

Trent Hypermarket Limited

Annual Accounts

2013-14

N. M. RAIJI & CO.
Chartered Accountants
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Independent Auditor's Report

To the Members of Trent Hypermarket Limited

Report to the financial statements

We have audited the accompanying financial statements of Trent Hypermarket Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for Financial Statements


Management is responsible for 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 Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- b) in the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

2. As required by section 227(3) of the Act, we report that:

a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

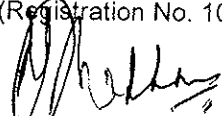
b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books

c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.

d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;

e) on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For N.M. RAIJI & CO.,
Chartered Accountants
(Registration No. 108296W)



Y.N. THAKKAR

Partner

Membership No. 33329

Place: Mumbai
Date: 26th May 2014

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in our report of even date to the members of Trent Hypermarket Limited (the Company))

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, physical verification of major items of fixed assets was conducted by the management during the year. In our opinion, the frequency of physical verification is reasonable having regard to the size and operations of the Company and the nature of its assets. On the basis of explanations received, in our opinion, the discrepancies found on physical verification were not significant.
- (c) The Company has not disposed off substantial part of fixed assets during the year.
- (ii) (a) The inventories have been physically verified by the management at reasonable intervals during the year.
- (b) In our opinion, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to the information and explanations given to us, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification were not material in relation to the operations of the Company and the same have been properly dealt with in the books of account.
- (iii) (a) The Company has not granted any loans, secured or unsecured, during the year to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, sub-clause (b), (c) and (d) are not applicable.
- (b) The Company has not taken any loans, secured or unsecured, during the year from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, sub-clause (f) and (g) are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any major weaknesses in internal control system.
- (v) Based on the audit procedures applied by us and according to the information and explanations given to us, there are no transactions that need to be entered into the register in pursuance of section 301 of the Companies Act, 1956.
- (vi) The Company has not accepted any deposits from the public to which the provisions of sections 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 apply.
- (vii) In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.

- (viii) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for the products of the Company.
- (ix) (a) According to the records of the Company, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth-tax, Service Tax, Custom Duty, Excise Duty, cess and any other statutory dues applicable to it. Based on our audit procedures and according to the information and explanations given to us, there are no arrears of undisputed statutory dues which remained outstanding as at March 31, 2014 for a period of more than six months from the date they became payable.
- (b) According to the records made available to us and the information and explanations given by the management, the details of the dues of sales tax / income tax / custom duty / wealth tax/ Service Tax / excise duty / cess, which have not been deposited on account of any dispute, are given below :

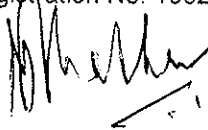
Particulars	F.Y.	Forum where the dispute is pending	Amount (Rs. in Crores)
Income Tax	2011-12	CIT (A)	0.06
Sales Tax	2009-10	Jt. Commissioner appeal	0.05
		Total	0.11

- (x) The accumulated losses of the company after the end of the financial year are exceeding 50% of its net worth and it has incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xi) The Company has not taken any loans from any banks or financial institutions. The debentures issued by the Company were not due for repayment during the year.
- (xii) Based on our examination of the records and according to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The Company is not a chit / nidhi / mutual benefit fund / society.
- (xiv) Based on our examination of the records and evaluation of the related internal controls, we are of the opinion that in respect of investments of the Company, proper records have been maintained of the transactions and contracts and timely entries have been made in those records. All the investments of the Company are held in its own name except as permissible under section 49 of the Companies Act, 1956.
- (xv) On the basis of the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) The Company has applied term loans for the purposes for which they were obtained.
- (xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) As per the information and explanation given to us, the Company has created the security or charge in respect of secured debentures issued.

N. M. RAIJI & CO.

- (xx) The Company has not raised any money by public issue during the year.
- (xxi) According to the information and explanation given to us, no fraud on or by the company, has been noticed or reported during the course of our audit.

For N.M. RAIJI & CO.,
Chartered Accountants
(Registration No. 108296W)



Y.N. THAKKAR
Partner
Membership No. 33329

Place: Mumbai

Date: 26 MAY 2014

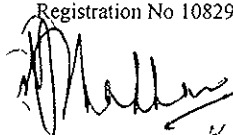
TRENT HYPERMARKET LIMITED
Balance Sheet as at 31st March 2014

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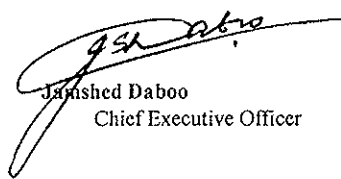
Sr. No.	Particulars	Note No.	As at		As at
			31st March 2014		31st March 2013
			Rs in Crores	Rs in Crores	Rs in Crores
I.	EQUITY AND LIABILITIES				
1	Shareholders' funds				
	(a) Share capital	1	222.71		222.71
	(b) Reserves and surplus	2	(174.69)		(105.39)
				48.02	117.32
2	Non-current liabilities				
	(a) Long term borrowings	3	186.75		110.75
	(b) Other long term liabilities	4	0.08		0.06
	(c) Long term provisions	5	25.29		25.09
				212.12	135.90
3	Current liabilities				
	(a) Trade payables	6	113.52		117.00
	(b) Other current liabilities	7	40.67		23.99
	(c) Short term provisions	8	1.46		1.01
				155.65	142.00
	TOTAL			415.79	395.22
II.	ASSETS				
1	Non-Current Assets				
	(a) Fixed assets	9			
	(i) Tangible assets		166.86		162.68
	(ii) Intangible assets		1.49		1.86
	(iii) Capital work-in-progress		16.74		14.55
	(iv) Intangible assets under development		0.08		-
	(b) Non-current investments	10	41.92		41.92
	(c) Deferred tax assets (net)	11	14.68		14.20
	(d) Long term loans and advances	12	39.94		16.81
	(e) Other Non- Current Assets	13	0.75		-
				282.46	252.02
2	Current assets				
	(a) Current investment	14	-		1.75
	(b) Inventories	15	59.02		59.63
	(c) Trade receivables	16	5.84		6.71
	(d) Cash and cash equivalents	17	12.71		14.77
	(e) Short term loans and advances	18	50.25		53.28
	(f) Other current assets	19	5.51		7.06
				133.33	143.20
	TOTAL			415.79	395.22
	Significant Accounting Policies and Notes to Accounts	1-27			

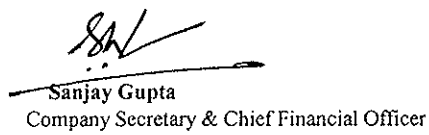
As per our report attached

For N.M.RAIJI & CO.,
Chartered Accountants
Registration No 108296W

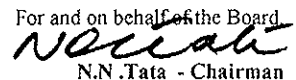


Y. N. Thakkar
Partner
Membership No 33329
Mumbai, 26th May 2014

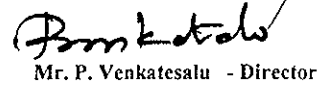

Jashesh Daboo
Chief Executive Officer


Sanjay Gupta
Company Secretary & Chief Financial Officer



For and on behalf of the Board

N.N. Tata - Chairman


A.D. Cooper - Director


Mr. P. Venkatesalu - Director

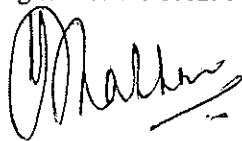
Mumbai, 26th May 2014

Statement of Profit & Loss for the year ended 31st March 2014

Sr No	Particulars	Refer Note No.	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
			Rs in Crores	Rs in Crores
I	Revenue from Operations	20	815.02	781.12
II	Other Income	21	5.74	4.07
III	Total Revenue (I+II)		820.76	785.19
IV	Expenses:			
	Cost of raw materials consumed		18.02	18.13
	Purchases of Stock-in-Trade		628.36	615.11
	Changes [(Accretion)/decretion] in inventories of finished goods & stock in trade		8.47	11.70
	Employee benefits expenses	22	59.12	53.23
	Finance cost	23	7.97	10.10
	Depreciation & amortisation expenses	9	13.37	11.96
	Other expenses	24	149.21	139.06
	Total Expenses (IV)		884.52	859.29
V	Profit/(Loss) before exceptional and extraordinary items and Tax (III-IV)		(63.76)	(74.10)
VI	Exceptional items	25	6.03	2.00
VII	Profit/(Loss) before extraordinary items and tax (V - VI)		(69.79)	(76.10)
VIII	Extraordinary Items		-	-
IX	Profit/(Loss) before tax (VII- VIII)		(69.79)	(76.10)
X	Tax expense:			
	Current tax		-	-
	Deferred tax		(0.49)	(4.05)
	Total Tax Expenses		(0.49)	(4.05)
XI	Profit/(Loss) for the year (IX-X)		(69.30)	(72.05)
XII	Earnings per Equity share:			
	(1) Basic & Diluted in Rs	27.19	(9.44)	(9.81)

As per our report attached

For N.M.RAJI & CO.,
Chartered Accountants
Registration No 108296W



Y.N> Thakkar
Partner
Membership No 33329
Mumbai, 26th May 2014

Mr. Jamshed Daboo
Chief Executive Officer



Sanjay Gupta
Company Secretary & Chief Financial Officer

For and on behalf of the Board,



N.N. Tata - Chairman



A.D. Cooper - Director



P. Venkatesalu - Director

Mumbai, 26th May 2014



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Note 1 Share Capital

Particulars	As at 31st March 2014		As at 31st March 2013	
	Number	Rs in Crores	Number	Rs in Crores
(a) AUTHORISED				
Equity Shares of Rs 10 each at par	125,000,000	125.00	100,050,000	100.05
Preference Shares of Rs 10 each at par	150,000,000	150.00	150,000,000	150.00
(b) ISSUED, SUBSCRIBED AND PAID UP :				
Equity Shares of Rs 10 each fully paid	73,420,790	73.42	73,420,790	73.42
10 % p.a. Non Cumulative Optionally Convertible Pref. Shares of Rs 10 each fully paid	149,288,927	149.29	149,288,927	149.29
Total	222,709,717	222.71	222,709,717	222.71

(c) The above equity & preference shares are held by Trent Limited, the holding company.

(d) **Rights, Preferences and restrictions attached to Equity shares**

Each holder of Equity Shares is entitled to one vote per share. The shareholders have the right to receive interim dividends declared by the Board of Directors and final dividends proposed by the Board of Directors and approved by the shareholders. In the event of liquidation of the Company, the holders of Equity shares will be entitled to receive any of the remaining assets of the company, after distribution of Preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. The equity shareholders have all other rights as available to the equity shareholders as per the provisions of The Companies Act 1956 read together with the Memorandum of Association and Articles of Association of the company as applicable.

(e) **Rights, Preferences and restrictions attached to Preference Shares**

The Preference Shares shall carry a fixed preference dividend at the rate of 10% P.a on the capital for the time being paid up there on respectively on non cumulative basis. The Preference Shares shall rank for dividend in priority to equity shares for the time being of the company.

The Preference shares shall be redeemed on or before expiry of 3 years from the date of allotment thereof, subject however to the right of conversion exercisable at the option of holder there of within a period of 3 years from the date of allotment. Every nine Preference shares are convertible into one equity shares of Rs 10 each at a premium of Rs 80 per share. A holder of Preference Shares shall be entitled to offer part of his holding for conversion in one or more tranches and hold the balance of his holdings till the full date of maturity thereof. The Preference Shares held as on the date of maturity shall be redeemed at par by the company.

The Preference Shares shall not carry any voting rights except as provided for under provision of section 87 of The Companies Act, 1956 as amended or replaced from time to time. The Preference Shares shall in case of winding up be entitled to rank, as regards repayment of capital and arrears of dividend, whether declared or not, up to commencement of winding up, in priority to equity shares but shall not be entitled to any further participation in profits or assets.

Particulars	As at 31st March 2014		As at 31st March 2013	
	Numbers	Rs in Crore	Numbers	Rs in Crore
(f) Reconciliation of Share Capital				
Equity shares				
Number of shares at the beginning	73,420,790	73.42	73,420,790	73.42
Add: Issued on Right Basis	-	-	-	-
Number of shares at the end of year	73,420,790	73.42	73,420,790	73.42
Preference Shares				
Non Cumulative Optionally Convertible Preference Shares				
Number of shares at the beginning	149,288,927	149.29	-	-
Add: Issued during the year on Right Basis	-	-	149,288,927	149.29
Less: Redeemed during the year	-	-	-	-
Number of shares at the end of year	149,288,927	149.29	149,288,927.00	149.29

The details of shareholders holding more than 5 % shares is as under:	As at 31st March 2014		As at 31st March 2013	
	No. of shares	% to total shares	No. of shares	% to total shares
Name of the shareholder:- Trent Limited				
Equity Shares of 'Rs 10 each fully paid	73,420,790	100%	73,420,790	100%
10 % p.a. Non Cumulative Optionally Convertible Preference Shares of Rs 10 each	149,288,927	100%	149,288,927	100%

As per the records of the Company, including its Register of Shareholders/ Members and other declaration received from Shareholders regarding Beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

Note 2 Reserves and Surplus

Particulars	As at 31st March 2014		As at 31st March 2013
	Rs in Crores	Rs in Crores	Rs in Crores
Securities Premium Account			
Balance as per Last account	3.95		25.11
Less:- Debenture redemption premium adjusted (Refer note (a) below)	-		5.68
Less:- Debenture issue expenses adjusted (Refer Note (b) below)	-		3.33
Less:- Preference share issue expenses adjusted (Refer Note (c) below)	-		0.15
Less:- Diminution in value of inventory adjusted (Refer note (d) below)	-		12.00
		3.95	3.95
Surplus / (Deficit) in Statement of Profit & Loss			
Balance as per last financial statement	(109.34)		(37.29)
Add:- Loss for the year	(69.30)		(72.05)
		(178.64)	(109.34)
Total		(174.69)	(105.39)

- (a) Premium payable on redemption of debentures has been debited to Securities Premium Account as per section 78(2)(d) of The Companies Act, 1956.
- (b) Expenses incurred relating to issue of Non Convertible Debentures has been debited to Securities Premium Account as per section 78(2)(c) of The Companies Act, 1956.
- (c) During the year 2012-13, the company has issued 10 % p.a. Non Cumulative Optionally Convertible Preference Shares of Rs 10 each to Trent Ltd at par. Expenses relating to preference shares issue has been debited to securities premium account as per section 78(2)(c) of The Companies act, 1956
- (d) Pursuant to Court Order dated 30th March 2012, Securities Premium Account of the Company has been utilised during the year 2012-13 for adjusting the diminution in value of inventory of Rs.12 Crores.

Note 3 Long Term Borrowings

Particulars	As at 31st March 2014	As at 31st March 2013
	Rs in Crores	Rs in Crores
(a) Bonds / Debentures		
(i) SECURED DEBENTURES		
0% Non convertible debentures (Refer note (a) below)	25.00	25.00
(ii) UNSECURED DEBENTURES :		
7.75% Non convertible debentures (Refer note (b) below)	75.00	75.00
(b) Loans & advances from related parties		
(i) Loan From Holding Company (Refer note (d) below)	86.75	10.75
Total	186.75	110.75

- (a) In March 2012, the Company has issued 250 Secured Redeemable Unlisted Non Convertible Debentures of Rs 10 lakhs each on private placement basis. These Debentures do not carry any interest & would be redeemed on completion of 5 years from the date of allotment i.e. 12th March, 2012 and are redeemable at a premium of Rs 685000/- per debenture on the due date. The premium on the debentures has been fully provided and is debited to the Securities Premium Account. However the holders of the debentures have the option to redeem the debentures 10 days prior to the redemption date (early repayment date) at a premium of Rs 680000/- per debenture. The debentures are secured in the form of Corporate Guarantee given by Trent Limited on 11th May 2012 in favour of Debenture Trustee guaranteeing the repayment of the debentures along with the accrued redemption premium. The debentures are also secured by way of charge on an immovable property of the company.
- (b) During the year ended 31st March 2013, the Company has issued 750 Unsecured Listed Redeemable Non Convertible Debentures of Rs 10 lakhs each on private placement basis. These Debentures carry an interest rate of 7.75% p.a. & would be redeemed on completion of 5 years from the date of allotment and are redeemable in three installment at a premium of Rs 25,240/- per debenture at the end of 42nd 51st and 60th month from the date of allotment. Premium on the debentures has been fully provided and is debited to the Securities Premium Account. The debentures are secured in the form of Corporate Guarantee given by Trent Limited on 14th June 2012 in favor of Debenture Trustees guaranteeing the timely payment of coupon, redemption premium and principal amount and any other fees and expenses payable by the issuer.
- (c) In view of the accumulated losses as at 31st March 2014 and losses incurred for the year ended 31st March, 2014, no amount has been transferred to Debenture Redemption Reserve Account.
- (d) Loan from the Holding Company as on 31st March, 2014 carries interest of 10% p.a. (previous year 10.25% p.a.) & is repayable after three years from the date of loan.

Notes forming part of the Balance Sheet

Note 4 Other Long Term Liabilities

Particulars	As at	As at
	31st March 2014	31st March 2013
	Rs in Crores	Rs in Crores
Security Deposits Received	0.08	0.05
Creditors for capital expenditure - Retention Money (Full figure for current year Rs. 6,293/-)	-	0.01
Total	0.08	0.06

Note 5 Long Term Provisions

Particulars	As at	As at
	31st March 2014	31st March 2013
	Rs in Crores	Rs in Crores
Provision for Employee benefits		
Provision for leave encashment	2.50	2.30
Other Provision		
Premium on redemption of debentures (Refer Note No 3(a) & 3(b) on Pg. No.5)	22.79	22.79
Total	25.29	25.09

Note 6 Trade payables

Particulars	As at 31st March 2014	As at 31st March 2013
	Rs in Crores	Rs in Crores
Trade payables (Refer Note No. 27.05 on Page No. 29)	113.52	117.00
Total	113.52	117.00

Notes forming part of the Balance Sheet

Note 7 Other Current Liabilities

Particulars	As at 31st March 2014	As at 31st March 2013
	Rs in Crores	Rs in Crores
<u>Income Received in advance</u>		
(a) Pre received Income	0.01	0.20
<u>Interest payable on borrowings</u>		
(a) Interest accrued but not due on debentures	4.57	4.57
(b) Interest on unsecured loan payable to holding company	1.46	-
<u>Current maturities of long term borrowings</u>		
(a) Loan from Trent Limited- Holding Company (Refer Note 3(d) on page no 5)	10.75	-
<u>Other Payables</u>		
(a) Security deposits	1.42	1.66
(b) Withholding tax & other statutory payments	5.85	2.88
(c) Employee related liability	10.80	9.10
(d) Creditors for capital expenditure	2.05	2.71
(e) Other liabilities	3.76	2.87
Total	40.67	23.99

Notes forming part of the Balance Sheet

Note 8 Short Term Provisions

Particulars	As at	As at
	31st March 2014	31st March 2013
	Rs in Crores	Rs in Crores
<u>Provision for Employee benefits</u>		
(a) Provision for Gratuity	0.86	0.37
(b) Leave encashment	0.60	0.64
Total	1.46	1.01

Note 9 FIXED ASSETS

ASSETS	GROSS BLOCK (AT COST)				DEPRECIATION				Impairment Loss	NET BLOCK
	As at	Additions/	Deductions/	As at	As at	On Deductions/	For the	As at		As at
	01.04.2013	Adjustments	Adjustments	31.03.2014	01.04.2013	Adjustments	year	31.03.2014		31.03.2014
(Rs.in Crores)	(Rs.in Crores)	(Rs.in Crores)	(Rs.in Crores)	(Rs.in Crores)	(Rs.in Crores)	(Rs.in Crores)	(Rs.in Crores)	(Rs.in Crores)	(Rs.in Crores)	
Tangible Assets										
Land leasehold	0.21 (0.21)	-	-	0.21 (0.21)	0.01 (0.01)	-	- (0.00)	0.01 (0.01)	-	0.20 (0.20)
Buildings Own	45.23 (32.93)	- (12.30)	-	45.23 (45.23)	2.13 (1.42)	-	0.24 (0.71)	2.87 (2.13)	-	42.36 (43.11)
Building leasehold	33.53 (33.68)	5.89 (0.41)	4.32 (0.56)	35.10 (33.53)	6.73 (4.24)	0.63	2.27 (2.49)	8.37 (6.73)	- (2.00)	26.73 (24.80)
Plant and Equipment	67.15 (66.43)	5.96 (1.04)	1.68 (0.32)	71.43 (67.15)	11.04 (7.54)	0.24	4.09 (3.50)	14.89 (11.04)	-	56.54 (56.12)
Furniture and Fixture	39.12 (37.29)	5.42 (1.84)	0.66 (0.01)	43.88 (39.12)	10.57 (8.19)	0.34	3.02 (2.38)	13.25 (10.57)	-	30.63 (28.55)
Vehicles	0.11 (0.11)	-	-	0.11 (0.11)	0.02 (0.01)	-	0.01 (0.01)	0.03 (0.02)	-	0.08 (0.09)
Office Equipment	1.64 (1.60)	0.22 (0.06)	0.07 (0.02)	1.79 (1.64)	0.29 (0.22)	0.01	0.09 (0.08)	0.37 (0.29)	-	1.43 (1.35)
Computer	14.20 (12.50)	3.06 (1.72)	0.21 (0.02)	17.05 (14.20)	5.73 (3.63)	0.10 (0.01)	2.53 (2.11)	8.16 (5.73)	-	8.89 (8.47)
Total Tangible Assets	201.20 (184.75)	20.55 (17.37)	6.94 (0.94)	214.80 (201.20)	36.50 (25.25)	1.32 (0.01)	12.75 (11.28)	47.95 (36.50)	- (2.00)	166.86 (162.68)
Intangible Assets										
Goodwill	0.05 (0.05)	-	-	0.05 (0.05)	0.05 (0.05)	-	-	0.05 (0.05)	-	(0.00)
Computer software	3.71 (3.55)	0.26 (0.16)	0.02	3.95 (3.71)	1.85 (1.18)	0.01	0.62 (0.68)	2.46 (1.85)	-	1.49 (1.80)
Total Intangible Assets	3.76 (3.60)	0.26 (0.16)	0.02	4.00 (3.76)	1.90 (1.23)	0.01	0.62 (0.68)	2.51 (1.90)	-	1.49 (1.80)
Total	204.96 (188.35)	20.81 (17.53)	6.96 (0.94)	218.80 (204.96)	38.42 (26.49)	1.33 (0.01)	13.37 (11.96)	50.46 (38.41)	- (2.00)	168.35 (164.54)
Capital Work-in-Progress (Ref. Note (a) below)										16.74 (14.55)
Intangible assets under development										0.08
Total										185.17 (179.09)

Notes

- a) Borrowing Cost capitalised during the year is Rs.0.55 Crores (Previous year Rs. 0.31 Crores) including Rs. 0.27 Crores included in CWIP (Previous year Rs. 0.31 Crores)
b) Figures in bracket are in respect of previous year

Note 10 Non Current Investments

Particulars	As at 31st March 2014			As at 31st March 2013	
	Proportion of holding(%)	Numbers	Rs in Crores	Numbers	Rs in Crores
Trade Investments- Long Term					
a) Investment in Equity instruments (unquoted & fully paid)					
Investment in joint venture					
Virtuous Shopping Centres Limited					
Equity Shares of Rs 10/- each fully paid (Refer notes below)	-	-	-	2,187,796	3.95
Investment in subsidiary					
Virtuous Shopping Centres Limited (Refer notes below)					
Equity Shares of Rs 10/- each fully paid	66.66%	2,187,796	3.95	-	-
Others					
Trent Retail Services Limited					
Equity Shares of Rs. 100 each fully paid (Full figure for current year Rs 19,900/-)	19.90%	995	-	-	-
b) Investment in Debentures					
Investment in Joint Venture (unquoted & fully paid)					
Virtuous Shopping Centres Limited					
10% Optionally Convertible Debentures (OCD) (Refer notes below)	-	-	-	37,966,840	37.97
Investment in subsidiary (unquoted & fully paid)					
Virtuous Shopping Centres Limited					
10% Optionally Convertible Debentures (OCD) (Refer notes below)	66.66%	37,966,840	37.97	-	-
Total Investment			41.92		41.92
Aggregate of quoted investment			-		-
Aggregate of non quoted investment			41.92		41.92
Total			41.92		41.92

1) The Company has the option to convert the OCDs into equity shares at a premium of Rs 10 (i.e. two OCDs are convertible into one equity share) at any time after six months from the date of issue but before end of maturity period. If the option of conversion is not exercised by the Company, the OCDs will be compulsorily redeemed at a face value of Rs 10 per OCD at the end of maturity period. As per the contractual arrangement, Trent Hypermarket Limited has joint control over Virtuous which has been treated as a Jointly Controlled Entity till 3rd April, 2013 for the purpose of the Accounting Standard 27 on "Financial Reporting of Interest in Joint Ventures".

2) During the year 2013-14, Trent Limited (holding company) had acquired 33.34% stakes of Xander entities in Virtuous Shopping Centres Limited & Joint Venture Agreement (JVA) with Xander Group for setting up the SPVs to execute standalone freehold projects has been terminated w.e.f. 4th April, 2013. Accordingly, the company has classified its investment in Virtuous Shopping Centres Limited as investment in subsidiary.

Notes forming part of the Balance Sheet

Note 11 Deferred Tax

Particulars	As at	As at
	31st March 2014	31st March 2013
	Rs in Crores	Rs in Crores
(a) Deferred Tax Liability		
(i) Depreciation difference	9.55	9.23
Total Deferred tax liability	9.55	9.23
(b) Deferred Tax Asset		
(i) Retirement benefit	0.95	0.78
(ii) Unabsorbed depreciation (Refer note below)	22.65	22.65
(iii) Others	0.63	-
Total Deferred tax Asset	24.23	23.43
Deferred Tax Asset (Net)	14.68	14.20

Note :-

In respect of Deferred tax assets on unabsorbed depreciation, the same has been recognised, based on the current tax laws entailing the benefit over the lifetime of the Company against any taxable source of Income. As a matter of prudence, no Deferred tax asset has been created on the additional unabsorbed depreciation for the year being carried forward.

Note 12 Long Term Loans & Advances

Particulars	As at 31st March 2014		As at 31st March 2013
	Rs in Crores	Rs in Crores	Rs in Crores
Unsecured, Considered Good (unless otherwise stated)			
(a) Capital Advances			
(i) Considered Doubtful	0.11		0.06
(ii) Others	3.99		1.36
		4.10	1.42
Less:- Provision for doubtful capital advances		0.11	0.06
		3.99	1.36
(b) Security Deposits			
(i) Security deposit given for Premises		22.78	11.81
(ii) Security deposit others		0.78	0.54
		23.56	12.35
(c) Other loans and advances			
(i) Loans To employees		0.19	0.16
(ii) Prepaid expenses		0.21	0.24
		0.40	0.40
(d) Loans to Related Parties			
(i) Commonwealth Developers Ltd (Refer Note (i) below)		11.99	2.70
Total		39.94	16.81

Note:-

(i) The Loan to Commonwealth Developers Ltd carries interest rate of 10% p.a. and is repayable after 2 years.

Note 13 Other Non Current Assets

Particulars	As at 31st March 2014	As at 31st March 2013
	Rs in Crores	Rs in Crores
<u>Unsecured, Considered Good</u> Other Receivable	0.75	-
Total	0.75	-

Notes forming part of the Balance Sheet

Note 14 Current Investment

Particulars	As at 31st March 2014	As at 31st March 2013
	Rs in Crores	Rs in Crores
Investment in Units of Mutual Fund (Unquoted & Fully paid)		
Investment in TATA Liquid Fund (8130.953 Units)	-	1.75
Total	-	1.75
Aggregate Book Value of Investment		
Quoted	-	-
Unquoted	-	1.75
Total	-	1.75

Note 15 Inventories

Particulars	As at 31st March 2014	As at 31st March 2013
	Rs in Crores	Rs in Crores
(a) Raw Materials	1.04	1.15
(b) Stock in trade	55.18	56.17
(c) Packing Materials	1.78	1.55
(d) Stores & Spares	1.02	0.76
Total	59.02	59.63

Note 16 Trade Receivables (Current)

Particulars	As at	As at
	31st March 2014	31st March 2013
	Rs in Crores	Rs in Crores
Trade receivables outstanding for a period exceeding six months	2.46	2.30
Trade receivables other than above	4.88	6.36
Total Trade receivables	7.34	8.66
Less :- Provision for doubtful receivables	1.50	1.95
Total	5.84	6.71
Considered Good - Unsecured	5.84	6.71
Considered Doubtful -Unsecured	1.50	1.95
	7.34	8.66

Note 17 Cash & Cash Equivalents

Particulars	As at	As at
	31st March 2014	31st March 2013
	Rs in Crores	Rs in Crores
(a) Balance with banks	6.64	8.53
(b) Cash on hand	5.57	4.93
(c) Balance with banks to the extent held as margin money for more than 12 months maturity	0.05	0.70
(d) Balance with banks to the extent held as margin money for less than 12 months maturity	0.45	0.61
Total	12.71	14.77

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Note 18 Short term Loans & Advances

Particulars	As at 31st March 2014	As at 31st March 2013
	Rs in Crores	Rs in Crores
<u>Unsecured, Considered Good</u>		
(a) Security Deposits for Premises (Refer Note (i) Below)	39.36	42.36
(b) Loans and Advances to Staff	0.37	0.32
(c) Advances to creditors	3.43	3.91
(d) Balance with statutory / Government authorities	4.99	3.73
(e) Advance Payment Of Taxes - Net Of Provision	1.01	1.80
(f) Prepaid expenses	0.72	0.66
(g) Other receivables	0.37	0.50
Total	50.25	53.28

Note :-

Security Deposits for premises include deposits given to Commonwealth Developers Ltd of Rs.2.04 Crores (Previous Year Rs 2.04 Crore).

Notes forming part of the Balance Sheet

Note 19 Other Current Assets

Particulars	As at 31st March 2014	As at 31st March 2013
	Rs in Crores	Rs in Crores
<u>Unsecured, Considered good</u>		
(i) Interest Receivable	5.00	5.15
(ii) Other Receivable :-		
(a) From Joint venture	-	0.17
(b) From Subsidiaries	0.01	-
(c) From Others	0.50	1.69
(iii) Rent Equalisation	-	0.05
Total	5.51	7.06

Note 20 Revenue from Operations

Particulars	For the Year Ended 31st March 2014		For the Year Ended 31st March 2013
	Rs in Crores	Rs in Crores	Rs in Crores
Sale of products (Gross)	813.53		777.24
Less :- VAT	50.98		50.01
		762.55	727.23
Other operating revenues			
(a) Display & Sponsorship Income	21.16		16.98
(b) Commission on sales	0.11		0.10
(c) Discounts & Fees	27.83		30.37
(d) Others	1.88		1.92
(e) Rent	1.80		4.86
		52.78	54.23
Less : Excise Duty		0.31	0.34
Total		815.02	781.12

Note 21 Other Income

Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
	Rs in Crore	Rs in Crore
(a) Interest on Loans and Advances (Refer notes below)	5.55	3.81
(b) Interest on Deposits with Bank	0.17	0.21
(c) Profit on sale of current investments	0.02	0.05
Total	5.74	4.07

Note:-

Interest on loans and advances includes:-

(a) Interest on loan to Commonwealth Developers Ltd for the year is Rs 1.15 Crore-(Full figure for Previous year is Rs.22,192/-)

(b) Interest on debenture of Virtuous Shopping Centres Limited for the year is Rs. 3.80 Crores (Previous year is Rs. 3.80 Crores)

Note 22 Employee Benefit Expenses

Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
	Rs in Crore	Rs in Crore
(a) Salaries, Wages, Bonus, etc.	52.90	48.33
(b) Contribution to Provident, Superannuation and Gratuity Funds	3.80	3.28
(c) Staff Welfare Expenses	2.42	1.62
Total	59.12	53.23

Note 23 Finance Cost

Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
	Rs in Crores	Rs in Crores
(a) Interest on loans from holding company	2.71	5.79
(b) Interest on unsecured debentures	5.26	4.31
Total	7.97	10.10

Notes forming part of Statement of Profit and Loss

Note 24 Other Expenses

Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
	Rs in Crores	Rs in Crores
Packing Materials Consumed	5.79	3.70
Power and Fuel	26.36	26.30
Repairs to Building	8.30	8.33
Repairs to Machinery	8.84	6.64
Repairs Others	2.57	1.77
Rent	25.90	25.43
Rates and Taxes	5.47	3.75
Insurance	0.40	0.61
Advertisement and Sales Promotion	16.19	16.47
Travelling Expenses	1.87	1.80
Professional and Legal Charges	3.16	2.91
Printing and Stationery	1.01	0.70
Bank Charges	4.35	4.20
Postage, Telegrams and Telephones	2.42	1.60
General Expenses (Refer Note No 27.04 on Page No. 29)	21.09	20.14
Foreign Exchange Fluctuation Expense	0.33	0.01
Retail Business Fees	10.93	11.18
Directors' Fees	0.06	0.06
Loss on Fixed Assets Sold/Discarded (Net)	1.11	0.03
Freight and forwarding charges	2.66	2.17
Advances Written off	0.07	0.05
Provision for doubtful debts and Advances	0.17	0.89
Other receivable written off	0.10	0.17
Bad Debts Written off	0.06	0.15
Total	149.21	139.06

Note 25 Exceptional Items: Expenses

Particulars	For the Year Ended 31st March 2014	For the Year Ended 31st March 2013
	Rs in Crores	Rs in Crores
<u>Expenses (Refer note below)</u>		
Provision for Impairment Loss	-	2.00
Settlement Compensation (Net)	2.41	-
Loss on discarded assets (Net of Impairment loss)	2.30	-
Dismantling cost	0.41	-
Bad debts written off	0.10	-
Deposit/advances written off	0.81	-
Total	6.03	2.00

Note :-

The company has closed one of its store during the year & the expenses/losses incurred in connection with closure of the store and termination of related agreements (net of impairment provided in previous year) has been treated as exceptional item.

Notes to financial statement for the year ended 31st March 2014

Note 26	SIGNIFICANT ACCOUNTING POLICIES
26.1	<p>Basis of preparation of accounts The financial statements are prepared on accrual basis of accounting and in accordance with the Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006 and referred to in Section 211 (3C) of the Companies Act, 1956.</p>
26.2	<p>Fixed Assets and Depreciation</p> <p>2.1 Fixed Assets are stated at cost less depreciation. Costs comprise of cost of acquisition and any attributable cost of bringing the asset to condition for its intended use.</p> <p>2.2 Depreciation on tangible assets is provided on Straight Line Method in accordance with the provisions of Schedule XIV to the Companies Act, 1956.</p> <p>2.3 Improvement to leasehold premises are depreciated over the period of lease remaining as at the date of their capitalisation. Leasehold land is amortized over the period of lease remaining as at the date of their capitalisation.</p> <p>2.4 Intangible assets are amortised over their useful life not exceeding ten years .</p>
26.3	<p>Inventories Inventories are valued as under : Raw materials and packing materials : at lower of cost or net realisable value. Stock in trade & Finished Products : at lower of cost or net realisable value.</p>
26.4	<p>Income</p> <p>4.1 Sale of goods is recognised on delivery to customers.</p> <p>4.2 Interest income is accounted on accrual basis.</p>
26.5	<p>Retirement Benefits</p> <p><u>Defined Contribution Plans</u></p> <p>5.1 Company's contributions during the year towards government administered Provident Fund, Family Pension Fund, ESIC and Labour Welfare Fund are charged to the Statement of Profit and Loss as incurred.</p> <p>5.2 Company's contribution towards Superannuation to the Superannuation Trust administered by the Holding Company are recognised in the Statement of Profit and Loss as incurred.</p> <p>5.3 <u>Defined Benefit Plans</u></p> <p>a) Company's Contribution towards Gratuity made under the Group Gratuity Scheme with Life Insurance Corporation (LIC) is determined based on the amount recommended by LIC as per actuarial valuation.</p> <p>b) Provision for non-funded compensated absences (Leave encashment) has been made on the basis of actuarial valuation.</p>
26.6	<p>Foreign Currency Transactions Foreign Currency transactions are accounted at the rates prevailing on the date of transaction. Year end monetary assets and liabilities are translated at the exchange rate ruling on the date of the Balance Sheet. Exchange differences on settlement/conversion are adjusted to Statement of Profit and Loss.</p>
26.7	<p>Provisions and Contingent Liabilities The Company recognises a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for contingent liability is made when there is possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.</p>
26.8	<p>Taxation</p> <p>8.1 Current Tax comprises of Provision for Income Tax is determined in accordance with the provisions of Income Tax Act, 1961.</p> <p>8.2 Deferred tax, subject to the consideration of prudence, is recognised on timing differences between the taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognised to the extent that there is reasonable certainty that sufficient future tax income will be available against which such deferred tax assets can be realized. In case of unabsorbed depreciation and carry forward tax losses, deferred tax assets are recognised to the extent that there is virtual certainty that sufficient future tax income will be available against which such deferred tax assets can be realized.</p>
26.9	<p>Leases Lease arrangements where the risks and rewards incident to ownership of an asset substantially vest with the lessor are recognised as operating leases . Lease rents under operating leases are recognised in the Statement Profit and Loss on straight line basis.</p>
26.10	<p>Investments Long Term Investment are stated at cost. Current Investments are stated at lower of cost or fair value. The provision for diminution is made to recognise a decline, other than temporary in the value of long terms investments.</p>
26.11	<p>Borrowing Cost Borrowing Cost include interest, fees and other charges incurred in connection with the Borrowing of funds and is considered as revenue expenditure for the year in which it is incurred. Borrowing cost attributed to the acquisition/improvement of qualifying capital assets and incurred till the completion of all activities for the intended use of the assets is capitalised as cost of the assets.</p>
26.12	<p>Impairment of Assets The carrying value of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, If the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit & Loss, except in case of revalued assets.</p>

Notes to financial statement for the year ended 31st March 2014

Note 27 OTHER NOTES

27.01 Commitments

- a) Estimated amount of contracts remaining to be executed on capital account and not provided for Rs 4.37 Crores (2012-13 - Rs 3.58 Crores)
 b) Other commitments- Rs. 22.72 Crores (2012-13 - Rs. Nil)

27.02 Contingent liabilities

- a) Contingent Liabilities in respect of Sales Tax Demands against which the Company has filed appeals Rs 0.07 Crore (2012-13 - 0.98 Crore)
 b) Contingent Liabilities in respect of Income Tax Demands against which the Company has filed appeals Rs 0.06 Crore (2012-13 - 0.63 Crore)
 c) Contingent Liabilities in respect of other matters against which the Company has filed appeals Rs 1.71 Crores (2012-13-Nil)

27.03 Claims against the company not acknowledged as debts :-Suits filed against the company- Rs 46.67 Crs (2012-13-Amount not ascertained)

27.04 General Expenses (Note 24) include :

	2013-14 Rupees in Crore	2012-13 Rupees in Crore
Auditors' Remuneration -		
Audit Fees	0.07	0.08
Fee For Taxation Matter	0.02	0.02
Other services	0.02	0.03
Reimbursement of out of pocket expenses	0.01	-

27.05 There are no Micro, Small and Medium Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2014. This information as required to be disclosed under the Micro, Small and Medium Enterprise Development Act 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

27.06 The company has entered into lease agreements for assets taken on operating lease which range between three years & five years. These are renewable by mutually agreed terms.

The future minimum lease payments under non-cancellable operating leases are as under :

- i) Not later than one year
 ii) Later than one year and not later than five years

	2013-14 Rupees in Crores	2012-13 Rupees in Crores
i) Not later than one year	1.37	12.01
ii) Later than one year and not later than five years	2.32	12.58

27.07 The company has entered into sub lease agreements for space given on operating lease which range between one years & three years. These are renewable by mutually agreed terms.

The future minimum lease receivables under non-cancellable operating leases are as under :

- i) Not later than one year
 ii) Later than one year and not later than five years

	2013-14 Rupees in Crores	2012-13 Rupees in Crores
i) Not later than one year	-	0.44
ii) Later than one year and not later than five years	-	-

27.08 Sales include sale of manufactured goods comprising sale of bakery products of Rs 13.95 Crores (2012-13 - Rs 14.66 crores)

27.09 Sales, Purchase, Opening stock & Closing stock of traded goods (01.04.2013 to 31.03.2014)

Class of Goods	Sales	Purchase	Opening Stock	Closing Stock
	Rs in Crores	Rs in Crores	Rs in Crores	Rs in Crores
Staples, Foods & Beverages, household items, apparels etc.	799.58 (762.58)	628.36 (615.11)	56.17 (75.35)	55.18 (56.17)
Total	799.58 (762.58)	628.36 (615.11)	56.17 (75.35)	55.18 (56.17)

Notes :-

- (i) Closing stock is after adjusting samples, free gifts, damaged goods and shortage.
 (ii) Figures in brackets are in respect of previous year.

27.10 RAW MATERIALS CONSUMED :

	2013-14	2012-13
	Rupees in Crores	Rupees in Crores
Bakery Product Material	18.02	18.13
TOTAL	18.02	18.13

27.11 VALUE OF IMPORTED AND INDIGENOUS MATERIALS CONSUMED :

	2013-14		2012-13	
	Rupees in Crores	% of Total Consumption	Rupees in Crores	% of Total Consumption
(a) RAW MATERIALS :				
(i) Imported	-	-	-	-
(ii) Indigenous	18.02	100.00	18.13	100.00
TOTAL	18.02	100.00	18.13	100.00
(b) PACKING MATERIALS, CONSUMABLE STORES AND SPARES :				
(i) Imported	-	-	-	-
(ii) Indigenous	8.02	100.00	3.70	100.00
TOTAL	8.02	100.00	3.70	100.00

27.12 VALUE OF IMPORTS ON C.I.F. BASIS :

	2013-14	2012-13
	Rupees in Crores	Rupees in Crores
(a) Stock in Trade	2.18	-
(b) Capital Goods	5.90	0.16
TOTAL	8.08	0.16

27.13 EXPENDITURE IN FOREIGN CURRENCY :

	2013-14	2012-13
	Rupees in Crores	Rupees in Crores
(a) Travelling Expenses	0.29	0.13
(b) Employee Benefit Expenses	3.52	5.08
(c) Other Expenses	0.11	0.02
TOTAL	3.92	5.22

27.14 EARNINGS IN FOREIGN CURRENCY :

	2013-14	2012-13
	Rupees in Crores	Rupees in Crores
Sale of goods	2.55	2.73
TOTAL	2.55	2.73

Note :- Represent Sale of goods which are collected in foreign currency through international credit card as certified by collecting bankers .

27.15 SEGMENT REPORTING

The main business of the Company is Retailing. All other activities of the Company are incidental to the main business. Accordingly there are no separate reportable segments in terms of the Accounting Standard 17 on "Segment Reporting".

Notes to financial statement for the year ended 31st March 2014

27.16 EMPLOYEE BENEFITS :

(a) Defined benefit plans - Gratuity

		GRATUITY (Fully funded)	
		LIC administered Trust	
		2013-14	2012-13
		Rs in Crores	Rs in Crores
I	Change in Obligation during the year	1.79	1.42
1	Present value of obligations as at beginning of year	-	-
2	Past Service Cost	-	-
3	Present value of obligations taken over	-	-
4	Present Value of transferred to other trust	-	-
5	Liability taken over from other trust	-	-
6	Interest cost	0.17	0.14
7	Liabilities assumed on acquisition/ (settled on divestiture)	0.07	(0.03)
8	Current Service Cost	0.37	0.28
9	Actuarial (gain)/Loss on obligations	0.02	0.06
10	Benefits Paid	(0.28)	(0.08)
	Present value of Defined Benefit Obligation at the end of the year	2.13	1.79
II	Change in Assets during the Year ended		
1	Plan assets at the beginning of the year	1.42	1.04
2	Assets taken over	-	-
3	Expected return on plan assets	0.12	0.09
4	Contributions by Employer	0.01	0.34
5	Asset acquired on acquisition/ (distributed on divestiture)	-	0.02
6	Funds Transfer In	-	-
7	Contributions by Employer (Reversal of premium)	-	-
8	Actual benefits paid	(0.28)	(0.08)
9	Actuarial Gains/ (Losses) (Full figure for previous year Rs 462/-)	0.02	(0.00)
10	Plan Assets at the end of the year	1.27	1.42
III	Net Asset/(Liability) recognized in the Balance Sheet		
1	Present Value of Defined Benefit Obligation	2.13	1.79
2	Fair value of plan assets	(1.27)	(1.42)
3	Net Assets /(Liability)	(0.86)	(0.37)
IV	Actual Return on plan Assets	0.13	0.09
V	Expenses recognized in the statement of Profit & Loss for the year ended		
1	Current Service cost	0.37	0.28
2	Past Service Cost	-	-
3	Interest Cost	0.17	0.14
4	Expected return on plan assets	(0.12)	(0.09)
5	Net Actuarial (Gains)/Losses (Full figure for current year Rs 32,139/-)	0.00	0.06
	Expenses recognised in statement of Profit & loss	0.42	0.39
VI	Experience Adjustments		
1	Defined Benefit Obligation	2.13	1.79
2	Plan Assets	1.27	1.42
3	Surplus/(Deficit)	(0.86)	(0.37)
4	Experience Adjustment on Plan Liabilities	0.07	(0.04)
5	Experience Adjustment on Plan Assets (Full figure for previous year Rs 462/-)	0.02	(0.00)
VII	The major categories of plan assets as a percentage of total plan Insurer Managed Funds	100%	100%
VIII	Method of valuation	Projected Unit Credit Method	
IX	Expected Employer's Contribution Next Year	0.50	0.30
X	Actuarial Assumptions		
1	Discount Rate	9.20%	8.05%
2	Expected rate of return on plan assets	7.50%	7.50%
3	Salary Escalation Rate	7.00%	6.00%
4	Mortality Table	Indian Assured Lives Mortality (2006-08) Ult table	LIC (1994-96)
5	Retirement Age	58 Years / 60 years	

Note :- The above disclosure is based on actuarial valuation report. The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotions and other relevant factors, such as supply and demand in employment market.

(b) Defined Contribution plans

Company Contributions during the year under Contribution Plans recognised in the Statement of Profit and Loss :

1	Superannuation Fund (Full figure for current year Rs 18,075/-)
2	Government administered Provident Fund / Family Pension Fund
3	Employees State Insurance / Labour Welfare Fund
	Total

2013-14	2012-13
Rupees in Crores	Rupees in Crores
0.00	0.01
2.23	1.85
1.05	0.99
3.28	2.85

(c) Leave Encashment (Long Term Compensated Absences) recognised as expense for the year is Rs. 0.50 Crore (2012-13 Rs 0.82 Crore)

Note :- The above disclosure is based on actuarial valuation report. The report considers assumption with respect to discount rate, salary escalation, retirement age, mortality, rates of leaving service, leave availment pattern, disability and other relevant factors. The method used is "Project Unit Credit Method".

27.17 RELATED PARTY TRANSACTIONS :

Related parties

27.1 Parties where Control exists

- 1) Virtuous Shopping Centres Limited - Subsidiary Company- Refer note 10 on page no 12 (Previous year - Joint venture company)
- 2) Trent Limited - Holding Company (100%)
- 3) Commonwealth Developers Limited- 100% subsidiary of Virtuous Shopping Centres Limited

27.2 Other Related Parties with whom transactions have taken place during the year:

- 1) Fiora Services Limited - Fellow Subsidiary Company.
- 2) Landmark Limited - Fellow Subsidiary Company (Merged with Trent Limited w.e.f. 1st April, 2013)
- 3) Fiora Hypermarket Limited- Fellow Subsidiary Company

27.3 Directors of the Company

- Directors
- | |
|------------------|
| Mr. N.N.Tata |
| Mr.A.D.Cooper |
| Mr.P.Venkatesalu |

27.4 Key management personnel

- Chief Executive Officer
- | |
|-------------------|
| Mr. Jamshed Daboo |
|-------------------|

	2013-14	2012-13
	Rupees in crore	Rupees in crore
27.5 Sales to and Other recoveries from related parties		
Trent Limited	0.48	0.08
27.6 Sale of Fixed Assets to related parties		
Trent Limited	0.15	-
27.7 Purchase/other services from related parties		
Fiora Services Limited	4.91	4.70
Landmark Limited (Full figure for previous Year Rs. 18,636/-)		0.00
Trent Limited	0.58	0.38
27.8 Purchase of fixed asset		
Fiora Services Limited	-	0.01
27.9 Purchase of equity shares of other company's from Related Parties		
Trent Limited (Full figure Rs 19,900/-)	0.00	-
27.10 Interest/Dividend paid to related parties		
Trent Limited	2.71	5.83
27.11 Interest/Dividend Received from related parties		
Commonwealth Developers Limited (Full figure for previous year Rs. 22,192/-)	1.15	0.00
Virtuous Shopping Centres Limited	3.80	3.79
27.12 Loan to related parties		
Commonwealth Developers Limited	9.29	2.70
27.13 Sitting fees paid to directors		
Director	0.06	0.06
27.14 Remuneration paid		
key managerial personnel	2.10	1.88
27.15 Loan taken from		
Trent Limited	91.75	125.00
27.16 Issue of Preference Shares		
Trent Limited	-	149.29
27.17 Loan outstanding as on 31.03.2014		
Trent Limited	97.50	10.75
Commonwealth Developers Limited	11.99	2.70
27.18 Outstanding balance as on 31.03.2014 due to company		
Trent Limited	0.12	0.03
Fiora Hypermarket Limited	0.05	-
Landmark Limited		0.04
Virtuous Shopping Centres Limited	3.80	5.28
Commonwealth Developers Limited	1.15	0.51
27.19 Outstanding balance as on 31.03.2014 payable by Company		
Fiora Services Limited	0.02	0.05
Trent Limited	1.49	-
27.20 Guarantee availed as on 31.03.2014		
Trent Limited	156.71	162.52
27.21 Loan Repaid to		
Trent Limited	5.00	270.00
27.22 Payment of Store Deposit		
Commonwealth Developers Limited	-	1.04
27.23 Store deposit balance as on 31.03.2014		
Commonwealth Developers Limited	2.04	2.04

27.18 INTEREST IN JOINT VENTURE :

As per the contractual arrangement, Trent Hypermarket Limited has joint control over Virtuous Shopping Centres Limited which has been treated as a Jointly Controlled Entity for the purpose of the Accounting Standard 27 on "Financial Reporting of Interest in Joint Ventures" till 3rd April 2013. Also refer note 10 on page no 12.

The Company's interests, as a venture, in jointly controlled entities are:

Name of the Company	Country of Incorporation	% Ownership interest as at 31st March 2014	% Ownership interest as at 31st March 2013
Virtuous Shopping Centres Limited	India	Refer note 10 on page no 12	66.66%

	2013-14	2012-13
	Rupees in Crores	Rupees in Crores
I Income		
1. Income from Operations	-	1.30
2. Other Income	-	3.76
II Expenditure		
1. Expenses	-	5.08
III Assets		
1. Non current assets		
Fixed assets (Full figure for previous year Rs 49,026/-)	-	0.00
Non current investment	-	3.74
Long-term loan & Advances	-	37.60
2. Current assets		
Cash and Bank Balance	-	0.16
Short-term loans & advances	-	0.03
Other current Asset	-	5.21
IV Liabilities		
1. Non Current liabilities		
Long Term Borrowing	-	37.97
2. Current liabilities		
Trade payables (Full figure for previous year Rs.47,349/-)	-	0.00
Other current liabilities	-	5.24

27.19 EARNINGS PER SHARE (EPS) :

- (a) Weighted Average Number of shares outstanding during the year.
- (b) Net Profit/(Loss) after tax available for Equity Share Holders (Rupees in Crores)
- (c) Earnings Per Share (Rs.) Face value of Rs.10/- (Basic & Diluted)

2013-14	2012-13
73,420,790	73,420,790
(69.30)	(72.05)
(9.44)	(9.81)

- 27.20 Loan repayable to Trent Limited -Holding Company - Rs 97.50 Crores (Previous Year - Rs 10.75 Crores). Maximum outstanding during the year Rs 97.50 Crores (Previous Year Rs 188.25 crores).
- 27.21 Trent Hypermarket Limited ("the company"), a wholly owned subsidiary of Trent Limited ("Trent"), operates Star Bazaar Business. The company together with Trent, has entered into definitive agreements regarding investment in the Company by Tesco Overseas Investment Limited ("Tesco Overseas"), a wholly owned subsidiary of Tesco PLC, UK ("Tesco"). The agreement envisage that Tesco Overseas would purchase part of the equity shares currently held by Trent in the Company for amount of approx. Rs. 150 Crores and would saperately subscribe to additional equity shares of the Company for an amount of approx. Rs. 700 Crores. Following the conclusion of proposed investment, Trent and Tesco Overseas will each hold a 50% stake in the company.
- 27.22 As per agreement dated 31st March, 2014, between the company & Fiora Hypermarket Limited (a wholly owned subsidiary of Trent Limited, the Holding Company), the company agreed to transfer with effect from 1st April, 2014 certain store assets and related agreements with respect to four Star Bazaar Stores located in Gujrat & Tamilnadu states.
- 27.23 There are no amounts due & outstanding to be credited to investor education & protection fund.
- 27.24 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

Signatures to notes on financial statement & other notes

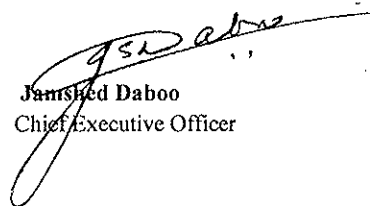
As per our report attached.

For N. M. RAIJI & CO.,
Chartered Accountants
Registration No. 108296W



Y. N. THAKKAR
Partner
Membership No. 33329
Mumbai , 26th May 2014

Jamsheed Daboo
Chief Executive Officer




Sanjay Gupta
Company Secretary & Chief Financial Officer

For and on behalf of the Board,

N.N. Tata
N.N. Tata -Chairman

A.D. Cooper - Director

P. Venkatesalu - Director

Mumbai , 26th May 2014



TRENT HYPERMARKET LIMITED

CASH FLOW FOR THE YEAR ENDED 31ST MARCH 2014

Sr. No.	Particulars	1st April 2013 to 31st March 2014		31st March 2013
		Rs. in Crores	Rs. in Crores	Rs. in Crores
A	CASH FLOW FROM OPERATING ACTIVITIES			
	Net Profit/(Loss) before Taxes and Exceptional Items		(63.76)	(74.10)
	Adjustments for :			
	Depreciation	13.37		11.96
	Interest paid	7.97		10.10
	Foreign Exchange Fluctuation (Net)	0.20		(0.11)
	Interest Received	(5.72)		(4.02)
	Profit on sale of current investment	(0.02)		(0.05)
	Rent Equilisation (Income)/Expenses	0.85		0.02
	Provision for doubtful debts and advances	0.17		0.89
	Bad debts written off	0.06		0.15
	Other receivable written off	0.10		0.17
	Vendor balances written back	(0.44)		-
	Advance written off	0.07		0.05
	(Profit)/Loss on Fixed Assets sold/discarded (Net)	1.11		0.03
	Exceptional items:-		16.92	19.19
	Settlement Compensation	(2.41)		-
	Dismantelling Cost	(0.41)		-
	Operating Profit Before Working Capital Changes		(2.82)	-
	Adjustments for :		(49.66)	(54.91)
	(Increase)/Decrease in Inventories	0.61		6.69
	(Increase)/Decrease in Trade receivable	8.59		(5.13)
	(Increase)/Decrease in short-term loans & advances	2.24		(22.13)
	(Increase)/Decrease in long-term loans & advances	(13.95)		4.04
	(Increase)/Decrease in other current assets	0.54		(1.29)
	(Increase)/Decrease in other non current assets	(0.75)		0.05
	Increase/(Decrease) in Trade payable	(3.09)		38.07
	Increase/(Decrease) in other current liabilities	7.52		7.09
	Increase/(Decrease) in long-term liabilities	0.02		(0.43)
	Increase/(Decrease) in short-term provision	0.45		0.25
	Increase/(Decrease) in long-term provision	0.20		0.25
	Cash generated from operations		(5.62)	
	Direct Taxes Paid		(55.28)	(27.45)
	Net Cash from Operating Activities		0.78	(0.58)
			(54.50)	(28.03)
B	CASH FLOW FROM INVESTING ACTIVITIES			
	Purchase of Fixed Assets	(26.38)		(32.64)
	Sale of Fixed Assets	0.22		0.89
	Purchase of current investment	-		(28.50)
	Purchase of shares of Trent Retail Services Limited (Full figure for current year Rs 19,900/-)	-		-
	Sale of investment	1.77		26.80
	Loan to Commonwealth Developers Limited	(9.29)		(2.70)
	Interest Received	5.88		0.20
	Net cash used in Investing Activities		(27.80)	(35.95)
C	CASH FLOW FROM FINANCING ACTIVITIES			
	Loan taken during the year from holding company	91.75		125.00
	Loan repaid during the year to holding company	(5.00)		(270.00)
	Issue of debenture net of expenses	-		71.67
	Issue of shares net of expenses	-		149.14
	Interest Paid	(6.51)		(5.83)
	Net cash from Financing Activities		80.24	69.97
	NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)		(2.06)	5.99
	CASH AND CASH EQUIVALENTS AS AT 01.04.2013		14.77	8.78
	CASH AND CASH EQUIVALENTS AS AT 31.03.2014		12.71	14.77

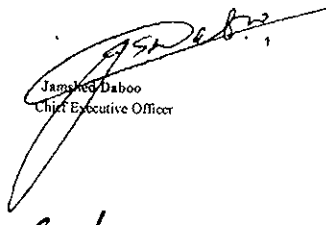
Note: 1) All figures in brackets are outflows.
 2) Previous Year figures have been regrouped wherever necessary.
 3) Cash and Cash equivalent consist of Cash on hand and balance with banks as detailed in Note No 17 on Page No 19 to the Balance Sheet.

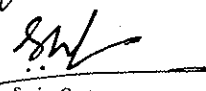
As per our report attached

For N.M.RAJI & CO.,
Chartered Accountants
Registration No 108296W

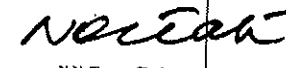


Y.N. Thakkar
Partner
Mumbai, 26th May 2014


Janki Daboo
Chief Executive Officer


Sanjay Gupta
Company Secretary & Chief Financial Officer

For and on behalf of the Board,


N.N. Tata - Chairman


A.D. Cooper - Director


P. Venkatesalu - Director

Mumbai, 26th May 2014

