugar	15091.34	15140.31
Others	1.08	8.05
	67305.19	65768.68
Income from Farm Products :		
Sales of Agricultural Product	113.50	133.53
Subsidy on Sugar Cane	19.39	-
Lease Rent	4.61	10.19
	137.50	143.72
Less : Opening Stock	-	-
Agricultural Farming Expenses (towards cultivation & other expenses)	92.34	98.91
Other Repairs	0.12	0.35
Rent, Rates & Taxes	0.07	0.07
Depreciation	0.82	0.82
	93.35	100.15
	44.15	43.57

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2.19 OTHER INCOME		
Interest Income		
On Investments		
Long term	229.99	414.50
Current	27.16	4.98
On Bank Deposits	186.06	214.50
On Loans & Other Deposits, etc.	60.20	154.93
On Subsidiaries	27.24	11.71
Dividend Income		
On Long term Investments	84.31	32.89
Net gain/ (loss) on sale of Investments		
Long term	226.44	564.19
Current	16.08	2.87
Other Non Operating Income		
Profit on sale of Fixed Assets /Investment Property (Net)	404.53	—
Rent	174.33	252.44
Net (loss)/ Gain on foreign currency transactions and translations	395.04	317.93
Excess Liabilities and Unclaimed Balances written back	210.04	34.06
Excess provisions, receipts & adjustments pertaining to previous years	154.01	119.88
Less: Short provisions, sundry payments & adjustments relating to previous years	(4.93)	(7.10)
Add : Excess/(Short) provision of bonus for previous years (Net)	10.08	6.47
Miscellaneous Income	174.67	150.60
	2375.25	2274.85
2.20 COST OF MATERIALS CONSUMED		
Raw Material Consumed		
Opening Inventories	883.74	955.94
Add : Purchase	19627.25	24631.73
	20510.99	25587.67
Less : Closing Inventories	637.88	883.74
Sales	—	59.98
	19873.11	24643.95
Details of Raw Material Consumed		
Green Tea Leaves	3530.09	3781.22
Chemicals/Minerals	5413.25	5534.92
Sugarcane	10342.85	15024.01
Black Tea	586.92	303.80
	19873.11	24643.95

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2.21 PURCHASE OF TRADED GOODS		
Traded Goods : Tea	5505.41	5921.16
Sugar	1379.39	–
Chemicals	142.34	16.15
	7027.14	5937.31
2.22 (INCREASE)/ DECREASE IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND TRADED GOODS		
Inventories at the beginning of the year		
Finished Goods	17520.18	15372.55
Work-in-Progress	27.83	428.35
Traded Goods	3472.71	4546.03
	21020.72	20346.93
Inventories at the end of the year		
Finished Goods	17363.29	17520.18
Work-in-Progress	26.25	27.83
Traded Goods	2095.86	3472.71
	19485.40	21020.72
	1535.32	(673.79)
2.23 EMPLOYEE BENEFIT EXPENSE		
Salaries & Wages	17947.15	15566.13
Contribution to Provident Funds and Others	1478.43	1269.89
Contribution to Gratuity Fund	630.85	625.69
Contribution to Superannuation Fund	86.73	85.29
Staff Welfare Expenses	1342.35	1163.83
	21485.51	18710.83
2.24 FINANCE COST		
Interest Expenses		
To Fixed Loans & Deposits	2026.48	1704.80
To Bank & Others	2305.73	2899.88
	4332.21	4604.68
Other Borrowing Cost		
Other Financial Charges	69.69	55.52
Applicable net gain/loss on foreign currency transactions and translations	51.54	69.83
	4453.44	4730.03

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2.25 OTHER EXPENSES		
Manufacturing Expenses		
Stores, Spare Parts & Packing Materials Consumed	2541.90	2614.98
Power & Fuel	4086.24	4196.70
Consumption of Manures/ Pesticides etc.	1794.56	1842.03
Repairs to Buildings	601.00	486.63
Repairs to Machinery	1029.68	1003.98
Repairs to Other Assets	432.30	385.37
Increase/(Decrease) in Excise Duty & Cess on Finished Goods	286.25	110.62
	10771.93	10640.31
Selling and Administration		
Freight & Cartage	1669.89	1778.40
Insurance	99.41	118.63
Brokerage & Commission	626.87	661.00
Warehousing Charges	173.74	181.33
Other Selling Expenses (including packing material ₹ 12.69, P.Y. ₹ 10.85)	1082.33	918.27
Rent	287.31	289.19
Rates & Taxes (Duty & Cess)	375.45	356.44
Insurance excluding on sales	155.88	144.97
Charity & Donation	—	10.00
Auditors' Remuneration -		
Statutory Auditors -		
Auditor	30.25	30.25
Tax Audit Fees	7.50	7.50
Other Services	24.60	17.61
Reimbursement of Expenses	1.96	1.69
Reimbursement of Service Tax	7.41	5.42

Notes to Financial Statements for the year ended 31st March, 2016 *(Contd.)*

(₹ in Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2.25 OTHER EXPENSES (Contd.)		
Cost Auditors -		
Audit Fees	1.41	1.59
Travelling Expenses	0.30	0.28
Corporate Social Responsibility Expenses	8.78	26.45
Bad Debts & Irrecoverable Loans, Advances & Claims written off	22.50	553.10
Less : Reserve	—	(31.44)
Provision for Doubtful Debts & Advances further created	21.27	111.50
Investment Written off	—	8.31
Forward Contract Charges	152.40	77.13
Loss on sale of Fixed Assets (Net)	—	13.36
Other Miscellaneous Expenses	2067.57	2233.07
	6816.83	7514.05
	17588.76	18154.36
2.26 DEPRECIATION AND AMORTIZATION EXPENSES		
On Tangible Assets	1625.86	1334.50
On Investment Property	12.40	24.72
	1638.26	1359.22
2.27 TAX EXPENSE		
Current Tax for the year	110.00	200.00
Add/Less : Adjustment of Tax related to earlier years	133.41	156.25
Current Tax	243.41	356.25
Deferred Tax	45.81	(569.63)
	289.22	(213.38)

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st March 2016	As at 31st March 2015
2.28 NOTES		
Contingent Liabilities not provided for in respect of :-		
A) Claims/Disputes/Demands not acknowledged as debts:		
i) Demand from Sales Tax authority :		
Certain disallowances of Sales Tax were demanded against the company and the appeals before the Commissioner/ Tribunal Appellate and Revisional Board has been filed and the management is of the opinion that it will obtain full relief	228.85	231.67
ii) Income Tax demand under appeal	561.08	627.16
iii) Entry Tax Liability in the state of West Bengal, stay has been granted by Hon'ble High Court at Calcutta	88.78	-
iv) Demand from a lessor for interest on differential rent	70.14	70.14
v) Demand of Provident Fund Damages and Interest by the Provident Fund Authorities, West Bengal	90.69	90.69
vi) Electricity duty demanded by Government of Bihar appealed in Hon'ble Supreme Court	103.10	103.10
vii) Demand of additional electricity charges for connected load by Assam State Electricity Board pending before Hon'ble High Court, Guwahati.	12.09	12.09
viii) Demand of wages of a closed unit for earlier years pending before Labour Court (Estimated)	61.50	61.50
ix) Demand against differential excise duty in relation to a closed unit for earlier years pending before Central Excise & Service Tax Appellate Tribunal (CESTAT)	50.05	50.05
B) i) Capital Commitments outstanding (Net of Advances)	103.22	748.59
ii) Corporate guarantee outstanding amounting to ₹ NIL (previous year ₹ 1875.15) and investments pledged with a bank amounting to ₹ 5520.19 (previous year ₹ 3905.00) towards banking facilities availed by a subsidiary and step down subsidiary from the Bank.	4280.40	5094.16
C) Other Commitments		
Letter of credit issued against Import of materials	18.40	18.40

Note : In respect of above, future cash flows are determinable only on receipt of judgements pending at various forums/authorities which in the opinion of the Company is not tenable and there is no possibility of any future cash outflow in case of above.

- D) i) Fringe Benefit Tax has been abolished from accounting year 2009-10. However in view of the interim stay granted by the Hon'ble High Court at Calcutta, no liability has been provided for earlier years.
- ii) No provision for dividend and corresponding dividend distribution tax has been recognized in respect to 606920 equity shares held by a beneficiary trust in view of waiver letter received from them.
- iii) During the year, the Company has further assessed the recoverability of Minimum Alternate Tax (MAT) for set off with future normal taxes and a sum of ₹ 111.94 (previous year ₹ 245.36) have been carried forward. Based on projections made by the management and current trend of working of the Company the management is virtually certain of recovering the MAT credit entitlements.

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

- E) The agreement with Assam Tea Corporation Ltd. (ATCL) for purchase of entire green leaves of Longai and Ishabheel Tea Estates and operating the Longai Tea Factory were further renewed for the season 2016 for a period of one year by bidding through tender. A sum of ₹ 262.96 (previous year ₹ 400.45) is recoverable from ATCL which is being realized on a systematic basis from the payments to be made to ATCL on various grounds. The above sum is inclusive of ₹ 13.53 (previous year ₹ 80.32) representing outstanding dues on account Amluckie Tea Estate of ATCL which shall also be recovered as mentioned above.
- F) i) Particulars in respect of Loans and advances as per the disclosure requirement of regulation 34(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 : Apellestis

Name of the Company	Relationship	Nature	Closing Balance		Maximum Balance outstanding	
			As on 31.03.2016	As on 31.03.2015	2015-16	2014-15
North Tukvar Tea Company Limited ##	Subsidiary	Security deposit	251.00	251.00	251.00	251.00
North Tukvar Tea Company Limited ##	Subsidiary	Advance in nature of loans	137.35	114.68	137.35	114.68
Jayantika Investment & Finance Limited (Erstwhile Parvati Tea Company Limited) #	Subsidiary	Advance in nature of loans	423.29	92.39	423.29	365.40
Birla Holdings Co. Ltd. #	Subsidiary	Advance in nature of loans	45.72	16.27	45.72	17.12
Majhaulia Sugar Industries Pvt. Ltd.	Subsidiary	Advance in nature of loans	1.00	–	1.00	–
Kijura Tea Company Limited #	Step down Subsidiary	Advance in nature of loans	91.69	77.61	91.69	77.61

Repayable on demand

Refer Note (ii) below

- ii) The Net Worth of the subsidiary company M/s North Tukvar Tea Company Ltd. is negative. No provision in value of the investment amounting to ₹ 356.20 and for advances /security deposit of ₹ 388.35 is envisaged /provided, being strategic in nature.

Note: Loans/Advances to employees under various schemes of the Company (i.e. housing loan etc.) is considered outside the purview of disclosure requirements.

- G) As per the requirements of Accounting Standard - 28 on "Impairment of Assets", the company has assessed the carrying amount of the assets vis-a-vis their recoverable values and no impairment is envisaged at the balance sheet date.
- H) The Company has no overdue amounts due to suppliers under the Micro, Small, & Medium Enterprises Development Act, 2006 (MSMED) as at 31.03.2016. The disclosure as required under the said act is as under :-

	2015-16	2014-15
i) Principal amount and interest due to supplier under MSMED Act and remaining unpaid	NIL	NIL
ii) Interest paid and any payment made to suppliers beyond appointed date (under section 16 of the Act)	NIL	NIL
iii) Interest due and payable to supplier under MSMED Act	NIL	NIL
iv) Interest accrued and remaining unpaid as at 31.03.2016	NIL	NIL
v) Interest remaining due and payable as per section 23 of the Act	NIL	NIL

The above information has been determined to the extent such parties have been identified on the basis of information available with the company.

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

- I) i) The Company's significant leasing agreements (as lessee) are in respect of lease for Land & Premises (residential, office, stores, godowns etc.). These Leasing arrangements which are non-cancellable ranging between one month and three years generally or longer and are usually renewable by mutual agreement. The aggregate lease rentals payable are charged as Rent.
- ii) As per requirements of Accounting Standard-19 on leases, the following disclosures are furnished for significant operating leases as lessor. The property has been sold during the year.

Particulars	2015-16			2014-15		
	Gross Carrying Amount	Accumulated Depreciation	Depreciation for the Year	Gross Carrying Amount	Accumulated Depreciation	Depreciation for the Year
Land	—	—	—	37.91	—	—
Building	—	—	12.40	1680.75	237.10	24.68
Plant & Machinery	—	—	4.82	154.08	77.65	10.68
Furniture & Fixture	—	—	5.42	188.33	133.43	16.21
Motor Vehicle	—	—	—	9.40	8.67	0.67
Total	—	—	22.64	2070.47	456.85	52.24

- iii) The Company has taken over the operation and management control of North Tukvar Tea Estate on leave & license basis till 31.03.2019 from its subsidiary North Tukvar Tea Company Limited at an yearly charge of ₹ 9.00. The annual lease charge has been waived by the subsidiary from the year 2013-2014. The results for the current financial year includes a loss of ₹ 296.19 (P.Y. ₹ 269.22) from the said tea estate.
- J) i) During the year, the Company has sold out one of its Tea Factory "Parvati Tea Factory" having a production capacity of 7 lacs kgs approx. p.a.
- ii) The scheme of demerger of Sugar Division of the Company with Majhaulia Sugar Industries Private Limited (subsidiary company) w.e.f. 1st April, 2016 has been filed with Hon'ble High Court at Calcutta. The approval for the same is awaited at the Balance Sheet date.
- K) Disclosure as per Accounting Standard-29 "Provisions, Contingent Liabilities & Contingent Assets"

Particulars	2015-16			2014-15		
	Disputed Statutory Matters	Other Obligations	Total	Disputed Statutory Matters	Other Obligations	Total
Opening Balance	94.22	49.38	143.60	91.11	61.69	152.80
Addition	2.14	6.87	9.01	3.22	1.59	4.81
Utilization	—	—	—	—	8.05	8.05
Reversal	71.31	45.64	116.95	0.11	5.85	5.96
Closing Balance	25.05	10.61	35.66	94.22	49.38	143.60

The provisions for disputed statutory & obligatory liabilities are on account of cases pending with courts/concerned authorities based on estimates made by the Company considering the facts & circumstances.

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

- L) The Company uses forward contracts, swaps and other derivative contracts to hedge its risks relating to changes in exchange rates and interest rates. The use of such contract is consistent with the Company's risk management policy. The Company does not use derivative contracts for speculation purposes.

- i) The particulars of derivative contracts entered into for hedging purposes outstanding as at 31.03.2016 are as under:

Particulars	Purpose	Currency	As at 31.03.2016		As at 31.03.2015	
			Amount (in Foreign Currency)	Amount	Amount (in Foreign Currency)	Amount
	Long term borrowings	USD	7671127	4865.52	3125000	1720.31
	Short term borrowings	USD	-	-	3215434	2000.00
	Buyer's Credit	USD	1750820	1164.85	2121607	1326.11
	Interest/Payable	USD	6963	4.61	14763	9.20
Forward		Euro	450350	339.47	721182	483.62
Contract	Trade Receivable	USD	1862955	1234.21	1767700	1104.72
		GBP	-	-	43740	40.50
		USD	425000	281.56	840000	525.20
	Firm Commitments of future sales	Euro	700000	527.66	-	-
		GBP	100000	95.12	-	-

- ii) Unhedged foreign currency exposures as at 31.03.2016 are as under:

Purpose	Currency	As at 31.03.2016		As at 31.03.2015	
		Amount (in Foreign Currency)	Amount	Amount (in Foreign Currency)	Amount
Trade Receivable	USD	12699	8.41	1030410	643.95
	Euro	684570	516.03	1798	1.21
	GBP	24030	22.86	87372	80.90
Letter of Credit	USD	1245700	825.40	-	-
Buyer's Credit / Trade Payables / Interest / Advances	USD	357462	236.83	1676548	968.40
Trade Payable	Euro	69218	52.21	42061	28.21

- M) Disclosures of Corporate Social Responsibility expenditure in line with the requirement of Guidance Note on "Accounting for Expenditure on Corporate Social Responsibility Activities"

Particulars	2015-16	2014-15
a) Amount of CSR expenditure to be incurred during the year	3.60	22.50
b) CSR expenditure (Revenue Nature) incurred during the year	8.78	26.45

CSR Expenditure is comprising Employee Benefit Expenses of ₹ Nil (P.Y. ₹ 17.77) and Other Expenses ₹ 8.78 (P.Y. ₹ 8.68).

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

N) Employee Benefits (Accounting Standard - 15)**i) Defined Contribution Plan:**

The Company makes contribution towards Provident Fund, ESIC and Superannuation Fund to a defined contribution benefit plan for qualifying employees. The provident fund plan is operated partly by Regional Provident Fund Commissioner and partly by an independent Trust, ESIC by government agencies and Superannuation Fund by a trust created for the purpose. Under the said schemes the company is required to contribute a specific percentage of pay roll costs in respect of eligible employees to the retirement benefit scheme to fund the benefits.

During the year the company has recognized ₹ 1478.43 (Previous Year ₹ 1269.89) for provident fund contribution, ₹ 20.34 (Previous Year ₹ 25.60) for ESIC and ₹ 86.73 (Previous Year ₹ 85.29) for Superannuation Contribution. The Contribution payables to these plans by the Company are at the rates specified in the rules of the scheme.

In keeping with the Guidance on implementing Accounting Standard (AS) 15 on Employees Benefits issued by the Accounting Standards Board of the Institute of Chartered Accountants of India (ASB Guidance), employer-established provident fund trusts are treated as Defined Benefit Plans since the company is obligated to meet interest shortfall, if any, with respect to covered employees. In view of year-end position of the fund (for covered employees) and confirmation from the Trustees' of such fund, there is no shortfall as at the year end.

ii) Defined benefit plans:

- The Company makes contribution of gratuity to JSTI Gratuity Fund created for the purpose of qualifying employees. The scheme provides for payment to vested employees upon retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service. Vesting occurs upon completion of 5 years of continuous service.
- Certain employees of the Company are also eligible for encashment of leave upon retirement up to 30 days for each year (maximum 240 days).
- The present value of defined benefit obligation and related current cost are measured using the Projected Unit Credit Method with actuarial valuation being carried out at each Balance Sheet date.

	2015-2016 Gratuity Plan	2014-2015 Gratuity Plan
A. Expenses recognised in the Statement of Profit & Loss for the year ended 31st March, 2016		
i. Current Service Cost	338.25	321.11
ii. Interest Cost	329.10	284.74
iii. Expected return on Plan Assets	296.32	290.80
iv. Actuarial (Gain)/Losses	259.82	310.64
v. Expenses recognised in the Statement of Profit & Loss	630.85	625.69
B. Net (Assets)/Liabilities recognised in Balance Sheet as at 31st March, 2016		
i. Present Value of the Defined Benefit Obligation	4690.98	4384.11
ii. Fair Value of Plan Assets	3980.11	3704.09
iii. Net (Assets)/Liabilities recognised in Balance Sheet	710.87	680.02
C. Changes in the Present Value of Defined Benefit Obligation during the year ended 31st March, 2016		
i. Present Value of Defined Benefit Obligation as at 1st April, 2015	4384.11	3785.43
ii. Current Service Cost	338.25	321.11
iii. Interest Cost	329.10	284.74
iv. Actuarial (Gain)/Losses	180.22	445.16
v. Benefits Paid	540.70	452.33
vi. Present Value of obligation as at 31st March, 2016	4690.98	4384.11

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	2015-2016 Gratuity Plan	2014-2015 Gratuity Plan
D. Changes in fair value of Plan Assets during the year ended 31st March, 2016		
i. Fair Value of Plan Assets as at 1st April, 2015	3704.09	3231.10
ii. Expected return on Plan Assets	296.32	290.80
iii. Actuarial Gain/(Losses)	(79.60)	134.52
iv. Benefits paid	540.70	452.33
v. Contributions	600.00	500.00
vi. Fair Value of Plan Assets as at 31st March, 2016	3980.11	3704.09
vii. Actual return on Plan Assets	216.72	425.32
E. Principle Actuarial Assumptions used		
i. Discount rates as at 31st March, 2016	8.00%	8.00%
ii. Expected Return on Plan Assets	8.00%	9.00%
iii. Expected Salary increase rates	6.00%	6.00%
iv. Mortality Rates	(2006 - 08) Mortality Table	(2006 - 08) Mortality Table
F. Major categories of Plan Assets as a percentage of Fair Value of Plan Assets	Qualified Insurance Policy	Qualified Insurance Policy

Notes :

- The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply & demand in the employment market.
- The expected rate of return on Plan Assets is determined based on the portfolio of assets, existing investments alongwith the strategic changes in the portfolio and market scenario. The Plan Assets are diversified reasonable to maximise the return within acceptable risk parameters.
- The Company expects to contribute ₹ 600.00 to its gratuity fund in 2016-17.
- Amount for the current annual period and previous four annual periods are as follows :-

Particulars	2015-16	2014-15	2013-14	2012-13	2011-12
Present value of defined obligation	4690.98	4384.11	3785.43	3519.10	3112.76
Fair Value of Plan Assets	3980.11	3704.09	3231.10	3002.73	2602.83
Excess of obligation over Plan Assets	710.87	680.02	554.33	516.37	509.93

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

O) Disclosure as per Accounting Standard - 18 on "Related Party Disclosure"

(₹ in Lacs)

Sl. No.	Name of the Related Party	Relationship	Remuneration Paid	Dividend		Loans & Advances (Net)		NCD Received	Interest		Goods & Services		Amount	
				Paid	Received	Paid	Received		Paid	Received	Sale	Purchase	Receivable (As at 31.03.2016)	Payable
1.	North Tukvar Tea Co.Ltd.	Subsidiary	-	-	-	22.67	-	-	-	9.25	-	-	388.35*	-
			(-)	(-)	(-)	(88.23)	(-)	(-)	(-)	(3.02)	(-)	(-)	(365.68)	(-)
2.	Birla Holdings Ltd.	Subsidiary	-	-	-	29.45	-	-	-	1.95	-	-	45.72*	-
			(-)	(-)	(-)	(51.49)	(-)	(-)	(-)	(-)	(-)	(-)	(16.27)	(-)
3.	Jayantika Investment & Finance Ltd. (Erstwhile Parvati Tea Co. Ltd.)	Subsidiary	-	-	-	330.90	-	500.00	-	11.70	-	-	423.29*	-
			(-)	(-)	(-)	(189.13)	(-)	(-)	(-)	(9.24)	(-)	(-)	(92.39)	(-)
4.	Majhulia Sugar Industries Pvt. Ltd.	Subsidiary	-	-	-	1.00	-	-	-	-	-	-	1.00	-
			(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
5.	Kijura Tea Co. Ltd.	Step down	-	-	-	14.08	-	-	-	6.29	-	-	91.69*	-
		Subsidiary	(-)	(-)	(-)	(23.13)	(-)	(-)	(-)	(4.45)	(-)	(-)	(77.61)	(-)
# 6.	Century Textiles & Ind. Ltd.	Associate	-	3.00	-	-	-	-	-	-	-	10.22	-	-
			(-)	(6.00)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(2.79)	(-)	(0.23)
# 7.	Kesoram Industries Ltd.	Associate	-	3.88	-	-	-	-	-	-	-	-	-	-
			(-)	(7.76)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
# 8.	Padmavati Investment Ltd.	Associate	-	-	3.43	-	-	-	-	-	-	-	-	-
			(-)	(-)	(3.43)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
# 9.	JPM Merchandise Agencise Ltd.	Associate	-	61.14	-	-	-	-	-	-	-	-	-	-
			(-)	(122.28)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
10.	Mr. D. P. Maheshwari	Key Management Personnel	111.44	0.11	-	-	-	-	-	-	-	-	-	-
			(112.41)	(0.71)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)

Note : All the above transactions were done at arm's length.

* Represents year end balance of Current Account.

These parties are related parties in the broader sense of the term and are included for making the financial statements more transparent.

Figures in bracket indicate for previous year.

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

P) Interest in Joint Venture:

The Company has 50% ownership interest in Tea Group Investment Company Limited. The proportionate share in the assets, liabilities, income and expenses (each without elimination of the effect of transactions between the company and the joint venture) related to its in jointly controlled entity are given below :

Accounting period ended on	31.12.2015	31.12.2014
Country of Incorporation	U.A.E.	U.A.E.
Assets	5606.41	5321.80
Liabilities	3098.77	3593.76
Income	3743.82	2260.70
Expenses (including tax)	2637.97	1994.59

- Q) i) **C.I.F. Value of Imports**
 Capital Goods
 Raw Materials (Including in-transit)
 Stores & Spares
 ii) **Expenditure in Foreign Currency**
 Travelling
 Brokerage & Commission
 Foreign Bank Charges
 Interest & Swap Charges
 Others
 iii) **Earnings in Foreign Currency**
 FOB Value of Exports (Excluding to Nepal); Black Tea
 iv) **Value of Raw materials and Spares Consumed**

2015-16	2014-15
–	49.43
2760.31	2858.87
130.82	61.03
24.24	27.41
37.21	87.73
8.25	7.53
10.29	19.88
143.22	57.87
7655.63	8473.06

	Raw Materials Consumed				Spares - Parts Consumed			
	2015-16		2014-15		2015-16		2014-15	
	Value	%	Value	%	Value	%	Value	%
Imported	3700.89	18.62	3359.45	13.63	1.14	0.17	1.99	0.22
Indigenous	16172.22	81.38	21284.50	86.37	665.50	99.83	892.15	99.78
Total	19873.11	100.00	24643.95	100.00	666.64	100.00	894.14	100.00

Notes to Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

R) Earnings per Share	2015-16	2014-15
Profit/ (loss) after taxation as per statement of Profit & Loss	(1916.36)	(1902.34)
Weighted average number of equity shares outstanding at the year end	28877488	28877488
Basic and diluted earnings per share of Face Value of ₹ 5/- (in ₹)	(6.63)	(6.59)

S) **Remittance on account of dividend to Non-Resident Shareholders :**

Remitted in their Banks in India -

	Year ended 31.03.2015	Year ended 31.03.2014
Year to which Dividend relates	19.13	37.59
Net amount of Dividend remitted	342	336
Number of Shareholders	1912651	1879564

T) Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date annexed

 For **SINGHI & CO.**

Chartered Accountants

(Firm Registration No. 302049E)

Aditya Singhi

Partner

(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

For and on behalf of the Board of Directors

R. K. Ganeriwala
 (President, CFO & Secretary)

D. P. Maheshwari
 (Managing Director)

B. K. Birla
 (Chairman)

Independent Auditors' Report on Consolidated Financial Statements

To The Members of
Jay Shree Tea & Industries Limited

REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

We have audited the accompanying consolidated financial statements of **JAY SHREE TEA & INDUSTRIES LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), and a jointly controlled entity, comprising of the Consolidated Balance Sheet as at 31st March, 2016, the Consolidated Statement of Profit & Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The Holding Company's Board of Directors is responsible for the preparation of these consolidated 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 and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The Board of Directors of the company is responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the

Directors of the Holding Company, as aforesaid.

AUDITOR'S RESPONSIBILITY

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

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

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

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our qualified audit opinion on the consolidated financial statements.

BASIS OF QUALIFIED OPINION

Non-provision of accumulated gratuity liability up to 31.3.2009 of ₹ 96.68 lacs in a subsidiary company as per the requirement of Accounting Standard - 15 on "Employee Benefits"

Had the above impact be considered, consolidated Loss after tax for the year would have been ₹ 909.94 lacs as against the reported loss of ₹ 813.26 lacs and the reserve and surplus balance as on 31.3.2016 would have been ₹ 38454.99 lacs as against the reported figure of ₹ 38551.67 lacs.

QUALIFIED OPINION

In our opinion and to the best of our information and according to the explanations given to us, *except for the possible effect of the matter described in the Basis for Qualified Opinion paragraph*, the aforesaid consolidated financial statements give the information

Independent Auditors' Report on Consolidated Financial Statements (Contd.)

required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March, 2016 and their consolidated Loss and their consolidated cash flows for the year ended on that date.

EMPHASIS OF MATTER

Refer note no. 2.28.1.iii regarding carry forward of minimum alternate tax (MAT) credit entitlement of ₹ 116.78 lacs based on future taxable income projected by the company.

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

OTHER MATTERS

- a) We have not audited the financial statements/financial information of three Indian subsidiaries whose financial statements reflect total assets of ₹ 6331.04 lacs as at 31st March 2016, total revenues of ₹ 85.33 lacs and net cash inflow amounting to ₹ 1.10 lacs for the year ended on that date, as considered in the consolidated financial statements. These financial statements/ financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in term of subsections (3) and (11) of section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditors.
- b) We have relied on the unaudited consolidated financial statements of a foreign subsidiary and a foreign jointly controlled entity, whose consolidated financial statements reflects total assets of ₹ 10126.24 lacs as at 31st March 2016 / 31st December 2015, total revenue of ₹ 5154 lacs and net cash inflow amounting to ₹ 365.78 lacs for the year ended on that date. These unaudited consolidated financial statements have been prepared in accordance with the generally accepted accounting principal in India and other recognized accounting practice and policies (Indian GAAP) followed by the Holding Company and approved by the management. Our report in so far as it relates to the amounts included in respect to above consolidated financial statements is based solely on such approved unaudited financial statements.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by Section 143 (3) of the Act, to the extent applicable, we report that:
 - a) We have sought and obtained all the information and

explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) The matters described in the "Basis for Qualified Opinion" and "Emphasis of Matter" paragraph above, in our opinion may not have an adverse effect on the functioning of the Group and jointly controlled entity.
- f) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2016 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group is disqualified as on 31st March, 2016 from being appointed as a director of that company in terms of Section 164 (2) of the Act.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the holding Company & its subsidiary companies incorporated in India and the operating effectiveness of such controls, refer to our separate

Independent Auditors' Report on Consolidated Financial Statements (Contd.)

- report in 'Annexure A'; and
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Holding Company and its subsidiary companies incorporated in India – refer note 2. 28 (A) & (I) (i) to the financial statements;
 - ii. The Holding Company and its subsidiary companies incorporated in India did not have any material foreseeable losses on long-term contracts including derivative contracts;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies incorporated in India.

For **SINGHI & Co.**
Chartered Accountants
(Firm Registration No. 302049E)

Aditya Singhi
Partner
(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

Annexure - A to the Independent Auditors' Report on Consolidated Financial Statements

The Annexure referred to in paragraph 1 (g) under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors' Report of even date in respect to the internal financial control under clause (i) of sub-section 3 of section 143 of the Act of Jay Shree Tea & Industries Limited for the year ended 31 March 2016, we report that:

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31st March, 2016, we have audited the internal financial controls over financial reporting of the Holding Company. Based on the comments made by the Independent Auditors of the Subsidiaries Companies incorporated in India with respect to the internal financial controls over financial reporting as required in terms of sub-section (3) (i) of Section 143 of the Act, we report as under:

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Respective Board of directors of the Holding Company and its subsidiaries companies incorporate in India are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate

internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the 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

Annexure - A to the Independent Auditors' Report on Consolidated Financial Statements (Contd.)

established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of

the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, the Holding Company, its subsidiary companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2016, 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.

OTHER MATTERS

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to subsidiary companies incorporated in India, is based on the corresponding reports of the auditors of such companies.

For **SINGHI & Co.**
Chartered Accountants
(Firm Registration No. 302049E)

Aditya Singhi
Partner
(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

Consolidated Balance Sheet as at 31st March, 2016

(₹ in Lacs)

	Note No.	As at 31st March, 2016	As at 31st March, 2015
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	2.1	1443.87	1443.87
Reserves and Surplus	2.2	38551.67 39995.54	41025.14 42469.01
MINORITY INTEREST		1701.96	1616.39
NON-CURRENT LIABILITIES			
Long-Term Borrowings	2.3	14159.30	14002.14
Deferred Tax Liabilities (Net)	2.4	843.86	324.08
Other Long-Term Liabilities	2.5	251.30	166.42
Long-Term Provisions	2.6	613.28 15867.74	570.21 15062.85
CURRENT LIABILITIES			
Short-Term Borrowings	2.7	21093.82	29380.97
Trade Payables			
Total outstanding dues of Micro Enterprises & Small Enterprises	2.8	-	-
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises	2.8	17342.13	17638.93
Other Current Liabilities	2.9	11234.64	9493.24
Short-Term Provisions	2.6	3473.58 53144.17	2922.78 59435.92
TOTAL		110709.41	118584.17
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets	2.10		
Tangible Assets		36493.82	35323.42
Capital Work-In-Progress		815.79 37309.61	1937.71 37261.13
Goodwill on Consolidation		1885.25	2008.39
Non-Current Investments	2.11	25379.66	26049.86
Long-Term Loans and Advances	2.12	2023.78	2881.04
Other Non-Current Assets	2.13	4.64 29293.33	6.32 30945.61
CURRENT ASSETS			
Current Investments	2.14	2945.22	1970.51
Inventories	2.15	23264.40	24898.66
Trade Receivables	2.16	8537.07	8726.34
Cash and Bank Balances	2.17	3694.42	9079.45
Short-Term Loans and Advances	2.12	2480.33	2531.88
Other Current Assets	2.13	3185.03 44106.47	3170.59 50377.43
TOTAL		110709.41	118584.17

Significant Accounting Policies

1

The Notes are an integral part of the Financial Statements

As per our report of even date annexed

For and on behalf of the Board of Directors

For **SINGHI & CO.**

Chartered Accountants

(Firm Registration No. 302049E)

Aditya Singhi

Partner

(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

R. K. Ganeriwala
(President, CFO & Secretary)**D. P. Maheshwari**
(Managing Director)**B. K. Birla**
(Chairman)

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

(₹ in Lacs)

	Note No.	For the year ended 31st March, 2016	For the year ended 31st March, 2015
INCOME			
Revenue from Operations (Gross)	2.18	75302.54	72995.84
Less : Excise Duty		902.65	915.49
Revenue from Operations (Net)		74399.89	72080.35
Other Income	2.19	2775.67	2236.85
Total Revenue		77175.56	74317.20
EXPENSES			
Cost of Materials Consumed	2.20	20706.49	25484.26
Purchases of Traded Goods	2.21	7027.14	5937.31
(Increase)/ Decrease in Inventories of Finished Goods, Work-in-Progress and Traded Goods	2.22	1484.76	(346.43)
Employee Benefits Expense	2.23	22214.01	19470.59
Finance Costs	2.24	4627.27	5058.61
Other Expenses	2.25	19080.99	19672.06
		75140.66	75276.40
Profit/(Loss) before Tax, Depreciation and Amortization		2034.90	(959.20)
Depreciation and Amortization Expense	2.26	1876.04	1595.67
Profit/(Loss) before Tax		158.86	(2554.87)
Tax Expense	2.27		
Current Tax		281.05	359.05
Deferred Tax		508.81	(609.94)
Profit/(Loss) after Tax		(631.00)	(2303.98)
Share of Profit/(Loss) of Associate		(56.65)	-
Share of Minority Interest		125.61	(17.58)
Profit/(Loss) attributable to Shareholders after Minority Interest		(813.26)	(2286.40)
Basic & Diluted Earnings Per Share ₹ [nominal value ₹ 5/-] (Refer Note. 2.28.V)		(2.82)	(7.92)

Significant Accounting Policies

1

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

As per our report of even date annexed

For and on behalf of the Board of Directors

For **SINGHI & CO.**

Chartered Accountants

(Firm Registration No. 302049E)

Aditya Singhi

Partner

(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

R. K. Ganeriwala
(President, CFO & Secretary)**D. P. Maheshwari**
(Managing Director)**B. K. Birla**
(Chairman)

Consolidated Cash Flow Statement for the year ended 31st March, 2016

(₹ in Lacs)

	2015-16	2014-15
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit/(Loss) before tax and extraordinary items	158.86	(2554.87)
Adjustments for :		
Depreciation/Amortisation Expenses	1876.86	1596.49
Dividend income	(94.52)	(45.81)
Finance Costs	4627.27	5058.61
Forward Contract Charges	152.40	77.13
Interest Income	(640.17)	(903.14)
(Profit)/Loss on sale of Fixed Assets (net)	(404.53)	13.36
Excess Liabilities & Unclaimed Balances written back	(210.04)	(34.06)
Excess / Short Provisions related to earlier year (net)	(532.29)	(147.29)
Loans, Advances, investment & claims written off (net)	22.50	547.27
Provisions for Doubtful debts & Advances	21.27	111.50
Investment written off	-	8.31
Net (Gain)/Loss on sale of Investment	(274.93)	(595.48)
Foreign Currency Translation Reserve	(189.40)	322.86
Net Loss/(Gain) on foreign currency transactions and translations	(267.24)	(102.09)
Operating profit before working capital changes	4246.04	3352.79
Adjustments for :		
Trade Receivables and Loans & Advances	775.38	(1417.73)
Inventories	1634.26	(306.65)
Trade payables, Other liabilities & Provisions	1356.75	5291.70
Cash generated from/(used in) operations	8012.43	6920.11
Direct taxes (paid)/refund ^	(134.35)	(280.04)
Exchange difference realised (net)	217.73	95.23
Net cash from/(used in) operating activities	8095.81	6735.30
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of/advance for Fixed Assets/Capital Work in Progress	(2268.37)	(2557.56)
Sale of Fixed Assets/ Investment Property	2467.01	106.99
Receipt of capital subsidy	47.17	7.92
(Purchase)/sale of long term investments (net)	(2254.84)	2540.87
(Purchase)/sale of current investments (net)	(62.07)	406.48
(Investment) / Maturity of Bank Fixed Deposits	(1406.98)	1503.23
Loans and Advances to companies (net)	(136.68)	(110.98)
Interest received	445.59	854.80
Dividend Income	97.23	45.81
Net cash from / (used in) investing activities	(3071.94)	2797.56

Consolidated Cash Flow Statement for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	2015-16	2014-15
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from long term borrowings	8347.00	3600.00
Repayments of long term borrowings	(6893.37)	(4141.19)
Proceeds from short term borrowings (net)	(8287.15)	(6843.62)
Dividend including dividend tax paid	(240.35)	(471.82)
Interest paid	(4614.86)	(4813.10)
Forward Contract Charges for Borrowings	(132.84)	(46.39)
Net cash from/(used in) financing activities	(11821.57)	(12716.12)
Net increase/(decrease) in cash and cash equivalent (A+B+C)	(6797.70)	(3183.26)
Cash and cash equivalents as at 01.04.2015	8455.11	11636.09
Add : Exchange Variation on Cash & Cash Equivalents	4.46	2.28
Cash and cash equivalents as at 31.03.2016 \$	1661.87	8455.11
	(6797.70)	(3183.26)

^Although investing activities attract tax on income arising out of these activities, for the purpose of the Cash Flow entire tax refund and tax payment has been considered as part of operating activities only.

\$ Cash and cash equivalent consist of :-

Cash & Cash Equivalents *

	As at 31st March, 2016	As at 31st March, 2015
Cash, cheques, drafts on hand etc.	225.36	93.76
Balance and Fixed deposits with Banks	1436.51	8361.35
Total	1661.87	8455.11

The aforesaid statement is prepared on indirect method.

* Does not include any amount of significant cash & cash equivalent which are not available for use.

The figures of the previous year have been reclassified to conform to current year classification.

As per our report of even date annexed

For **SINGHI & CO.**

Chartered Accountants

(Firm Registration No. 302049E)

Aditya Singhi

Partner

(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

For and on behalf of the Board of Directors

R. K. Ganeriwala
(President, CFO & Secretary)

D. P. Maheshwari
(Managing Director)

B. K. Birla
(Chairman)

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016

(₹ in Lacs)

1. STATEMENT OF ACCOUNTING POLICIES

I. Principles of Consolidation

The Consolidated Financial Statements (CFS) relate to Jay Shree Tea & Industries Limited (the Company), its subsidiaries and its interest in Joint Venture(the Group). The CFS has been prepared in accordance with Accounting Standard-21 on "Consolidated Financial Statements" (AS 21) and Accounting Standard-27 on "Financial Reporting of Interest in Joint Ventures" (AS 27) and is prepared on the following basis:

(a) The financial statements of the Company and its Subsidiaries are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating inter-group balances and inter-group transactions including unrealized profits/ losses in period end assets, such as inventories, fixed assets etc. The difference between the Company's cost of investments in the Subsidiaries, over portion of equity at the time of acquisition of shares is recognized in the CFS as Goodwill or Capital Reserve, as the case may be. Minority Interest's share in net profit/ loss of consolidated subsidiaries for the year is adjusted against the income of the Group in order to arrive at the net income attributable to equity shareholders of the Company. Minority Interest's share in net assets of consolidated subsidiaries is presented in the Consolidated Balance Sheet separate from liabilities and the equity of the Company's shareholders. Minority Interest in the CFS is identified and recognized after taking into consideration:

- i. The amount of equity attributable to minorities at the date on which investments in a subsidiary is made.
- ii. The minorities' share of movement in equity since the date parent-subsidiary relationship came into existence.
- iii. The losses attributable to the minorities are adjusted against the minority interest in the equity of the subsidiary.

iv. The excess of loss over the minority interest in the equity is adjusted against reserve of the group.

- (b) In case of foreign subsidiaries, being non-integral foreign operations, revenue items are translated at the average rates prevailing during the period. Assets, liabilities and equity are translated at the closing rate. Any exchange difference arising on translation is recognized in the "Foreign Currency Translation Reserve".
- (c) Interest in Jointly Controlled Entities, where the company is a direct venturer, is accounted for using proportionate consolidation in accordance with AS 27. The difference between cost of the company's interest in jointly controlled entities over its share of net assets in the jointly controlled entities, at the date on which interest is acquired, is recognized in the CFS as Goodwill or Capital Reserve as the case may be.
- (d) The CFS is prepared by using uniform accounting policies for like transactions and other events in similar circumstances and necessary adjustments required for deviations, if any and to the extent possible, are made in the CFS and are presented in the same manner as the company's separate financial statements except otherwise stated.

II. Convention

The CFS has been prepared in accordance with applicable Accounting Standards in India and in accordance with the relevant provisions of the Companies Act, 2013. A summary of important accounting policies which have been applied consistently is set out below.

III. Use of Estimates

The preparation of CFS require judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities including contingent liabilities on the date of the CFS and the reported amount of revenues and expenses during the reporting period. Difference between actual results and estimates are recognized in the period in which the results are known / materialized.

IV. Basis of Accounting

The CFS have been prepared in accordance with historical cost convention. All income and expenses, unless specifically stated otherwise, have been accounted for on accrual basis.

V. Recognition of Revenue & Expenses

- (a) All revenue and expenses are accounted for on accrual basis except as otherwise stated.
- (b) Sales are net of returns, Sales Tax/VAT and trade discount.

VI. Government Grants

- (a) Government Grants related to specific assets are adjusted with value of fixed assets.
- (b) Government Grants in the nature of Promoter's Contribution towards fixed assets are credited to Capital Reserve.
- (c) Government Grant related to revenue items are adjusted with the related expenditure/taken in income.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

VII. Fixed Assets & Depreciation / Amortization

(a) Tangible Fixed Assets:

- i. Fixed assets are stated at cost less accumulated depreciation and accumulated impairment loss, if any.
- ii. Depreciation on tangible fixed assets other than land and tea plantation is provided on the "Straight Line Method" at the rates determined based on the useful lives of respective assets as prescribed in the Schedule II of the Companies Act, 2013.
- iii. In case of asset "Plucking/Pruning/Power Spraying Machines", depreciation has been provided on Straight Line Method at the rates determined considering the useful lives of 5 years which is based on internal assessment and the management believes that the useful lives as considered above best represent the period over which the respective assets shall be expected in use.
- iv. Items of machinery spares to be used in connection with an item of fixed asset are amortized over the useful life of the asset.
- v. Leasehold Land (Others) is amortized over the period of lease.

(b) Intangible Fixed Assets:

Intangible Assets are stated at cost on initial recognition after which the same are stated at cost less accumulated amortization and accumulated impairment loss, if any.

(c) Capital Work in Progress:

Capital Work in Progress is stated at cost which includes expenses incurred during construction period, interest on amount borrowed for acquisition of qualifying assets and other expenses incurred in connection with project implementation in so far as such expenses relate to the period prior to the commencement of commercial production.

(d) Intangible assets under development:

Intangible assets under development is stated at cost which includes expenses incurred during development period and all other expenses incurred in connection with development of Intangible Assets in so far as such expenses relate to the period prior to the getting the assets ready for use.

VIII. Impairment of Assets

Impairment of Assets are assessed at each Balance Sheet date for each cash generating unit if any indicators of impairment exists and the same is assessed and provided for in accordance with the Accounting Standard-28. A previously recognized impairment loss is periodically assessed.

IX. Leases

For assets acquired under operating lease, rental payable are recognised as an expense in the statement of profit

and loss. Assets acquired under finance lease are capitalized at lower of the fair value and the present value of minimum lease payment. Lease income from operating leases is recognised in the statement of profit and loss over the period of lease.

X. Investments

(a) Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments. The portion of long term investments expected to be realized within twelve months after the reporting date are disclosed under current investments.

(b) On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees & duties.

(c) Long-Term Investments are stated at cost. Provision for diminution is made if the decline in value, in the opinion of the management, is other than temporary.

(d) Current Investments, other than the portion of long term investments disclosed under current investments, are stated at lower of cost or fair value.

XI. Inventories

Inventories are valued at cost or net realizable value whichever is lower. Cost is determined on weighted average/ FIFO basis. Cost comprises expenditure incurred in the normal course of business in bringing such inventories to their location and condition and includes appropriate overheads. Provision is made for obsolete and slow moving stocks, wherever necessary.

Net realizable value is the estimated selling prices in the ordinary course of business less estimated cost necessary to make the sale. Materials and other items held for use in production of inventories are not written down below the cost if the finished products in which they will be incorporated are expected to be sold at or above cost.

XII. Employment Benefits

a) Short term Employees Benefits:

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

The undiscounted amount of short term employee benefit expected to be paid in exchange for the services rendered by employee is recognized during the period when the employee render the service. This benefit includes salary, wages, short term compensatory absences and bonus.

b) Long Term Employee Benefits :

i. Defined Contribution Scheme:

This benefit includes contribution to Superannuation Scheme, ESIC (Employees' State Insurance Corporation) and Provident Fund Schemes. The contribution is recognized during the period in which the employee renders service.

ii. Defined Benefit Scheme:

For defined benefit scheme the cost of providing benefit is determined using the projected unit credit method with actuarial valuation being carried out at each balance sheet date. The retirement benefit obligation recognized in the Balance Sheet represents value of defined benefit obligation as reduced by the fair value of planned assets. Actuarial gains and losses are recognized in full during the period in which they occur.

iii. Other Long Term Benefits:

Long term compensated absence is provided for on the basis of an actuarial valuation, using the Projected Unit Credit Method as at the date of Balance Sheet.

XIII. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost until the asset is ready for its intended use. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use. Other borrowing costs are recognized as an expense in the period in which they are incurred.

XIV. Foreign Currency Transactions

Transactions in foreign currencies are recorded at exchange rates prevailing on the date of the transaction. Monetary items denominated in foreign currency are restated at the exchange rate

prevailing on the Balance Sheet date. Foreign currency non-monetary items carried in terms of historical cost are reported using the exchange rate at the date of the transactions. Exchange differences arising on settlement of transactions and/or restatements are dealt with in the statement of profit and loss.

Exchange difference arising on reporting /settlement of long term foreign currency monetary items (other than related to acquisition of depreciable Fixed Assets) at rates different from those at which they were initially recorded during the period or reported in previous CFS which were until now being recognized in the statement of Profit & Loss are now being accumulated in "Foreign Currency Monetary Translation Difference Account" and amortized in the statement of Profit & Loss over the remaining life of the long term foreign currency monetary items.

XV. Derivative Transactions

The group uses derivative financial instruments such as forward exchange contracts, currency swap, etc. to hedge its risks associated with foreign currency fluctuations relating to the underlying transactions, highly probable forecast transactions and firm commitments. In respect of Forwards Exchange Contracts with underlying transactions, the premium or discount arising at the inception of such contract is amortized as expense or income over the life of contract.

Other Derivative contracts outstanding at the Balance Sheet date are marked to market and resulting loss, if any, is provided for in the CFS. Any profit or losses arising on cancellation of derivative instruments are recognized as income or expense for the period.

XVI. Taxes on Income

Current tax is determined on the basis of the amount of tax payable for the year under Income Tax Act and Agriculture Income Tax of the respective countries. Deferred tax is calculated at the applicable tax rate and is recognized on timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period. Deferred tax assets subject to consideration of prudence, are recognized and carried forward only to the extent that there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Tax Credit for Minimum Alternate Tax (MAT) is recognized when there is a convincing evidence of its realisability against future tax liability.

XVII. Provisions, Contingent Liabilities & Contingent Assets

Provisions are recognized in respect of present obligations arising out of past events where there are reliable estimates of the probable outflow of resources. Contingent liabilities are the possible obligation of the past events, the existence of which will be confirmed only by the occurrence or non-occurrence of a future event. These are not provided for but are disclosed by way of Notes on Accounts. Contingent Assets are not provided for or disclosed.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st March 2016	As at 31st March 2015
2.1 SHARE CAPITAL		
Authorized :		
58000000 Shares of ₹ 5/- each	2900.00	2900.00
Issued		
28902786 Equity Shares of ₹ 5/- each (Previous year 28902786 Equity Shares of ₹ 5/- each)	1445.14	1445.14
Subscribed and Paid up		
28877488 Equity Shares of ₹ 5/- each (Previous year 28877488 Equity Shares of ₹ 5/- each)	1443.87	1443.87

- a) Reconciliation of Shares outstanding at the beginning and at the end of year :

	No. of Shares	No. of Shares
Shares outstanding at the beginning of the year	28877488	28877488
Shares issued during the year	—	—
Shares outstanding at the end of the year	28877488	28877488

- b) The Company has only one class of issued shares i.e., Equity Shares having par value of ₹ 5/- per share. Each holder of Ordinary Shares is entitled to one vote per share and equal right for dividend. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the ordinary shareholders are eligible to receive the remaining assets of the Company after payment of all preferential amounts, in proportion to their shareholding.
- c) The Company does not have any Holding Company/ultimate Holding Company.
- d) Details of shareholders holding more than 5% shares in the Company:

	As at 31st March 2016		As at 31st March 2015	
Ordinary Equity Shares of ₹ 5/- each fully paid up	No. of Shares	%	No. of Shares	%
JPM Merchandise Agencies Limited	6114108	21.17	6114108	21.17
Jay Shree Beneficiary Trust	6528810	22.61	6528810	22.61

- e) No Equity Shares have been reserved for issue under options and contracts/commitments for the sale of shares/disinvestment as at the Balance Sheet date.
- f) No shares have been bought back by the Company during the period of 5 years preceding the date as at which the Balance Sheet is prepared.
- g) 6528810 (Previous year 6528810) Equity shares of ₹ 5/- each fully paid up have been issued pursuant to Scheme of Amalgamation and Arrangement for consideration other than cash in preceeding five years.
- h) No securities convertible into Equity/Preference shares issued by the Company during the year.
- i) No calls are unpaid by any director or officer of the Company during the year.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st March 2016	As at 31st March 2015
2.2 RESERVES AND SURPLUS		
Capital Reserve		
(Not Available for Dividend)		
As per the last Consolidated Financial Statements	10865.28	10865.28
Capital Redemption Reserve		
As per the last Consolidated Financial Statements	165.21	165.21
Capital Reserve arising on accounting of investment in associate		
As per last Consolidated Financial Statements	78.11	78.11
Storage Reserve for Molasses		
As per the last Consolidated Financial Statements	188.10	188.10
RBI Reserve Fund		
As per last Consolidated Financial Statements	–	–
Add: Addition during the year	7.96	–
	7.96	–
Investment Reserve		
As per last Consolidated Financial Statements	1895.22	1895.22
Less: Adjusted from Sale of Shares	1091.33	–
As per last Consolidated Financial Statements	803.89	1895.22
Revaluation Reserve		
As per last Consolidated Financial Statements	133.44	148.37
Add : Foreign Currency Translation Reserve	(8.39)	(14.93)
	125.05	133.44
Foreign Currency Translation Reserve		
As per last Consolidated Financial Statements	(81.32)	69.61
Add: Movement during the year	(259.65)	(150.93)
	(340.97)	(81.32)
Debenture Redemption Reserve		
As per last Consolidated Financial Statements	125.00	–
Add: Addition during the year	–	125.00
Less: Transferred to General Reserve	(125.00)	–
	–	125.00
General Reserve		
As per the last Consolidated Financial Statements	20205.28	20516.72
Add : Transferred from Surplus	125.00	–
Less: Adjustment due to transitional provision of Schedule II of the Companies Act 2013	–	(311.44)
	20330.28	20205.28
Surplus		
As per the last Consolidated Financial Statements	7450.82	10102.95
Add: Profit/(Loss) for the year	(813.26)	(2286.40)
Add: Accumulated share of Profit of Associate of earlier years	164.04	–
	6801.60	7816.55

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st March 2016	As at 31st March 2015
2.2 RESERVES AND SURPLUS (Contd.)		
Less : Appropriations		
Proposed Dividend (@ ₹ 1/- Per Equity Share & @ ₹ 5/- Per Preference Share) (Refer Note No.2.28.1.ii)	441.93	222.08
Corporate Dividend Tax (Net)	22.95	18.65
Debenture Redemption Reserve	-	125.00
RBI Reserve Fund	7.96	-
Net Surplus	6328.76	7450.82
Total Reserve and Surplus	38551.67	41025.14

	Non-current portion		Current Maturities	
	As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
2.3 LONG TERM BORROWINGS				
Secured				
Term Loan from Banks	6774.99	8666.66	3858.34	3166.68
Term Loan from a NBFC	-	1800.00	-	1200.00
Foreign Currency Term Loan from Banks	3169.60	285.23	941.45	106.64
External Commercial Borrowings from Bank	344.06	1032.18	688.13	688.13
Sugar Development Fund Loan	430.27	430.27	-	-
Sugar Term Loan	3277.00	1100.00	920.00	-
Total Secured Borrowings	13995.92	13314.34	6407.92	5161.45
Unsecured				
Working Capital Loan From Bank	-	-	1250.00	1200.00
From Related Party – Joint Venture Partner	163.38	687.80	-	-
Total Unsecured Borrowings	163.38	687.80	1250.00	1200.00
Amount disclosed under the head "Other Current Liabilities" (Note 2.9)			(7657.92)	(6361.45)
	14159.30	14002.14	-	-

Security :

- Term Loan from Banks and External Commercial Borrowings amounting to ₹ 12198.85 are secured/to be secured by equitable mortgage by deposit of title deeds of tea estates alongwith all immovable properties thereon ranking pari-passu, interse with working capital lenders for tea division. Further Term Loan from a Bank amounting to ₹ 3300.00 is secured by pledge of certain non current investments.
- Foreign Currency Loan from Bank amounting to ₹ 159.18 is secured against fixed assets of Gisakura Tea Factory.
- Sugar Development Fund Loan is secured/to be secured by way of equitable mortgage of immovable/movable properties of Jay Shree Sugar division ranking pari-passu.
- Sugar Term Loan from a bank is secured by first charge of hypothecation of stocks, book debts/receivable and other current assets of sugar division ranking pari-passu with other working capital consortium bank.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

v) Maturity Profile and Repayment Schedule

Nature of Loans	Loan Amount	Repayment Term	Repayment Years				
			2016-17	2017-18	2018-19	2019-20	2020-22
Secured							
Rupee Term Loan	2000.00	Payable in two equal yearly installments	1000.00	1000.00	–	–	–
Rupee Term Loan	1800.00	Payable in four half yearly installments	900.00	900.00	–	–	–
Foreign Currency Term Loan	1333.33	Payable in two equal yearly installments	666.67	666.66	–	–	–
Rupee Term Loan	1500.00	Payable in three equal yearly installments	500.00	500.00	500.00	–	–
Rupee Term Loan	1333.34	Payable in four equal half yearly installments	666.67	666.67	–	–	–
Foreign Currency Term Loan	277.72	Payable in three yearly installments	118.53	79.60	79.59	–	–
Sugar Development Fund	430.27	Payable in ten half yearly installments	–	86.05	86.05	86.05	172.12
External Commercial Borrowings	1032.18	Payable in three equal half yearly installments	688.13	344.05	–	–	–
Sugar Term Loan	1100.00	Payable in eleven equal quarterly installments	300.00	400.00	400.00	–	–
Rupee Term Loan	2500.00	Payable in six equal half yearly installments	416.67	833.33	833.33	416.67	–
Rupee Term Loan	1500.00	Payable in six half yearly installments	375.00	450.00	450.00	225.00	–
Sugar Soft Loan	1400.00	Payable in twenty equal quarterly installments	280.00	280.00	280.00	280.00	280.00
FCNR Term Loan	2500.00	Payable in sixteen equal quarterly installments	156.25	625.00	625.00	625.00	468.75
Sugar Soft Loan	1697.00	Payable in twenty equal quarterly installments	340.00	340.00	340.00	340.00	337.00
	20403.84		6407.92	7171.36	3593.97	1972.72	1257.87
Unsecured							
Working Capital Loan	1250.00	Payable in one installment	1250.00	–	–	–	–
Joint Venture Partner	163.38	Repayable on demand	–	163.38	–	–	–
	1413.38		1250.00	163.38	–	–	–

Note : The rate of interest on the above term loans are in the range of 7% p.a to 11% p.a

	As at 31st March 2016	As at 31st March 2015
2.4 DEFERRED TAX LIABILITIES (NET)		
Deferred Tax Liabilities Arising on account of :		
Accumulated Depreciation	3305.40	3184.28
Less : Deferred Tax Assets arising on account of :		
Section 43B of Income-tax Act	1062.07	1335.30
Unabsorbed Depreciation	1211.76	866.97
Others	187.71	2461.54
	843.86	324.08

Deferred Tax asset on unabsorbed depreciation has been further recognised and carried forward based on the certainty of reversal of the same based on the projected availability of the future taxable income.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st March 2016	As at 31st March 2015
2.5 OTHER LONG TERM LIABILITIES		
Trade and Security Deposits	143.70	88.94
Interest accrued but not due	107.60	77.48
	251.30	166.42

	Long Term		Short Term	
	As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
2.6 PROVISIONS				
Provision for Employee Benefits				
Leave	569.50	534.05	232.86	166.65
Gratuity	—	—	710.87	680.02
Bonus	—	—	2025.13	1691.78
Other Provisions				
Provisions for Contingencies	—	—	39.46	143.60
Provisions for Taxation (Net of advance)	43.78	36.16	—	—
Proposed Dividend	—	—	441.93	222.08
Corporate Dividend Tax	—	—	23.33	18.65
	613.28	570.21	3473.58	2922.78

	As at 31st March 2016	As at 31st March 2015
2.7 SHORT TERM BORROWINGS		
Working Capital Borrowings		
From Banks		
Working Capital Loans (Secured)	11593.82	8780.97
Working Capital Loans (Unsecured)	—	450.00
Packing Credit Loan (Secured)	2,500.00	—
Short Term Rupee Loans (Secured)	—	1500.00
Short Term Rupee Loans (Unsecured)	7000.00	15750.00
Commercial Papers (Unsecured)	—	900.00
Foreign Currency (Unsecured)	—	2000.00
	21093.82	29380.97

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st March 2016	As at 31st March 2015
2.7 SHORT TERM BORROWINGS (Contd.)		
The above amount includes		
Secured Borrowings	14093.82	10280.97
Unsecured Borrowings	7000.00	19100.00
	21093.82	29380.97

Security :

- Secured working capital loan and other secured loans are secured by first charge by way of hypothecation over entire current assets of the Company ranking pari-passu with other consortium banks as primary security & second charge by way of hypothecation of entire movable plant & machinery of the Company ranking pari-passu with other consortium banks as collateral.
- Secured working capital loan to the tune of ₹ 4280.39 in the books of a subsidiary and a step down subsidiary company are secured by pledge of investment of ₹ 5520.19.
- Above secured loans are also secured by equitable mortgage over the immovable properties of Company's 21 Tea Estates ranking pari-passu with term lenders for tea division.

	As at 31st March 2016	As at 31st March 2015
2.8 TRADE PAYABLES		
For Goods and Services		
Dues of Micro Enterprises & Small Enterprises	—	—
Others	17342.13	17638.93
	17342.13	17638.93

2.9 OTHER CURRENT LIABILITIES		
Current maturities of Long Term Debt (Refer Note No. 2.3)	7657.92	6361.45
Interest accrued but not due on Borrowings	529.50	578.62
Interest accrued and due on Borrowings	44.29	12.88
For Salary & Wages	818.95	847.29
Unpaid and unclaimed dividends	81.08	81.02
Statutory Dues	1350.80	1035.30
Amount payable for Capital Goods	141.78	169.79
Trade and Security Deposits	17.37	8.15
Advances Received from Customers	186.92	213.44
Others	406.03	185.30
	11234.64	9493.24

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

Particulars	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	Value as on 31/03/2015	Additions/ Adjustment	Sales/ Adjustment	Total value as on 31/03/2016	Upto 31/03/2015	For the year	Sales/ adjustment	Upto 31/03/2016	As at 31/03/2016	As at 31/03/2015
2.10 FIXED ASSETS										
Land	7558.81 ⁽¹⁾	(6.24)	185.61	7366.96	-	-	-	-	7366.96	7558.81
Leasehold Land & Plantation	7268.92	164.63 ⁽²⁾	-	7433.55	2.32	-	-	2.32	7431.23	7266.60
Leasehold Land Others	122.54	-	-	122.54	35.34	8.11	-	43.45	79.09	87.20
Building & Flats (including those on Leasehold & Rented Land), Electric Installation, Water Line, Tubewell, Fencing, Road, Bridge etc.	9079.30	2075.56	95.17	11059.69	2858.76	328.20	11.32	3175.64	7884.05	6220.54
Plant & Machinery, X-ray units, Electric Installation, Air Conditioning Units, Refrigerators, Road Rollers, Gas Pipe Lines, Roapways etc.	22209.16	977.95 ⁽³⁾	406.22	22780.89	9899.34	1126.41	234.31	10791.44	11989.45	12309.82
Motor Lorries, Cars, Trailors, Tractors, Trollies, Cycles, Vans, Loaders etc.	2998.56	216.05	51.75	3162.86	1532.03	260.05	44.23	1747.85	1415.01	1466.53
Furniture & Fixtures, Tools & Implements etc.	784.79	13.14	202.79	595.14	454.03	45.85	154.79	345.09	250.05	330.76
Live Stock	0.19	-	-	0.19	-	-	-	-	0.19	0.19
Office Equipment	255.71	46.71	21.00	281.42	172.74	50.49	19.60	203.63	77.79	82.97
Total	50277.98	3487.80	962.54	52803.24	14954.56	1819.11	464.25	16309.42	36493.82	35323.42
Capital Work in Progress								815.79	1937.71	
								37309.61	37261.13	
Corresponding figures for previous year	50468.95	1445.43	1636.40	50277.98	14426.49	1504.17	976.10	14954.56	35323.42	
Capital Work in Progress								1937.71		
								37261.13		

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

Notes To Fixed Assets (Contd.)

- 1) a) Land of Tribeni, West Bengal - Appeal for the final determination of compensation was decided in favour of the Group by the District Court of Hooghly and final compensation determined at ₹ 8.33 (Including interest ₹ 0.50) against which a sum of ₹ 2.05 was received in a previous year and credited to fixed assets. ₹ 6.28 including ₹ 1.50 released during the year 1967 against hypothecation of Khardah Land by the District Court has been shown in Current Liabilities. The Hon'ble High Court at Calcutta has decided the appeal against the Group in a previous year by reducing the amount of compensation for which an appeal before the Hon'ble Supreme Court of India was filed. Hon'ble Supreme Court has upheld the decision of the Hon'ble High Court and accordingly the adjustments will be carried out when the amount to be refunded is ascertained.
- 2) Includes estimated cost of New Extension of area under tea ₹ 136.30 (Previous Year ₹ 31.53) capitalized during the year as certified.
- 3) Excluding ₹ 47.17 (Previous Year ₹ 7.23) on account of subsidy received from Tea Board under Tea Quality Upgradation & Product Diversification Scheme.
- 4) Land, Buildings and Plant & Machinery include ₹ 1.18, ₹ 6.43 and ₹ 0.81 respectively (Previous Year ₹ 1.18, ₹ 6.43, and ₹ 0.81 respectively) being 5.18% share of cost of Land, Buildings and Plant & Machinery held on co-ownership by the Group with other parties.
- 5) Land & Plantation include ₹ 29.28 (Previous Year ₹ 29.28) and Building includes ₹ 1.55 (Previous Year ₹ 1.55) (being cost of floor of a leasehold building) in the name of the nominees of the Group on co-ownership basis, pending execution of conveyance deed.
- 6) Land & Plantation includes 6 hectares for which execution of conveyance deed in favour of the Group is pending.
- 7) The Jayshree Sugar division of the Group is holding 1070.57 acre of land which is in dispute under Bihar Land Reforms (Fixation of Ceiling Area and Acquisition of Surplus Land) Act, 1961 & Rules, 1963. Vide order dated 29.12.2012, the Additional Collector, Bettiah had declared 970.57 acre of land as surplus and ordered for surrender of such land. The Group has filed an appeal against the order of the Collector and the matter is subjudice. Further compensation of 146.92 acres of land which was surrendered under the above Act in earlier years is yet to be determined and shall be accounted for in the year of receipt.
- 8) Depreciation during the year includes ₹ 0.82 (Previous year ₹ 0.82) towards assets of farm.
- 9) Plant & Machinery and Vehicles of a sub-subsidiary were revalued in 2009 which resulted in an increase of ₹ 462.42.
- 10) Addition to Fixed Assets and Depreciation/Amortisation during the year includes ₹ (184.28) (Previous Year ₹ (196.72)) and ₹ (45.35) (Previous Year ₹ (67.59)) respectively on account of Foreign Currency Translation Reserve.
- 11) Borrowing cost capitalized in accordance with Accounting Standard-16 is ₹ Nil (Previous Year ₹ Nil).
- 12) The ownership of land of a tea estate measuring 72.39 acre has been disputed by a section of local people against which stay order has been obtained from Hon'ble High Court at Calcutta. The matter is subjudice and is pending before the Land Reforms & Tenancy Tribunal.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

2.11 Non Current Investments			As at 31.03.2016	As at 31.03.2015
Number of Shares/ Securities/Bonds/Units				
		TRADE INVESTMENT - LONG TERM		
		(Valued at cost unless otherwise stated)		
		FULLY PAID SHARES / SECURITIES / BONDS / UNITS		
		(Face Value of ₹ 10/- each unless otherwise stated)		
		INVESTMENT IN EQUITY INSTRUMENTS		
		IN JOINT STOCK COMPANIES - UNQUOTED		
		Beneficial interest in shares held by JSTI Beneficiary Trust (Face value ₹ 5/- each)	332.29	332.29
		Beneficial interest in shares held by Jay Shree Beneficiary Trust (Face value ₹ 5/- each)	9637.41	9637.41
		OTHER INVESTMENT - LONG TERM		
		(Valued at cost unless otherwise stated)		
		INVESTMENT PROPERTY (At cost less accumulated depreciation)		
		Cost of Land & Building	2.74	1721.41
		Less: Accumulated Depreciation / Amoritisation	0.51	237.47
		Net Block	2.23	1483.94
		FULLY PAID SHARES / SECURITIES / BONDS / UNITS		
		(Face Value of ₹ 10/- each unless otherwise stated)		
		INVESTMENT PROPERTY - UNQUOTED		
25	25	Embassy centre Premises Co. Op. Society Ltd. (Face value ₹ 50/- each)	0.01	0.01
55	55	The Bayside Co. Op. Housing Society Ltd. (Face value ₹ 50/- each)	0.03	0.03
460	460	Paramount Owners Syndicate Pvt. Ltd.	0.05	0.05
		EQUITY SHARES IN ASSOCIATE COMPANIES - UNQUOTED		
2500	2500	Birla International Ltd. (Face value 100 CHF each)	52.25	52.25
20	20	Essel Mining & Industries Ltd.	8.35	8.35
68560	68560	Padmavati Investment Ltd.	247.02	247.02
205680	205680	JPM Merchandise Agencies Limited (Allotted on demerger of Padmavati Investment Ltd.)	9.60	9.60
25000	25000	Kesoram Insurance Broking Services Ltd.	0.50	0.50
4600	4600	Vasavadatta Services Ltd.	0.46	0.46
		EQUITY SHARES IN ASSOCIATE COMPANIES - QUOTED		
2709997	2709997	ECE Industries Ltd. (Includes Capital Reserve of ₹ 11.62 crore)	3818.43	3818.43
		Add: Accumulated Share of Profit for earlier years	164.04	-
		Less: Current Year Share of Loss	(56.65)	-
		Less: Dividend	(2.72)	-
		Net Carrying Value of Investment	3923.10	3818.43

Notes to the Consolidated Financial Statements for the year ended 31st March, 2015 (Contd.)

(₹ in Lacs)

2.11 Non Current Investments (Contd.)

As at 31.03.2016	As at 31.03.2015		As at 31.03.2016	As at 31.03.2015
Number of Shares/ Securities/Bonds/Units		EQUITY SHARES (OTHERS) - UNQUOTED		
10	10	The Coimbatore & Nilgiris Dist. Small Scale Service Ind. Co-Op. Society Ltd. (Face Value ₹ 100/-)	0.01	0.01
1	1	The Tamilnadu Tea Manufacturers' Service Industrial Co-Op. Society Ltd. (Face Value ₹ 5000/-)	0.05	0.05
		EQUITY SHARES IN COMPANIES - QUOTED		
75	75	McLeod Russel India Ltd.	0.02	0.02
-	1182213	Kesoram Industries Limited	-	2299.65
100000	100000	Century Enka Ltd.	275.20	275.20
569089	569089	Kesoram Textile Mills Ltd.	1.42	1.42
6700	6700	Pilani Investment Corp. Ltd.	52.26	52.26
86200	86200	HGI Industries Ltd.	17.93	17.93
80759	85759	International Paper APPM Limited	136.26	144.69
101500	101500	Kiran Vyapar Limited	79.17	79.17
		INVESTMENT IN GOVERNMENT & TRUST SECURITIES - UNQUOTED		
		(Face Value of ₹ 1000/- each)		
3	3	National Savings Certificates	0.03	0.03
		INVESTMENT IN SECURED NON CONVERTIBLE DEBENTURES - UNQUOTED		
2	-	10% Rajesh Estate & Nirman Private Limited (Face Value of ₹ 1 crore each)	218.13	-
20	-	16% Puranik Builders Private Limited (Face Value ₹ 10 lac each)	200.00	-
20	-	17% Reddy Housing Private Limited (Face Value ₹ 10 lac each)	200.00	-
		INVESTMENT IN UNSECURED NON CONVERTIBLE DEBENTURES - UNQUOTED		
1000000	-	1% Kushagra Properties Private Limited (Face Value ₹ 100 each)	1000.00	-
		INVESTMENT IN BONDS - QUOTED		
		(Face value of ₹ 1000/- each , unless otherwise stated)		
15832	-	20 years, 8.66% Tax Free Bonds of NTPC Ltd. Series 3 A*	180.60	-
50000	-	15 years, 8.48% Tax Free Bonds of IIFCL Ltd. Series 2 A*	551.79	-
20000	-	15 years, 8.63% Tax Free Bonds of REC Ltd. Tranche II Series II *	223.88	-
30000	-	15 years, 8.63% Tax Free Bonds of REC Ltd. Tranche II Series II **	335.82	-
50000	-	15 years, 8.63% Tax Free Bonds of IRFC Ltd. Tranche II Series IIA *	558.92	-
		INVESTMENTS IN MUTUAL FUNDS - UNQUOTED		
7432921.850	2738458.484	Edelweiss Absolute Return Fund- Direct Plan Dividend option-Payout**	1115.36	400.00
2673332.175	2673332.175	UTI Short Term Income Fund- Growth**	400.00	400.00
2306081.421	2306081.421	Birla Sunlife Short Term Opportunities Fund-Growth*	500.00	500.00
18159.082	18159.082	Templeton India Short Term Income Plan Fund- Growth*	500.00	500.00
-	2000000.000	Reliance Fixed Horizon Fund - XXIV-Series2-1110 Days-Growth	-	200.00
-	6000000.000	ICICI Prudential FMP Series 72-823 Days - Plan H - Growth	-	600.00
2000000.000	2000000.000	Birla Sun Life Fixed Term Plan- Corporate Bond Series A(1170 Days)**	200.00	200.00

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

2.11 Non Current Investments (Contd.)

As at 31.03.2016	As at 31.03.2015		As at 31.03.2016	As at 31.03.2015
Number of Shares/ Securities/Bonds/Units				
-	4000000.000	Reliance Fixed Horizon Fund - XXV-Series23- 827 Days-Growth	-	400.00
-	4500000.000	DHFL Pramerica Fixed Maturity Plan-Series 58- Regular Plan Growth (Erstwhile DWS Fixed Maturity Plan-Series 58- 2 Yrs Growth)	-	450.00
3000000.00	3000000.00	HDFC FMP 1184D-Series 33-Regular-Growth**	300.00	300.00
5000000.000	5000000.000	JP Morgan India Corporate Debt Opportunities Fund- Regular- Growth**	500.00	500.00
2000000.000	2000000.000	ICICI Prudential FMP Series 75 - 1246 Days Plan U - Regular*	200.00	200.00
1696496.734	1696496.734	Reliance Regular Savings Fund - Debt- Growth*	300.00	300.00
-	3784346.103	Edelweiss Short Term Income Fund-Direct Plan Growth Option	-	600.00
2149797.919	2149797.919	Franklin India Corporate Bond Opportunities Fund*	300.00	300.00
858217.013	858217.013	Reliance Gilt Securities Fund-Growth plan-Growth Option(GL-RG)*	155.00	155.00
819059.850	819059.850	UTI-GILT Advantage Fund -LTP-Growth*	250.00	250.00
878175.923	878175.923	HDFC Gilt Fund Long Term-Growth*	250.00	250.00
664671.874	664671.874	Franklin India Monthly Income Plan-Plan A-Growth**	285.00	285.00
1799539.318	-	UTI Income Opportunities Fund**	225.00	-
1046438.621	-	ICICI Prudential Corporate Bond Fund**	225.00	-
3000000.000	-	UTI Fixed Term Income Fund Series XXII-VI (1098 days)-Growth*	300.00	-
2000000.000	-	Kotak FMP Series 183 - Growth (Regular Plan)	200.00	-
		INVESTMENTS IN REAL ESTATE YIELD FUNDS - UNQUOTED		
		Peninsula Brookfield India Real Estate Fund	184.37	100.23
		IDFC Real Estate Yield Fund	142.51	97.46
		INVESTMENTS IN PORTFOLIO MANAGEMENT SERVICES/ALTERNATIVE INVESTMENT FUND - UNQUOTED		
		Reliance Capital Asset Management Company Ltd. (Yield Maximiser Fund)	108.21	375.69
		India Business Excellence Trust	169.72	225.70
		Reliance Yield Maximiser AIF Scheme II	301.57	-
		India Realty Excellence Fund III	23.13	-
		TOTAL NON CURRENT INVESTMENT	25379.66	26049.86
		Aggregate Book Value of Non Current Quoted Investments	6336.37	6688.77
		Aggregate Book Value of Non Current Unquoted Investments	19043.29	19361.09
		TOTAL	25379.66	26049.86
		Aggregate Market Value of Non Current Quoted Investments	7009.67	5372.95

* Pledged as security for issuing SBLC used for availing credit facilities for a subsidiary and a step down subsidiary company.

** Pledged as security to secure a Long Term Rupee Loan.

Portion of long term investments, as defined by Accounting Standard-13 "Accounting for Investments", which are expected to be realised within twelve months from the Balance Sheet date are disclosed as "Current portion of long term investment".

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	Long Term		Short Term	
	As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
2.12 LOANS & ADVANCES (Unsecured, Considered good unless otherwise mention)				
Capital Advances	239.46	421.04	–	–
Security Deposits #	447.99	441.26	15.63	18.61
Loan & Advances to Related Parties				
To a Joint Venture Partner	163.67	681.86	7.04	5.54
	163.67	681.86	7.04	5.54
Other Loans and Advances				
Loans & Deposit to Companies	–	–	996.85	860.17
Deposit with NABARD	–	–	0.04	0.04
Advance Tax and TDS (Net of provisions)	886.10	881.63	–	–
MAT credit Entitlement (refer note no. 2.28.i. iii)	116.78	249.36	–	–
Advance against supply of Goods and Services	–	–	714.84	832.46
Prepaid Expenses	19.32	24.58	246.83	303.83
Insurance, excise and other claims	–	–	35.90	61.14
Loan / Advance to Employees	127.11	147.12	103.92	157.82
Balances with Government & Statutory Authorities	–	–	228.76	222.98
Other Deposits and Advances				
Considered Good	23.35	34.19	130.52	69.29
Considered Doubtful	–	–	3.73	3.73
Less : Provision	–	–	(3.73)	(3.73)
	1172.66	1336.88	2457.66	2507.73
	2023.78	2881.04	2480.33	2531.88

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	Non-Current		Current	
	As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
2.13 OTHER ASSETS				
Bank Fixed Deposit (Including ₹ Nil, P.Y. ₹ 0.15 pledged as margin money)	4.33	5.49	—	—
Interest accrued on Deposits	0.31	0.83	161.32	183.91
Interest accrued on Investments	—	—	113.35	31.19
Interest accrued on loans / Inter corporate Deposits	—	—	106.78	56.13
Incentive and Subsidy Receivable	—	—	2631.83	2525.14
Rent Receivable	—	—	12.32	11.61
Less: Reserve for Doubtful Debts (Advance)	—	—	(11.24)	—
Interest Receivable	—	—	156.32	71.44
Asset held for Disposal	—	—	—	85.99
Others	—	—	14.35	205.18
	4.64	6.32	3185.03	3170.59

2.14 Current Investments

As at 31.03.2016	As at 31.03.2015		As at 31.03.2016	As at 31.03.2015
Number of Shares/ Securities/ Bonds/Units				
		"CURRENT INVESTMENTS - OTHER THAN TRADE"		
		(Valued at cost unless otherwise stated)		
		FULLY PAID SHARES / SECURITIES / BONDS / UNITS		
		(Face Value of ₹ 10/- each unless otherwise stated)		
		CURRENT PORTION OF LONG TERM INVESTMENTS AS PER ACCOUNTING STANDARD (AS)-13		
		INVESTMENT IN SECURED NON CONVERTIBLE DEBENTURES - UNQUOTED		
—	0.87	20.4% TDI Realcon Private Limited (Formerly Navijoti Overseas Private Ltd.) (Face Value ₹ 100 lac)	—	87.35
10	—	18% Paranjape Schemes (Constructions) Limited (Face Value ₹ 10 lac each)	100.00	—
1	—	10% Rajesh Estate & Nirman Private Limited (Face Value ₹ 1 crore each)	99.99	—
		INVESTMENT IN MUTUAL FUND - UNQUOTED		
—	2000000.000	ICICI Prudential FMP Series 68-745 Days - Plan J - Growth	—	200.00
—	4000000.000	HDFC FMP 447 Days Feb 2014(1) Series 29-Direct-Growth	—	400.00
—	2500000.000	Kotak FMP Series 154-390 Days Growth	—	250.00
6000000.00	—	ICICI Prudential FMP Series 72 - 823 Days - Plan H - Growth*	600.00	—
4000000.00	—	Reliance Fixed Horizon Fund - XXV-Series 23 - 827 Days - Growth **	400.00	—
4500000.00	—	DHFL Pramerica Fixed Maturity Plan-Series 58 - Regular Plan Growth*	450.00	—
		(Erstwhile DWS Fixed Maturity Plan-Series 58 - 2 Yrs Growth)		
2000000.00	—	Reliance Fixed Horizon Fund - XXIV-Series 2 - 1110 Days - Growth *	200.00	—
		OTHER CURRENT INVESTMENTS		
		INVESTMENT IN SECURED NON CONVERTIBLE DEBENTURES / BONDS - UNQUOTED		
2000	2000	7% ICICI Bank UK PLC	139.15	131.26
1300	1300	7% ICICI Bank UK PLC	90.44	85.32
1700	1700	7% ICICI Bank UK PLC	118.27	111.57

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

2.14 Current Investments (Contd.)

As at 31.03.2016	As at 31.03.2015		As at 31.03.2016	As at 31.03.2015
5000	5000	5% Indian Overseas Bank	340.25	320.96
3000	3000	4.75% Syndicate Bank Ltd.	201.88	190.44
3000	3000	5% Bank of Baroda	205.24	193.61
		TOTAL CURRENT INVESTMENT	2945.22	1970.51
		Aggregate Book Value of Current Quoted Investments	-	-
		Aggregate Book Value of Current Unquoted Investments	2945.22	1970.51
		Aggregate Market Value of Current Quoted Investments	-	-
		Aggregate Book Value of Current & Non-Current Quoted Investments	6336.37	6688.77
		Aggregate Book Value of Current & Non-Current Unquoted Investments	21988.51	21331.60
		Aggregate Market Value of Current & Non-Current Quoted Investments	7009.67	5372.95

* Pledged as security for issuing SBLC used for availing credit facilities for a subsidiary and a step down subsidiary company.

** Pledged as security to secure a Long Term Rupee Loan.

Portion of long term investments, as defined by Accounting Standard-13 "Accounting for Investments", which are expected to be realised within twelve months from the Balance Sheet date are disclosed as "Current portion of long term investment".

	As at 31st March 2016	As at 31st March 2015
2.15 INVENTORIES (As valued and certified by the management)		
Raw Materials	637.88	883.74
Work in Progress	26.25	27.83
Finished Goods	17757.90	17877.28
Traded Goods	2095.86	3472.71
Stores and Spares	2746.36	2630.86
Loose Tools & Others	0.15	6.24
	23264.40	24898.66

Details of Inventories	Finished / Traded Goods		Work-in-Progress	
	As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
Tea (Finished Goods)	3504.03	2915.68	-	-
Tea (Traded Goods)	2095.86	3472.71	-	-
Chemicals/Minerals	1996.30	2047.18	13.29	18.42
Sugar	12257.57	12914.42	12.96	9.41
	19853.76	21349.99	26.25	27.83

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st March 2016	As at 31st March 2015
2.16 TRADE RECEIVABLES		
Outstanding for a period exceeding six months		
Secured, considered good	—	—
Unsecured, considered good	629.06	89.92
Doubtful	126.31	116.27
	755.37	206.19
Less : Provision for doubtful receivables	126.31	116.27
	629.06	89.92
Other Receivables		
Secured, considered good	—	3.65
Unsecured, considered good	7908.01	8632.77
	7908.01	8636.42
	8537.07	8726.34
2.17 CASH AND BANK BALANCES		
Cash and Cash Equivalents		
Balances With Banks :		
In Current / Cash Credit Account	1436.51	1256.21
In Fixed Deposit Accounts with original maturity of less than three months	—	7105.14
Cheques/drafts on hand and Remittances in transit	145.21	55.59
Cash on hand	80.15	38.17
	1661.87	8455.11
Other Bank Balances		
Earmarked balances with Banks (unpaid Dividend Account)	81.08	81.01
Other Fixed Deposit with Banks (Including ₹ 15.29 (Previous Year ₹ 14.15 pledged as margin money)	1951.47	543.33
	2032.55	624.34
	3694.42	9079.45

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2.18 REVENUE FROM OPERATIONS (GROSS)		
Sales of Finished Goods & Other Products	72105.93	69377.70
Less : Excise Duty	902.65	915.49
	71203.28	68462.21
Government rebate on Fertilisers	2255.12	2155.26
Sale of Services (Warehousing Charges)	127.74	176.79
	73586.14	70794.26
Other Operating Revenues		
Incentives & Subsidies	279.56	327.41
Export Benefits	344.82	518.64
Insurance and Other Claims (Net)	10.48	148.57
Income from Farm Product (details as below)	44.15	43.57
Miscellaneous Sale	134.74	247.90
	813.75	1286.09
	74399.89	72080.35
Details of Sale of Products		
Tea	50641.19	48125.40
Chemicals	6372.32	6103.94
Sugar	15091.34	15140.31
Others	1.08	8.05
	72105.93	69377.70
Income from Farm Products :		
Sales of Agricultural Product	113.50	133.53
Subsidy on Sugar Cane	19.39	–
Lease Rent	4.61	10.19
	137.50	143.72
Less: Agricultural Farming Expenses (towards cultivation & other expenses)	92.34	98.91
Other Repairs	0.12	0.35
Rent, Rates & Taxes	0.07	0.07
Depreciation	0.82	0.82
	93.35	100.15
	44.15	43.57

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2.19 OTHER INCOME		
Interest Income		
On Investments		
Long term	228.05	409.49
Current	85.60	67.59
On Bank Deposits	186.22	214.70
On Loans & Other Deposits, etc.	140.30	211.36
Dividend Income		
On Long term Investments	94.52	45.81
Net gain/ (loss) on sale of Investments		
Long term	258.85	592.61
Current	16.08	2.87
Other Non Operating Income		
Profit on sale of Fixed Assets (Net)	404.53	-
Rent	177.05	253.77
Net Gain /(loss) on foreign currency transactions and translations	267.24	102.09
Excess Liabilities and Unclaimed Balances written back	210.04	34.06
Excess provisions, receipts & adjustments pertaining to previous years	527.14	147.92
Less : Short provisions, sundry payments & adjustments relating to previous years	(4.93)	(7.10)
Add : Excess/(Short) provision of bonus for previous years (Net)	10.08	6.47
Miscellaneous Income	174.90	155.21
	2775.67	2236.85
2.20 COST OF MATERIALS CONSUMED		
Raw Material Consumed		
Opening Inventories	883.74	955.94
Add : Purchase	20460.63	25472.04
	21344.37	26427.98
Less : Closing Inventories	637.88	883.74
Sales	-	59.98
	20706.49	25484.26
Details of Raw Material Consumed		
Green Tea Leaves	4363.47	4621.53
Chemicals/Minerals	5413.25	5534.92
Sugarcane	10342.85	15024.01
Black Tea	586.92	303.80
	20706.49	25484.26

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2.21 PURCHASE OF TRADED GOODS		
Traded Goods : Tea	5505.41	5921.16
Sugar	1379.39	-
Chemicals	142.34	16.15
	7027.14	5937.31
2.22 (INCREASE)/ DECREASE IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND TRADED GOODS		
Inventories at the beginning of the year		
Finished Goods	17877.28	15780.37
Work-in-Progress	27.83	428.35
Traded Goods	3472.71	4835.50
	21377.82	21044.22
Inventories at the end of the year		
Finished Goods	17757.90	17877.28
Work-in-Progress	26.25	27.83
Traded Goods	2095.86	3472.71
	19880.01	21377.82
Fluctuation in Exchange Rate carried to Foreign Currency Translation Reserve	(13.05)	(12.83)
	1484.76	(346.43)
2.23 EMPLOYEE BENEFIT EXPENSE		
Salaries & Wages	18642.00	16285.38
Contribution to Provident Funds and Others	1484.44	1277.46
Contribution to Gratuity Fund	630.85	625.69
Contribution to Superannuation Fund	86.73	85.29
Staff Welfare Expenses	1369.99	1196.77
	22214.01	19470.59
2.24 FINANCE COST		
Interest Expenses		
On Fixed Loans & Deposits	2026.48	1704.80
To Bank & Others	2424.52	3193.41
	4451.00	4898.21
Other Borrowing Cost		
Other Financial Charges	124.73	90.57
Applicable net gain/loss on foreign currency transactions and translations account	51.54	69.83
	4627.27	5058.61

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2.25 OTHER EXPENSES		
Manufacturing Expenses		
Stores, Spare Parts & Packing Materials Consumed	2791.74	2893.36
Power & Fuel	4450.81	4504.46
Consumption of Manures/Pesticides	1802.86	1912.62
Repairs to Buildings	601.00	486.63
Repairs to Machinery	1029.68	1003.98
Repairs to Other Assets	529.36	450.72
Increase/(Decrease) in Excise Duty & Cess on Finished Goods	286.25	110.62
Other Manufacturing Expenses	1.39	0.82
	11493.09	11363.21
Selling And Administration		
Freight & Cartage	2004.20	2073.37
Insurance	99.41	118.64
Brokerage & Commission	668.14	697.98
Warehousing Charges	236.29	232.11
Other Selling Expenses (including packing material ₹ 12.69, P.Y. ₹ 10.85)	1082.53	929.85
Rent	301.43	294.44
Rates & Taxes (Duty & Cess)	486.50	512.84
Insurance excluding on sales	179.05	171.55
Charity & Donation	—	10.00
Auditor's Remuneration -		
Statutory Auditors -		
Auditor	39.89	38.40
Tax Audit Fees	7.50	7.50
Other Services	24.68	17.65
Reimbursement of Expenses	1.96	1.69
Reimbursement of Service Tax	7.57	5.50

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2.25 OTHER EXPENSES (Contd.)		
Cost Auditors -		
Audit Fees	1.41	1.59
Reimbursement of Expenses	0.30	0.28
Corporate Social Responsibility Expenses	8.78	26.45
Bad Debts & Irrecoverable Loans, Advances & Claims written off.	22.50	578.71
Less : Reserve	—	(31.44)
Provision for Doubtful Debts & Advances further created	21.27	111.50
Investment Written off	—	8.31
Forward Contract Charges	152.40	77.13
Loss on sale of Fixed Assets (Net)	—	13.36
Other Miscellaneous Expenses	2242.09	2411.44
	7587.90	8308.85
	19080.99	19672.06
2.26 DEPRECIATION AND AMORTIZATION EXPENSES		
On Tangible Assets	1863.64	1570.94
On Investment Property	12.40	24.73
	1876.04	1595.67
2.27 TAX EXPENSE		
Current Tax for the year	148.47	202.80
Add/Less : Adjustment of Tax related to earlier years	132.58	156.25
Current Tax	281.05	359.05
Deferred Tax	508.81	(609.94)
	789.86	(250.89)

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st March 2016	As at 31st March 2015
2.28 NOTES		
Contingent Liabilities not provided for in respect of :		
A) Claims/Disputes/Demands not acknowledged as debts :		
i) Demand from Sales Tax authority : Certain disallowances of Sales Tax were demanded against the Group and the appeals before the Commissioner/Tribunal Appellate and Revisional Board has been filed and the management is of the opinion that it will obtain full relief	242.01	244.83
ii) Income Tax demand under appeal	561.08	627.16
iii) West Bengal Entry Tax Liability, stay granted by the Hon'ble High Court at Calcutta	88.78	—
iv) Demand from a Lessor for interest on differential rent	70.14	70.14
v) Demand of Provident Fund Damages by the Provident Fund Authorities, West Bengal	90.69	90.69
vi) Electricity duty demanded by Government of Bihar appealed in Hon'ble Supreme Court	103.10	103.10
vii) Demand of additional electricity charges for connected load by Assam State Electricity Board pending before Hon'ble High Court, Guwahati	12.09	12.09
viii) Demand of wages of a closed unit for earlier years pending before Labour Court (Estimated)	61.50	61.50
ix) Demand against differential excise duty in relation to a closed unit for earlier years pending before Central Excise & Service Tax Appellate Tribunal (CESTAT)	50.05	50.05
B) i) Capital Commitments outstanding (Net of Advances)	136.97	782.95
ii) Corporate guarantee outstanding amounting to ₹ Nil (Previous Year ₹ 1875.15) and investments pledged with a bank amounting to ₹ 5520.19 (Previous Year ₹ 3905.00) towards banking facilities availed by a subsidiary and step down subsidiary from the bank.	4280.40	5094.16
C) Other Commitments		
Letter of credit issued against Import of materials	18.40	18.40

Note : In respect of above, future cash flows are determinable only on receipt of judgements pending at various forums/authorities which in the opinion of the Company is not tenable and there is no possibility of any future cash outflow in case of above.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

- D) The list of subsidiaries and joint venture which are included in the CFS of the Group and the Group's effective ownership interest therein are as under :

Name of the Company	Relationship	Country of Incorporation	Group's Proportion of Ownership Interest (%)	
			2015-16	2014-15
North Tukvar Tea Company Limited	Subsidiary	India	90.50	90.50
Jayantika Investment & Finance Limited (Formerly Parvati Tea Company Limited)	Subsidiary	India	100.00	100.00
Majhulia Sugar Industries Private Limited	Subsidiary	India	100.00	-
Birla Holdings Limited	Subsidiary	UnitedArabEmirates	100.00	100.00
Tea Group Investment Company Limited	Joint Venture	UnitedArabEmirates	50.00	50.00

- E) The Consolidated Statement of Profit & Loss has been prepared by incorporating the Consolidated Statement of Profit & Loss of Jayantika Investment & Finance Limited (JIFL) in which JIFL had incorporated the performance of its Associate (ECE Industries Limited) for nine months ended 31.12.2015 as the financial results of the Associate was available till 31.12.2015 only at the Balance Sheet date.
- F) The financial statement of Birla Holdings Limited (BHL) is unaudited as the audit is not compulsory in the particular country hence certified by the management of the Company. The financial statements of its subsidiaries i.e., Kijura Tea Company Limited (KTCL) and Bondo Tea Estates Limited (BTCL) are audited as per laws of the respective country. For the purpose of consolidation, the CFS of BHL reflecting consolidated accounts as at 31st March, 2016 which have been prepared in accordance with International Financial Reporting Standards, have been restated wherever considered material to comply with Generally Accepted Accounting Principles in India and other recognized accounting practices and policies followed by the Group except as disclosed in Note No.2.28.H. The details of subsidiaries of BHL are as follows:

Name of the Company	Relationship	Country of Incorporation	Group's Proportion of Ownership Interest (%)	
			2015-16	2014-15
Kijura Tea Company Limited	Subsidiary	Uganda	100.00	100.00
Bondo Tea Estates Limited	Subsidiary	Uganda	100.00	100.00

- G) The financial statement of Tea Group Investment Company Limited (TGICL) is unaudited as the audit is not compulsory in the particular country hence certified by the management of the Company. The financial statements of its subsidiaries i.e., Mata Tea Company Limited (MTCL) and Gisakura Tea Company Limited (GTCL) are audited on calendar year basis as per the law of the respective country. To align with the financial year closing of subsidiaries of TGICL, the CFS of TGICL consisting of Consolidated Balance Sheet as at 31.12.2015 and Statement of Profit & Loss and Cash Flow Statement for the period from 01.01.2015 to 31.12.2015 has been considered for the purpose of preparation of CFS of group. Further no significant transactions, other than of routine nature, took place in TGICL, MTCL and GTCL during 01.01.2016 and 31.03.2016.

For the purpose of consolidation, the CFS of TGICL reflecting consolidated accounts as at 31st December, 2015 which have been prepared in accordance with International Financial Reporting Standards, have been restated wherever considered material to comply with Generally Accepted Accounting Principles in India and other recognized accounting practices and policies followed by the Group. The details of subsidiaries of TGICL are as follows:

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

Name of the Company	Relationship	Country of Incorporation	Group's Proportion of Ownership Interest (%)	
			2015-16	2014-15
Mata Tea Company Limited	Subsidiary	Rwanda	30%	30%
Gisakura Tea Company Limited	Subsidiary	Rwanda	30%	30%

- H) The accounting policy in respect of depreciation followed by the Group's sub-subsidiary namely Kijujra Tea Company Limited and Bondo Tea Estates Limited are on Written Down Value method which is different from the accounting policy followed by the Group, i.e., Straight Line Method. In view of different sets of environment in which foreign subsidiaries operate in their respective countries, provision for depreciation is made to comply with respective country's laws and by use of management estimate. It is not practical to align rates and method of charging of depreciation of such subsidiaries with those of the Group. The gross value of depreciable tangible assets in Note 2.10 includes ₹ 942.22 (Previous Year ₹ 944.56) on which depreciation has been charged on Written Down Value method.
- I) i. Fringe Benefit Tax has been abolished from accounting year 2009-10. However in view of the interim stay granted by the Hon'ble High Court at Calcutta, no liability has been provided for earlier years.
- ii. No provision for dividend and corresponding dividend distribution tax has been recognized in respect to 606920 equity shares held by a beneficiary trust in view of waiver letter received from it.
- iii. During the year, the Group has further assessed the recoverability of Minimum Alternate Tax (MAT) for set off with future normal taxes and a sum of ₹ 116.78 (Previous Year ₹ 249.36) have been carried forward. Based on projections made by the management and current trend of working of the Group the management is virtually certain of recovering the MAT credit entitlements.
- J) The agreement with Assam Tea Corporation Limited (ATCL) for purchase of entire green leaves of Longai, Ishabheel and Bidhyanagar Tea Estates and operating the Longai Tea Factory were further renewed for the season 2016 for a period of one year by bidding through tender. A sum of ₹ 262.96 (Previous Year ₹ 400.45) is recoverable from ATCL which is being realized on a systematic basis from the payments to be made to ATCL on various grounds. The above sum is inclusive of ₹ 13.53 (Previous Year ₹ 80.32) representing outstanding dues on account Amluckie Tea Estate of ATCL which shall also be recovered as mentioned above.
- K) As per the requirements of Accounting Standard-28 on 'Impairment of Assets', the Group has assessed the carrying amount of the assets vis-a-vis their recoverable values and no impairment is envisaged at the balance sheet date.
- L) The Group has no overdue amounts due to suppliers under the Micro, Small, & Medium Enterprises Development Act, 2006 (MSMED) as at 31.03.2016. The disclosure required under the said act is as under :-

	2015-16	2014-15
i) Principal amount and interest due to suppliers under MSMED Act and remaining unpaid	NIL	NIL
ii) Interest paid and any payment made to suppliers beyond appointed date (under Section 16 of the Act)	NIL	NIL
iii) Interest due and payable to suppliers under MSMED Act	NIL	NIL
iv) Interest accrued & remaining unpaid as at 31.03.16	NIL	NIL
v) Interest remaining due & payable as per Section 23 of the Act	NIL	NIL

The above information has been determined to the extent such parties have been identified on the basis of information available with the Group.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

- M) The Group's significant leasing agreements (as lessee) are in respect of lease for Land & Premises (residential, office, stores, godowns, etc.) These Leasing arrangements which are non-cancellable ranging between one month and three years generally or longer and are usually renewable by mutual agreement. The aggregate lease rentals payable are charged as Rent.

As per requirements of Accounting Standard-19 on 'Leases', the following disclosures are furnished for significant operating leases as lessor. The property has been sold during the year:

Particulars	2015-16			2014-15		
	Gross Carrying Amount	Accumulated Depreciation	Depreciation for the Year	Gross Carrying Amount	Accumulated Depreciation	Depreciation for the Year
Land	–	–	–	37.91	–	–
Building	–	–	12.40	1680.75	237.10	24.68
Plant & Machinery	–	–	4.82	154.08	77.65	10.68
Furniture & Fixture	–	–	5.42	188.33	133.43	16.21
Motor Vehicle	–	–	–	9.40	8.67	0.67
Total	–	–	22.64	2070.47	456.85	52.24

- N) During the year, the Group has sold out one of its Tea Factory "Parvati Tea Factory" having a production capacity of 7 lacs kg. approx. p.a.
- O) Disclosure as per Accounting Standard-29 on 'Provisions, Contingent Liabilities & Contingent Assets':

Particulars	2015-16			2014-15		
	Disputed Statutory Matters	Other Obligations	Total	Disputed Statutory Matters	Other Obligations	Total
Opening Balance	94.22	49.38	143.60	91.11	61.69	152.80
Addition	2.14	10.67	12.81	3.22	1.59	4.81
Utilization	–	–	–	–	8.05	8.05
Reversal	71.31	45.64	116.95	0.11	5.85	5.96
Closing Balance	25.05	14.41	39.46	94.22	49.38	143.60

The provisions for disputed statutory & obligatory liabilities are on account of cases pending with courts/concerned authorities based on estimates made by the Group considering the facts & circumstances.

- P) The Group uses forward contracts, swaps and other derivative contracts to hedge its risks relating to changes in exchange rates and interest rates. The use of such contract is consistent with the Group's risk management policy. The Group does not use derivative contracts for speculation purposes.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

- i) The particulars of derivative contracts entered into for hedging purposes outstanding as at 31.03.2016 are as under:

Particulars	Purpose	Currency	As at 31.03.2016		As at 31.03.2015	
			Amount (in Foreign Currency)	Amount	Amount (in Foreign Currency)	Amount
Forward Contract	Long Term Borrowings	USD	7671127	4865.52	3125000	1720.31
	Short Term Borrowings	USD	—	—	3215434	2000.00
	Buyer's Credit	USD	1750820	1164.85	2121607	1326.11
	Interest/Payables	USD	6963	4.61	14763	9.20
	Trade Receivables	Euro	450350	339.47	721182	483.62
		USD	1862955	1234.21	1767700	1104.72
		GBP	—	—	43740	40.50
	Firm Commitments of Future Sales	USD	425000	281.56	840000	525.20
		Euro	700000	527.66	—	—
		GBP	100000	95.12	—	—

- ii) Unhedged foreign currency exposures as at 31.03.2016 are as under:

Purpose	Currency	As at 31.03.2016		As at 31.03.2015	
		Amount (in Foreign Currency)	Amount	Amount (in Foreign Currency)	Amount
Trade Receivables	USD	12699	8.41	1030410	643.95
	Euro	684570	516.03	1798	1.21
	GBP	24030	22.86	87372	80.90
Letter of Credit	USD	1245700	825.40	—	—
Buyer's Credit/Trade Payables/Interest/ Advances	USD	357462	236.83	1676548	968.40
Trade Payables	Euro	69218	52.21	42061	28.21

- Q) Disclosures of Corporate Social Responsibility (CSR) expenditure in line with the requirement of Guidance Note on "Accounting for Expenditure on Corporate Social Responsibility Activities":

Particulars	2015-16	2014-15
a) Amount of CSR expenditure to be incurred during the year	3.60	22.50
b) CSR expenditure (Revenue Nature) incurred during the year	8.78	26.45

CSR Expenditure is comprising Employee Benefit Expenses of ₹ Nil (P.Y. ₹ 17.77) and Other Expenses ₹ 8.78 (P.Y. ₹ 8.68).

- R. Disclosure as per Accounting Standard-15 on 'Employee Benefits':

i) **Defined Contribution Plan:**

The Group makes contribution towards Provident Fund, ESIC and Superannuation Fund to a defined contribution benefit plan for qualifying employees. The provident fund plan is operated partly by Regional Provident Fund Commissioner and partly by an independent Trust, ESIC by government agencies and Superannuation Fund by a trust created for the purpose. Under the said schemes the Group is required to contribute a specific percentage of pay roll costs in respect of eligible employees to the retirement benefit scheme to fund the benefits.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

During the year the Group has recognized ₹ 1484.44 (Previous Year ₹ 1277.46) for provident fund contribution, ₹ 20.34 (Previous Year ₹ 25.60) for ESIC and ₹ 86.73 (Previous Year ₹ 85.29) for Superannuation Contribution. The Contribution payables to these plans by the Group are at the rates specified in the rules of the scheme.

In keeping with the Guidance on implementing Accounting Standard-15 on 'Employees Benefits' issued by the Accounting Standards Board of the Institute of Chartered Accountants of India (ASB Guidance), employer-established provident fund trusts are treated as Defined Benefit Plans since the Group is obligated to meet interest shortfall, if any, with respect to covered employees. In view of year-end position of the fund (for covered employees) and confirmation from the Trustees' of such fund, there is no shortfall as at the year end.

ii) Defined benefit plans:

- The Group makes contribution of gratuity to JSTI Gratuity Fund created for the purpose of qualifying employees. The scheme provides for payment to vested employees upon retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service. Vesting occurs upon completion of 5 years of continuous service.
- Certain employees of the Group are also eligible for encashment of leave upon retirement up to 30 days for each year (maximum 240 days).
- The present value of defined benefit obligation and related current cost are measured using the Projected Unit Credit Method with actuarial valuation being carried out at each Balance Sheet date.
- Liability in respect of gratuity of North Tukvar Tea Company Limited in accordance with Accounting Standard-15 has not been provided for in the books of accounts upto 31.03.2009 amounting to ₹ 96.68.

(₹ in lacs)

	2015-2016 Gratuity Plan	2014-2015 Gratuity Plan
A. Expenses recognised in the Statement of Profit & Loss for the year ended 31st March, 2016		
i. Current Service Cost	338.25	321.11
ii. Interest Cost	329.10	284.74
iii. Expected return on Plan Assets	296.32	290.80
iv. Actuarial (Gain)/Losses	259.82	310.64
v. Expenses recognised in the Statement of Profit & Loss	630.85	625.69
B. Net (Assets)/Liabilities recognised in Balance Sheet as at 31st March, 2016		
i. Present Value of the Defined Benefit Obligation	4690.98	4384.11
ii. Fair Value of Plan Assets	3980.11	3704.09
iii. Net (Assets)/Liabilities recognised in Balance Sheet	710.87	680.02
C. Changes in the Present Value of Defined Benefit Obligation during the year ended 31st March, 2016		
i. Present Value of Defined Benefit Obligation as at 1st April, 2015	4384.11	3785.43
ii. Current Service Cost	338.25	321.11
iii. Interest Cost	329.10	284.74
iv. Actuarial (Gain)/Losses	180.22	445.16
v. Benefits Paid	540.70	452.33
vi. Present Value of obligation as at 31st March, 2016	4690.98	4384.11

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

	2015-2016 Gratuity Plan	2014-2015 Gratuity Plan
D. Changes in fair value of Plan Assets during the year ended 31st March, 2016		
i. Fair Value of Plan Assets as at 1st April, 2015	3704.09	3231.10
ii. Expected return on Plan Assets	296.32	290.80
iii. Actuarial Gain/(Losses)	(79.60)	134.52
iv. Benefits paid	540.70	452.33
v. Contributions	600.00	500.00
vi. Fair Value of Plan Assets as at 31st March, 2016	3980.11	3704.09
vii. Actual return on Plan Assets	216.72	425.32
E. Principle Actuarial Assumptions used		
i. Discount rates as at 31st March, 2016	8.00%	8.00%
ii. Expected Return on Plan Assets	8.00%	9.00%
iii. Expected Salary increase rates	6.00%	6.00%
iv. Mortality Rates	(2006 - 08) Mortality Table	(2006 - 08) Mortality Table
F. Major categories of Plan Assets as a percentage of Fair Value of Plan Assets	Qualified Insurance Policy	Qualified Insurance Policy

Notes :

- The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply & demand in the employment market.
- The expected rate of return on Plan Assets is determined based on the portfolio of assets, existing investments along with the Strategic changes in the portfolio and market scenario. The Plan Assets are diversified reasonable to maximize the return within acceptable risk parameters.
- The Group expects to contribute ₹600.00 to its gratuity fund in 2016-17.
- The amounts for the current annual period and previous four annual periods are as follows:

Particulars	2015-16	2014-15	2013-14	2012-13	2011-12
Present value of defined obligation	4690.98	4384.11	3785.43	3519.10	3112.76
Fair Value of Plan Assets	3980.11	3704.09	3231.10	3002.73	2602.83
Excess of obligation over Plan Assets	710.87	680.02	554.33	516.37	509.93

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

S) Disclosure as per Accounting Standard-18 on 'Related Party Disclosure':

Sl. No.	Name of the Related Party	Relation-ship	Remuneration Paid	Loans & Advances (Net)		Dividend		Goods & Services		Balance as on 31st March, 2016	
				Paid	Received	Paid	Received	Sale	Purchase	Receivable	Payable
1.	Tea Group Investment Co. Ltd.	Joint Venture	-	-	516.69	-	-	-	-	170.71	-
			(-)	(-)	(49.35)	(-)	(-)	(-)	(-)	(687.40)	(-)
2.	Rwanda Mountain Tea SARL	Investor in Joint Venture	-	524.42	-	-	-	-	-	-	163.38
			(-)	(69.35)	(-)	(-)	(-)	(-)	(-)	(-)	(687.80)
# 3.	Century Textiles & Industries Ltd.	Associate	-	-	-	3.00	-	-	10.22	-	-
			(-)	(-)	(-)	(6.00)	(-)	(-)	(2.79)	(-)	(0.23)
# 4.	Kesoram Industries Ltd.	Associate	-	-	-	3.88	-	-	-	-	-
			(-)	(-)	(-)	(7.76)	(-)	(-)	(-)	(-)	(-)
# 5.	Padmavati Investment Ltd.	Associate	-	-	-	-	3.43	-	-	-	-
			(-)	(-)	(-)	(-)	(3.43)	(-)	(-)	(-)	(-)
# 6.	JPM Merchandise Agencies Ltd.	Associate	-	-	-	61.14	-	-	-	-	-
			(-)	(-)	(-)	(122.28)	(-)	(-)	(-)	(-)	(-)
7.	Mr. D.P. Maheshwari	Key Management Personnel	111.44	-	-	0.11	-	-	-	-	-
			(112.41)	(-)	(-)	(0.71)	(-)	(-)	(-)	(-)	(-)

Note : All the above transaction were done at arm's length.

These parties are related parties in the broader sense of the term and are included for making the financial statements more transparent.

Figures in bracket indicate for previous year.

T) Disclosure of Interest in Joint Ventures :

The Group has 50% ownership interest in Tea Group Investment Company Limited.

The proportionate share in the assets, liabilities, income and expenses (each without elimination of the effect of transactions between the Group and the joint venture) related to its interest in jointly controlled entities included in these CFS are given below :

	As at 31st December 2015	As at 31st December 2014
Assets :		
Non-Current Assets		
Fixed Assets :		
Tangible Assets	3636.20	3670.60
Intangible Assets	408.43	419.48
Capital Work-in-Progress	393.91	355.15
Deferred Tax Assets (Net)	(439.96)	42.65
Long Term Loans and Advances	(0.78)	31.55
Current Assets		
Inventories	554.82	475.30
Trade Receivables	181.62	165.58
Cash and Bank Balances	394.23	133.36
Short Term Loans and Advances	37.20	28.13

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

	As at 31st December 2015	As at 31st December 2014
Liabilities :		
Minority Interest	1701.96	1616.39
Non-Current Liabilities		
Long Term Borrowing	485.93	1660.84
Current Liabilities		
Trade Payables	166.85	183.16
Other Current Liabilities	145.56	133.40
Short Term Provisions	157.73	-
Reserves and Surplus*	2440.58	1664.10

* Represents Company's share in post acquisition reserve of consolidated TGICL

	For the year ended 31st December, 2015	For the year ended 31st December, 2014
Income :		
Revenue from Operations	3283.01	2185.41
Other Income	460.81	75.30
Expenses :		
Cost of Material Consumed	398.31	409.76
(Increase)/Decrease in Inventories of Finished Goods & Traded Goods	(31.10)	(67.14)
Employee Benefit Expense	496.67	512.97
Finance Costs	43.23	55.19
Other Expenses	938.09	982.93
Depreciation / Impairment	164.60	158.03
Profit/(Loss) before Tax	1734.01	208.97
Tax Expense	502.55	(39.57)
Profit/(Loss) after Tax before Minority Interest	1231.46	248.54
Minority Interest	125.61	(17.58)
Net Profit/(Loss)	1105.85	266.12

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

- U) Based on the guiding principles given in Accounting Standard on "Segment Reporting" (AS-17) as per applicable Accounting Standards, the Company's primary business segments are tea, chemicals & fertilisers and sugar business.

		2015-16	2014-15
A. PRIMARY SEGMENT			
1.	Segment Revenue (Net Sales/Income from each segment)		
a)	Tea	51078.37	48734.63
b)	Chemicals & Fertilisers	8374.65	8020.11
c)	Sugar	14771.84	15140.76
d)	Others	479.40	507.55
	Less : Inter-segmental Revenue	304.36	322.70
	Total	74399.90	72080.35
2.	Segment Results [Profit/(Loss) before Tax & Interest]		
a)	Tea	5287.83	4153.43
b)	Chemicals & Fertilisers	130.62	62.34
c)	Sugar	(947.45)	(1751.37)
d)	Others	22.25	(174.76)
	Total	4493.25	2289.64
	Less : Interest (Net)	3987.11	4155.46
	Add : Unallocable income net of unallocable expenditure	(347.29)	689.05
	Total Profit/(Loss) before Tax	158.85	(2554.87)

3. Segment Assets (Including revaluation reserve) & Segment Liabilities

		2015-16		2014-15	
		Assets	Liabilities	Assets	Liabilities
(a)	Tea	38672.86	6714.33	41909.78	5867.56
(b)	Chemicals & Fertilisers	6952.44	2876.08	6435.05	3031.75
(c)	Sugar	28522.63	13954.08	28893.62	13715.86
(d)	Others	2382.75	145.39	1699.69	132.37
(e)	Unallocable	34178.73	2104.48	39646.03	1462.28
	Total	110709.41	25794.36	118584.17	24209.82

4. Capital Expenditure including capital work-in-progress and depreciation/amortization (excluding on revaluation reserve) for the year

		2015-16		2014-15	
		Capital Expenditure	Depreciation/Amortization	Capital Expenditure	Depreciation/Amortization
a)	Tea	1368.40	1310.12	1470.20	1147.98
b)	Chemicals & Fertilisers	69.35	53.22	26.91	40.28
c)	Sugar	88.84	374.69	362.72	382.20
d)	Others	639.08	8.00	52.04	3.74
e)	Unallocable	27.54	85.48	554.66	22.29
	Total	2193.21	1831.51	2466.53	1596.49

B. SECONDARY SEGMENT

	India	Rest of World	Total
Segment Revenue	61921.54	12478.36	74399.90
(Previous Year)	(59452.39)	(12627.96)	(72080.35)
Segment Assets	98493.41	12216.01	110709.42
(Previous Year)	(106319.13)	(12265.04)	(118584.17)
Capital Expenditure	1968.57	224.64	2193.21
(Previous Year)	(2252.95)	(213.58)	(2466.53)

Note : The Group has disclosed business segment as the Primary Segment.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2016 (Contd.)

(₹ in Lacs)

V) Earnings per share (EPS)

	2015-16	2014-15
Profit/(Loss) after Tax as per Statement of Profit & Loss	(813.26)	(2286.40)
Weighted average number of equity shares outstanding at the year end	28877488	28877488
Basic & Diluted EPS (₹) (Face Value ₹ 5/- per share)	(2.82)	(7.92)

W) Additional Information, as required under Schedule III to the Companies Act 2013, of enterprises consolidated as Subsidiary/Joint Venture.

Name of the Enterprises	Net Assets i.e., Total Assets minus Total Liabilities		Share in Profit or Loss	
	As% of Consolidated Net Assets	Amount (₹ in lacs)	As% of Consolidated Profit or Loss	Amount (₹ in lacs)
Parent				
Jay Shree Tea & Industries Limited	87.12 (87.28)	34845.62 (37067.33)	-235.64 (-83.20)	-1916.36 (-1902.34)
Subsidiaries				
Indian				
North Tukvar Tea Company Limited	-0.13 (-0.12)	-53.76 (-53.03)	-0.09 (0.02)	-0.73 (0.43)
Jayantika Investment & Finance Limited (Formerly Parvati Tea Company Limited)	13.75 (15.18)	5498.21 (6446.89)	-2.41 (1.99)	-19.58 (45.39)
Majhulia Sugar Industries Private Limited	0.01 (-)	0.88 (-)	-0.01 (-)	-0.12 (-)
Foreign				
Birla Holdings Limited	0.18 (0.36)	72.08 (151.85)	2.18 (-30.25)	17.76 (-691.55)
Joint Ventures as per proportionate consolidation/ Investment as per the equity method				
Tea Group Investment Company Limited	6.27 (4.07)	2507.64 (1728.03)	135.98 (11.64)	1105.85 (266.12)
Minority interests in all Subsidiaries	-4.26 (-3.81)	-1701.96 (-1616.39)	-0.77 (-0.77)	1256.01 (17.58)

Figures in bracket indicate for previous year.

X) Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date annexed

For **SINGHI & CO.**

Chartered Accountants

(Firm Registration No. 302049E)

Aditya Singhi

Partner

(Membership No. 305161)

Kolkata, the 3rd day of May, 2016

For and on behalf of the Board of Directors

R. K. Ganeriwala
(President, CFO & Secretary)**D. P. Maheshwari**
(Managing Director)**B. K. Birla**
(Chairman)

NOTES

[illegible]



JAY SHREE TEA & INDUSTRIES LTD.

Registered Office: "Industry House" 15th Floor, 10, Camac Street, Kolkata - 700 017

CIN: L15491WB1945PLC012771 · Website: www.jayshreetea.com

Email: shares@jayshreetea.com · Phone: 033-22827531-4 · Fax: 033-22827535

ATTENDANCE SLIP

Name of the Member(s) :

Registered Address :

FolioNo /Client ID No. & DP ID

No. of Share(s) held

I/We hereby record my/our presence at the **70th Annual General Meeting of Jay Shree Tea & Industries Ltd. held on Friday, the 5th August, 2016 at 1.00 p.m. at "Kala Kunj", 48, Shakespeare Sarani, Kolkata 700 017**

.....
Name of the Shareholder/Proxy
(in capital letters)

.....
Signature of Shareholder/Proxy

Note : Shareholders attending the Meeting in person or by Proxy are requested to complete the attendance slip properly and hand it over at the entrance of the meeting venue.



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Email: shares@jayshreetea.com · Phone: 033-22827531-4 · Fax: 033-22827535

PROXY FORM

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

70th Annual General Meeting to be held on Friday, the 5th August, 2016 at 1.00 p.m. at "Kala Kunj", 48, Shakespeare Sarani, Kolkata 700 017

Name of the Member(s) :

Registered Address :

E-mail ID :

FolioNo /Client ID No. & DP ID



I/We, being the member(s) of Shares of the above named company, hereby appoint

- Name :
Address :
E-mail Id : Signature:, or failing him
- Name :
Address :
E-mail Id : Signature:, or failing him
- Name :
Address :
E-mail Id : Signature:, or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at 70th Annual General Meeting of the Company, to be held on Friday, the 5th August, 2016 at 1.00 p.m. at "Kala Kunj" 48, Shakespeare Sarani, Kolkata 700 017 and at any adjournment thereof in respect of such resolutions as are indicated below :

...

Venue of the Meeting
"Kala Kunj", 48 Shakespeare Sarani, Kolkata-700 017



Resolution No.		Particulars		Optional	
Ordinary Business				For	Against
1	Adoption of Annual Financial Statements for the year ended March 31, 2016				
2	Approval of Dividend				
3	Re-appointment of Mr.Vikash Kandoi, who retires by rotation.				
4(a)	Ratification of appointment of M/s Singhi & Co., Chartered Accountants, Statutory Auditors of the Company.				
(b)	Appointment of M/s Jitendra K Agarwal & Associates, Chartered Accountants, as Joint Auditors for the year 2016-17 and to hold office from the conclusion of this Annual General Meeting until the conclusion of 75 th Annual General Meeting				
Special Business					
5	Approval of the remuneration of the Cost Auditor for the year 2016-17				

Signed this day of 2016.

Signature of Shareholder :

Signature of Proxy holder(s):

Affix
Revenue
Stamp

Note : 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. For the resolutions, Explanatory Statement and Notes, please refer to the Notice of the 70th Annual General Meeting.

4. A person can act as a proxy on behalf of member(s) not exceeding fifty and 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 acts as a proxy for any other person or shareholder.



Tea Estates

Towkok, Manjushree, Mangalam
Nahorhabí

Sibsagar, Assam

Meleng

Jorhat, Assam

Dewan, Burtoll, Labac

Kalline, Jellalapore

Cachar, Assam

Tukvar, Risheehat

Singbulli, Balasun

North Tukvar, Sungma

Marionbarie, Jayantika

Darjeeling, West Bengal

Aryaman

Jalpaiguri, West Bengal

Ananyashree

Uttar Dinajpur, West Bengal

Sholayar, Kallyar

Coimbatore, Tamil Nadu



TEA FACTORY

Vinayak Tea Factory
Ledo, Margharita, Assam

CHEMICALS & FERTILISERS UNIT

The Jay Shree Chemicals & Fertilisers, Khardah
24 Parganas (North), West Bengal

The Jay Shree Chemicals & Fertilisers, Pataudi
Gurgaon, Haryana

SUGAR UNIT

Jay Shree Sugar Mill
Majhulia, Bihar

OTHERS

Warehousing & Tea Export Deptt
Kolkata, West Bengal

Tea Warehouse & Sales Deptt.
Kochi, Kerala

SUBSIDIARY COMPANIES

North Tukvar Tea Company Limited
Jayantika Investment & Finance Limited
(Erstwhile Parvati Tea Company Limited)
Majhulia Sugar Industries Private Limited
Birla Holdings Limited, U.A.E.

OVERSEAS JOINT VENTURE

Tea Group Investment Company Limited, U.A.E.



 available online



**JAY
SHREE
TEA**

A BIRLA product

If undelivered please return to
Jay Shree Tea & Industries Limited

"Industry House", 15th floor, 10 Camac Street
Kolkata 700017, India

CIN No. : L15491WB1945PLC012771



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