

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

To the Members of Trent Hypermarket Limited

Report on the Financial Statements

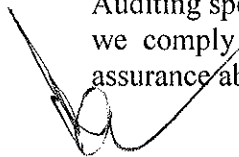
We have audited the accompanying financial statements of Trent Hypermarket Limited ('the Company') which comprise the Balance Sheet as at 31st March 2015, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in sub-section (5) of Section 134 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 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent and design, implementation and maintenance of 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 misstatements, 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 sub-section (10) of section 143 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 disclosures in the financial statements. 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. 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the effectiveness of such controls. An audit also includes evaluating the appropriateness of 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.

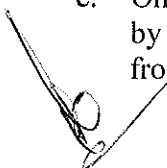
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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, 2015, of its loss and its 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, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us during the course of the audit, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by sub-section (3) of section 143 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 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 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. On the basis of written representations received from the directors, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2015 from being appointed as a director in terms of sub-section (2) of section 164 of the Act.



- f. 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 no. 27 forming part of financial statements.
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

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



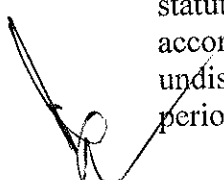
CA. Y. N. THAKKAR
Partner
Membership No: 33329

Place : Mumbai
Date : 22.05.2015

Annexure to the Independent Auditor's report of even date

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of Trent Hypermarket Limited (the Company))

- i) a) The Company is maintaining 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.
- 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) The Company has granted unsecured loans to companies, firms or other parties covered in the register maintained under Section 189 of the Act.
 - a) the receipt of interest is regular and no principal amount was due in the current year; and
 - b) there are no overdue amounts in respect of the above loans.
- iv) There is adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of goods and services. No major weaknesses were observed in the aforesaid internal control system;
- v) The Company has not accepted any deposits from the public to which the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 apply.
- vi) According to the information and explanation given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Companies Act, 2013 for the products of the Company.
- vii) a) The Company is generally regular in depositing undisputed statutory dues including provident fund, employee's state insurance, income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. 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, 2015 for a period of more than six months from the date they became payable.

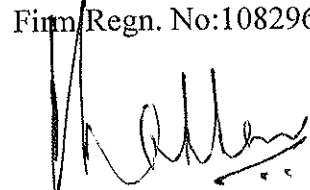


- b) According to the records made available to us and the information and explanations given by the management, the details of the dues of sales tax / income tax / custom duty / wealth tax/ Service Tax / excise duty / cess, which have not been deposited on account of any dispute, are given below :

| Particulars | Financial Year to which it pertains | Forum where the dispute is pending | Amount (Rs. in Crores) |
|--------------------|--|--|-------------------------------|
| Income Tax | 2011-2012 | CIT (Appeals) | 0.06 |
| Sales Tax | 2008-09, 2009-10 | Jt. Commissioner of sales tax (Appeal) | 0.84 |
| Service Tax | 2008-2011 | Commissioner of central Excise & Service Tax | 1.69 |

- c) There are no amounts which are required to be transferred by the Company, to the investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under;
- viii) The company has accumulated losses at the end of the financial year which are less than fifty per cent of its net worth and has incurred cash losses during the financial year covered by our audit and has also incurred cash losses in the immediately preceding financial year.
- ix) The Company has not defaulted in repayment of dues to any financial institutions banks, or debenture holders;
- x) The Company has not given any guarantees for loans taken by others from banks or financial institutions;
- xi) The term loans availed by the Company during the year, were applied for the purpose for which it was obtained;
- xii) During the year, 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
Firm/Regn. No:108296W



CA. Y. N. THAKKAR
Partner
Membership No:33329

Place : Mumbai
Date : 22.05.2015

TRENT HYPERMARKET LIMITED
Balance Sheet as at 31st March 2015

I

| Sr. No. | Particulars | Note No. | As at 31st March 2015 | | As at 31st March 2014 |
|------------|---|----------|-----------------------|-----------------|-----------------------|
| | | | Rs in Crores | Rs in Crores | Rs in Crores |
| I. | EQUITY AND LIABILITIES | | | | |
| 1 | Shareholders' funds | | | | |
| | (a) Share Capital | 1 | 146.84 | | 222.71 |
| | (b) Reserves and Surplus | 2 | 660.71 | | (174.69) |
| | | | | 807.55 | 48.02 |
| 2 | Non-current liabilities | | | | |
| | (a) Long Term Borrowings | 3 | 75.00 | | 186.75 |
| | (b) Other Long Term Liabilities | 4 | 0.10 | | 0.08 |
| | (c) Long Term Provisions | 5 | 24.25 | | 25.29 |
| | (d) Deferred Tax Liability | 11 | 8.40 | | - |
| | | | | 107.75 | 212.12 |
| 3 | Current liabilities | | | | |
| | (a) Trade Payables | 6 | 122.72 | | 113.52 |
| | (b) Other Current Liabilities | 7 | 59.05 | | 40.80 |
| | (c) Short Term Provisions | 8 | 3.80 | | 1.46 |
| | | | | 185.57 | 155.78 |
| | TOTAL | | | 1,100.87 | 415.92 |
| II. | ASSETS | | | | |
| 1 | Non-Current Assets | | | | |
| | (a) Fixed Assets | 9 | | | |
| | (i) Tangible Assets | | 155.53 | | 166.86 |
| | (ii) Intangible Assets | | 0.82 | | 1.49 |
| | (iii) Capital Work-in-Progress | | 8.06 | | 16.74 |
| | (iv) Intangible Assets Under Development | | - | | 0.08 |
| | (b) Non-Current Investments | 10 | 694.85 | | 41.92 |
| | (c) Deferred Tax Assets (net) | 11 | - | | 14.68 |
| | (d) Long Term Loans and Advances | 12 | 71.08 | | 39.17 |
| | (e) Other Non- Current Assets | 13 | 0.35 | | 0.75 |
| | | | | 930.69 | 281.69 |
| 2 | Current Assets | | | | |
| | (a) Current Investment | 14 | 54.69 | | - |
| | (b) Inventories | 15 | 72.23 | | 59.02 |
| | (c) Trade Receivables | 16 | 12.16 | | 6.28 |
| | (d) Cash and Cash Equivalents | 17 | 6.22 | | 12.71 |
| | (e) Short term Loans and Advances | 18 | 23.88 | | 50.71 |
| | (f) Other Current Assets | 19 | 1.00 | | 5.51 |
| | | | | 170.18 | 134.23 |
| | TOTAL | | | 1,100.87 | 415.92 |
| | Significant Accounting Policies and Notes to Accounts | 1-27 | | | |

As per our report attached

For and on behalf of the Board,

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

CA. Y.N.Thakkar
Partner
Membership No 33329
Mumbai
Date:- 22.05.2015

Jangshed Daboo
Managing Director

Sanjay Gupta
Company Secretary & Chief Financial Officer

N.N Tata - Chairman
Trevor J Masters - Director

A. D. Cooper - Director

Mumbai, 22nd May 2015

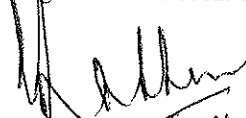
Statement of Profit & Loss for the period ended 31st March 2015

| Sr No | Particulars | Refer Note No. | For the Year Ended 31st March 2015 | For the Year Ended 31st March 2014 |
|-------|---|----------------|------------------------------------|------------------------------------|
| | | | Rs in Crores | Rs in Crores |
| I | Revenue from Operations | 20 | 747.76 | 789.61 |
| II | Other Income | 21 | 42.38 | 5.74 |
| III | Total Revenue (I+II) | | 790.14 | 795.35 |
| IV | Expenses: | | | |
| | Cost of Raw Materials Consumed | | 15.13 | 18.02 |
| | Purchases of Stock-in-Trade | | 611.58 | 603.08 |
| | Changes in inventories of finished goods & stock in trade [(Accretion)/Decretion] | | (14.50) | 8.47 |
| | Employee Benefits Expenses | 22 | 60.32 | 59.12 |
| | Finance Cost | 23 | 10.29 | 7.97 |
| | Depreciation & Amortisation Expenses | 9 | 18.50 | 13.37 |
| | Other Expenses | 24 | 151.00 | 149.08 |
| | Total Expenses (IV) | | 852.32 | 859.11 |
| V | Profit/(Loss) before exceptional and extraordinary items and Tax (III-IV) | | (62.18) | (63.76) |
| VI | Exceptional items- Income/ (Expenses) | 25 | (3.18) | (6.03) |
| VII | Profit/(Loss) before extraordinary items and tax (V - VI) | | (65.36) | (69.79) |
| VIII | Extraordinary Items | | - | - |
| IX | Profit/(Loss) before tax (VII- VIII) | | (65.36) | (69.79) |
| X | Tax expense: | | | |
| | Current Tax | | - | - |
| | Deferred Tax | | 23.57 | (0.49) |
| | Total Tax Expenses | | 23.57 | (0.49) |
| XI | Profit /(Loss) for the period (IX-X) | | (88.93) | (69.30) |
| XII | Earnings per Equity share: | | | |
| | (1) Basic & Diluted in Rs | 27.17 | (7.41) | (9.44) |

As per our report attached

For and on behalf of the Board,

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



CA. Y.N. Thakkar
Partner
Membership No 33329
Mumbai
Date:- 22.05.2015

Jamshed Daboo
Managing Director



Sanjay Gupta
Company Secretary & Chief Financial Officer

N.N. Tata - Chairman



Trevor J Masters - Director



A. D. Cooper - Director

Mumbai, 22nd May 2015

Note I Share Capital

| Particulars | As at 31st March 2015 | | As at 31st March 2014 | |
|---|--------------------------|---------------|--------------------------|---------------|
| | Number | Rs in Crores | Number | Rs in Crores |
| (a) AUTHORISED | | | | |
| Equity Shares of Rs 10 each at par | 275,000,000 | 275.00 | 125,000,000 | 125.00 |
| Preference Shares of Rs 10 each at par | - | - | 150,000,000 | 150.00 |
| (b) ISSUED, SUBSCRIBED AND PAID UP : | | | | |
| Equity Shares of Rs 10 each fully paid | 146,835,038 | 146.84 | 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 |
| Total | 146,835,038 | 146.84 | 222,709,717 | 222.71 |

(c) **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 2013 read together with the Memorandum of Association and Articles of Association of the company as applicable

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

The Preference Shares carried 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 ranked for dividend in priority to equity shares for the time being of the company.

The Preference Shares did not carry any voting rights except as provided for under provision of section 47 of The Companies Act, 2013 as amended or replaced from time to time. The Preference Shares would have 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 would not be entitled to any further participation in profits or assets

During the current year, the Preference shares have been redeemed at par from the proceeds of fresh issue of equity shares

- (e) The Authorised Share capital of the company be and is hereby reclassified from Rs 275,00,00,000 (Rupees Two hundred seventy five crore only) divided into 12,50,00,000 (Twelve Crore Fifty Lacs) Equity shares of rs 10 each and 15,00,00,000 (Fifteen Crore) Preference shares of Rs. 10 each to Rs. 275,00,00,000 (Rupees Two hundred seventy five crore only) divided into 27,50,00,000 (Twenty seven crore Fifty lacs) Equity shares of Rs 10 each vide Board Resolution dated 30th Dec 2014

| Particulars | As at 31st March 2015 | | As at 31st March 2014 | |
|--|--------------------------|---------------|--------------------------|---------------|
| | 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: Shares issued during the year | 73,414,248 | 73.41 | - | - |
| Number of shares at the end of period | 146,835,038 | 146.84 | 73,420,790 | 73.42 |
| Preference Shares | | | | |
| Non Cumulative Optionally Convertible Preference Shares | | | | |
| Number of shares at the beginning | 149,288,927 | 149.29 | 149,288,927 | 149.29 |
| Add: Issued during the year | - | - | - | - |
| Less: Redeemed during the year | 149,288,927 | 149.29 | - | - |
| Number of shares at the end of period | - | 0.00 | 149,288,927 | 149.29 |

| Particulars | As at 31st March 2015 | | As at 31st March 2014 | |
|--|--------------------------|-------------------|--------------------------|-------------------|
| | No. of shares | % to total shares | No. of shares | % to total shares |
| (g) The details of shareholders holding more than 5 % shares is as under: | | | | |
| (i) Trent Limited | | | | |
| Equity Shares of Rs 10 each fully paid | 73,417,519 | 50% | 73,420,790 | 100% |
| 10 % p.a. Non Cumulative Optionally Convertible Preference Shares of Rs 10 each | - | - | 149,288,927 | 100% |
| (ii) Tesco Overseas Investment Limited | | | | |
| Equity Shares of Rs 10 each fully paid | 73,417,519 | 50% | - | - |

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 2015 | | As at 31st March 2014 |
|--|--------------------------|---------------|--------------------------|
| | Rs in Crores | Rs in Crores | Rs in Crores |
| Securities Premium Account | | | |
| Balance as per Last account | 3.95 | | 3.95 |
| Add :- Issue of Equity Shares at premium (Refer Note (a) below) | 926.49 | | - |
| Less:- Equity Share Issue Expenses adjusted (Refer Note (a) below) | (1.14) | | - |
| | | 929.30 | 3.95 |
| Surplus / (Deficit) in Statement of Profit & Loss | | | |
| Balance as per last financial statement | (178.64) | | (109.34) |
| Add:- Loss for the period | (88.93) | | (69.30) |
| Add:- Excess WDV as per Sch. II of The Companies Act, 2013 adjusted - Net of deferred tax (Refer Note (b) below) | (1.02) | | - |
| | | (268.59) | (178.64) |
| Total | | 660.71 | (174.69) |

(a) During the year 2014-15, the company has allotted 73,41,4248 equity shares of Rs 10/- each at a premium of Rs 126.20. Expenses incurred for issue of these shares are adjusted against Securities Premium Account in accordance with Section 52(2)(c) of The Companies Act, 2013.

(b) Refer Note no 27.24 on Page no 33.

Notes forming part of the Balance Sheet

Note 3 Long Term Borrowings

| Particulars | As at 31st March 2015 | As at 31st March 2014 |
|---|--------------------------|--------------------------|
| | 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) | 50.00 | 75.00 |
| (b) Loans & advances from related parties | | |
| Loan From Trent Limited | - | 86.75 |
| Total | 75.00 | 186.75 |

- (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 per installment at the end of 42nd 51st and 60th month from the date of allotment. Premium on the debentures has been fully provided in the year of issue and debited to the Securities Premium Account. The debentures are secured in the form of Corporate Guarantee given by Trent Limited 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 2015 and losses incurred for the year ended 31st March, 2015, no amount has been transferred to Debenture Redemption Reserve Account.

Note 4 Other Long Term Liabilities

| Particulars | As at 31st March 2015 | As at 31st March 2014 |
|--|----------------------------------|----------------------------------|
| | Rs in Crores | Rs in Crores |
| Security Deposits Received | 0.10 | 0.08 |
| Creditors for capital expenditure - Retention Money (Full figure for current year & previous year Rs. 6,293/-) | - | - |
| Total | 0.10 | 0.08 |

Note 5 Long Term Provisions

| Particulars | As at | As at |
|--|------------------------|------------------------|
| | 31st March 2015 | 31st March 2014 |
| | Rs in Crores | Rs in Crores |
| Provision for Employee benefits | | |
| Provision for Leave Encashment | 3.34 | 2.50 |
| Other Provision | | |
| Premium on Redemption of Debentures | 20.91 | 22.79 |
| Total | 24.25 | 25.29 |

Note 6 Trade payables

| Particulars | As at 31st March 2015 | As at 31st March 2014 |
|---|--------------------------|--------------------------|
| | Rs in Crores | Rs in Crores |
| Trade Payables (Refer Note 27.05 on Page 29) | 122.72 | 113.52 |
| Total | 122.72 | 113.52 |

Notes forming part of the Balance Sheet

Note 7 Other Current Liabilities

| Particulars | As at 31st March 2015 | As at 31st March 2014 |
|--|--------------------------|--------------------------|
| | Rs in Crores | Rs in Crores |
| <u>Income Received in advance</u> | | |
| (a) Pre received Income | - | 0.01 |
| <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 Trent Limited | - | 1.46 |
| <u>Current maturities of long term borrowings</u> | | |
| (a) Loan from Trent Limited (carrying interest @ 10.25%) | - | 10.75 |
| (b) 7.75% Non Convertible Debenture | 25.00 | |
| <u>Other Payables</u> | | |
| (a) Security Deposits | 1.04 | 1.42 |
| (b) Withholding tax & other Statutory payments | 4.86 | 5.85 |
| (c) Employee Related Liability | 14.57 | 10.80 |
| (d) Creditors for Capital Expenditure | 6.11 | 2.05 |
| (e) Other Liabilities | 2.90 | 3.89 |
| Total | 59.05 | 40.80 |

Notes forming part of the Balance Sheet

Note 8 Short Term Provisions

| Particulars | As at 31st March 2015 | As at 31st March 2014 |
|---|--------------------------|--------------------------|
| | Rs in Crores | Rs in Crores |
| <u>Provision for Employee Benefits</u> | | |
| (a) Provision for Gratuity | 1.12 | 0.86 |
| (b) Leave Encashment | 0.79 | 0.60 |
| <u>Other Provision</u> | | |
| Premium on Redemption of Debenture | 1.89 | - |
| Total | 3.80 | 1.46 |

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 | Transfer to | As at | | As at |
| | 01.04.2014 | Adjustments | Adjustments | 31.03.2015 | 01.04.2014 | Adjustments | Period | Retained Earnings | 31.03.2015 | | 31.03.2015 |
| (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) | (Rs.in Crores) | (Rs.in Crores) |
| Tangible Assets | | | | | | | | | | | |
| Land Leasehold | 0.21 (0.21) | - - | - - | 0.21 (0.21) | 0.01 (0.01) | - - | - - | - - | 0.01 (0.01) | - - | 0.20 (0.20) |
| Buildings Own | 45.23 (45.23) | - - | - - | 45.23 (45.23) | 2.87 (2.13) | - - | 0.74 (0.74) | - - | 3.61 (2.87) | - - | 41.62 (42.37) |
| Building Leasehold | 35.10 (33.53) | 14.65 (5.89) | 6.43 (4.32) | 43.32 (35.10) | 8.37 (6.73) | 1.12 (0.63) | 1.94 (2.28) | - - | 9.19 (8.37) | 0.09 - | 34.04 (26.71) |
| Plant and Equipment | 71.43 (67.15) | 9.93 (5.96) | 12.63 (1.68) | 68.73 (71.43) | 14.89 (11.04) | 2.60 (0.24) | 6.26 (4.09) | - - | 18.55 (14.89) | 1.97 - | 48.21 (56.56) |
| Furniture and Fixture | 43.88 (39.12) | 8.06 (5.42) | 10.06 (0.66) | 41.88 (43.88) | 13.25 (10.57) | 3.10 (0.34) | 4.75 (3.02) | - - | 14.90 (13.25) | 0.75 - | 26.23 (30.62) |
| Vehicles | 0.11 (0.11) | - - | 0.11 - | - (0.11) | 0.03 (0.02) | 0.04 - | 0.01 (0.01) | - - | - (0.03) | - - | - (0.08) |
| Office Equipment | 1.79 (1.64) | 0.06 (0.22) | 0.42 (0.07) | 1.43 (1.79) | 0.37 (0.29) | 0.08 (0.01) | 0.51 (0.09) | 0.08 - | 0.88 (0.37) | 0.09 - | 0.46 (1.43) |
| Computer | 17.05 (14.20) | 1.93 (3.06) | 2.28 (0.21) | 16.70 (17.05) | 8.16 (5.72) | 1.11 (0.10) | 3.49 (2.54) | 1.39 - | 11.93 (8.16) | - - | 4.77 (8.89) |
| Total Tangible Assets | 214.80 (201.19) | 34.63 (20.55) | 31.93 (6.94) | 217.50 (214.81) | 47.95 (36.81) | 8.05 (1.32) | 17.71 (12.77) | 1.47 - | 59.07 (47.95) | 2.90 - | 155.53 (166.86) |
| Intangible Assets | | | | | | | | | | | |
| Goodwill | 0.05 (0.05) | - - | - - | 0.05 (0.05) | 0.05 (0.05) | - - | - - | - - | 0.05 (0.05) | - - | - - |
| Computer Software | 3.95 (3.71) | 0.20 (0.26) | 0.08 (0.02) | 4.07 (3.95) | 2.47 (1.86) | 0.05 (0.01) | 0.79 (0.62) | 0.04 - | 3.25 (2.47) | - - | 0.82 (1.49) |
| Total Intangible Assets | 4.00 (3.76) | 0.20 (0.26) | 0.08 (0.02) | 4.12 (4.00) | 2.52 (1.91) | 0.05 (0.01) | 0.79 (0.62) | 0.04 - | 3.30 (2.52) | - - | 0.82 (1.49) |
| Total | 218.80 (204.95) | 34.83 (20.81) | 32.01 (6.96) | 221.62 (218.81) | 50.47 (38.42) | 8.10 (1.33) | 18.50 (13.39) | 1.51 - | 62.37 (50.47) | 2.90 - | 156.35 (168.36) |
| Capital Work-in-Progress (Ref. Note (a) below) | | | | | | | | | | | 8.06 (16.74) |
| Intangible assets under development | | | | | | | | | | | - (0.08) |
| Total | | | | | | | | | | | 164.41 (185.17) |

Notes

a) Borrowing Cost capitalised during the year is Rs.0.79 Crores (Previous year Rs. 0.55 Crores) including Rs.NIL included in CWIP (Previous year Rs. 0.27 Crores)

b) Figures in bracket are in respect of previous year

c) Refer note (b) on page no 4.

Note 10 Non Current Investments

| Particulars | As at 31st March 2015 | | | As at 31st March 2014 | |
|--|-----------------------------|-------------|---------------|--------------------------|--------------|
| | 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 subsidiary | | | | | |
| Equity Shares of Rs 10 each fully paid | | | | | |
| Virtuous Shopping Centres Limited | 100.00% | 3,282,025 | 6.30 | 2,187,796 | 3.95 |
| Tesco Hindustan Wholesale Private Limited | 100.00% | 420,816,660 | 143.16 | - | - |
| Others | | | | | |
| Trent Retail Services Limited | 19.90% | 995 | - | 995 | - |
| Equity Shares of Rs. 100 each fully paid | | | | | |
| (Full figure for current and previous year Rs. 19,900/-) | | | | | |
| b) Investment in Debentures | | | | | |
| Investment in subsidiary (unquoted & fully paid) | | | | | |
| Virtuous Shopping Centres Limited | | | | | |
| 10% Optionally Convertible Debentures (OCD) (Refer notes below) | 100.00% | 56,955,950 | 58.22 | 37,966,840 | 37.97 |
| c) Investment in Mutual Funds | | | | | |
| Axis Banking Debt fund Direct Growth | | | 10.66 | | - |
| IDFC Money Manager Fund Direct Growth | | | 5.33 | | - |
| IDFC SSIF Short Term Fund Direct Growth | | | 20.90 | | - |
| IDFC Banking Debt Fund Direct Growth | | | 5.33 | | - |
| ICICI Prudential Banking Debt fund Direct Growth | | | 10.76 | | - |
| ICICI Prudential Short Term Direct Growth | | | 62.84 | | - |
| Tata Short Term Bond Fund Direct Growth | | | 67.99 | | - |
| Birla Sunlife Treasury Optimizer Fund Direct Growth | | | 34.27 | | - |
| Birla Sunlife Short Term Fund Direct Growth | | | 33.97 | | - |
| HDFC Short Term Opportunities Fund Growth | | | 67.79 | | - |
| Kotak Bond Short Term Direct Plan | | | 26.05 | | - |
| UTI Short Term Income Fund | | | 33.78 | | - |
| BSL Income Plus Growth | | | 20.00 | | - |
| HDFC Income Fund Dividend Growth | | | 10.00 | | - |
| HDFC High Interest Fund | | | 10.00 | | - |
| ICICI Prudential Dynamic Fund | | | 5.00 | | - |
| ICICI Prudential Longterm Fund Growth | | | 5.00 | | - |
| IDFC Dynamic Bond Fund | | | 20.00 | | - |
| Kotak Bond scheme Plan A - Direct Growth | | | 12.50 | | - |
| UTI bond fund Direct Growth | | | 15.00 | | - |
| SBI Dynamic Bond Fund | | | 10.00 | | - |
| Total Investment | | | 694.85 | | 41.92 |
| Aggregate of quoted investment | | | - | | - |
| Aggregate of non quoted investment | | | 694.85 | | 41.92 |
| Total | | | 694.85 | | 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.

2) During the year 2014-15, the company has purchased balance 33.34% of equity share capital and debentures of Virtuous Shopping Centres Limited from Trent Limited.

Notes forming part of the Balance Sheet

Note 11 Deferred Tax

| Particulars | As at 31st March 2015 | As at 31st March 2014 |
|---|--------------------------|--------------------------|
| | Rs in Crores | Rs in Crores |
| (a) Deferred Tax Liability | | |
| (i) Depreciation Difference | 8.40 | 9.55 |
| Total Deferred tax liability | 8.40 | 9.55 |
| (b) Deferred Tax Asset | | |
| (i) Retirement benefit | - | 0.95 |
| (ii) Unabsorbed Depreciation (Refer note below) | - | 22.65 |
| (iii) Others | - | 0.63 |
| Total Deferred tax Asset | - | 24.23 |
| Deferred Tax Assets/(Liability) | (8.40) | 14.68 |

Note :-

In View of continuous losses incurred by Company , as a matter of prudence, the company has written off the deferred tax assets created in previous year .

Note 12 Long Term Loans & Advances

| Particulars | As at 31st March 2015 | | As at 31st March 2014 |
|--|--------------------------|--------------|--------------------------|
| | Rs in Crores | Rs in Crores | Rs in Crores |
| Unsecured, Considered Good | | | |
| (a) Capital Advances | 1.20 | | 3.22 |
| (b) Security Deposits | | | |
| (i) Security deposit given for Premises | 42.28 | | 22.78 |
| (ii) Security deposit others | 0.66 | | 0.78 |
| (c) Other loans and advances | | | |
| (i) Loans To employees | 0.28 | | 0.19 |
| (ii) Prepaid expenses | 0.17 | | 0.21 |
| (d) Loan to Related Parties | | | |
| (i) Commonwealth Developers Ltd (Refer Note (i) below) | 26.49 | | 11.99 |
| | | 71.08 | 39.17 |
| Unsecured Considered Doubtful | | | |
| (a) Capital Advances | 0.14 | | 0.11 |
| Less :- provision for doubtful capital advances | 0.14 | | 0.11 |
| | | - | - |
| Total | | 71.08 | 39.17 |

Note:-

(i) The Loan to Commonwealth Developers Ltd carries interest rate of 10% p.a. and is repayable on 31.03.2017.

Note 13 Other Non Current Assets

| Particulars | As at | As at |
|--|------------------------|------------------------|
| | 31st March 2015 | 31st March 2014 |
| | Rs in Crores | Rs in Crores |
| <u>Unsecured, Considered Good</u> | | |
| Other Receivable | 0.35 | 0.75 |
| Total | 0.35 | 0.75 |

Notes forming part of the Balance Sheet

Note 14 Current Investment

| Particulars | As at 31st March 2015 | As at 31st March 2014 |
|---|--------------------------|--------------------------|
| | Rs in Crores | Rs in Crores |
| Investment in Units of Mutual Fund (Unquoted & Fully paid) | | |
| TATA Liquid Fund | 43.15 | - |
| Birla sunlife cash plus Institutional Premium Growth | 0.57 | - |
| HDFC Cash Management Treasury advantage wholesale Growth | 0.18 | - |
| Tata Floater Fund Growth | 10.00 | - |
| ICICI Prudential Liquid Regular Plan-Growth | 0.67 | - |
| Kotak Liquid Scheme | 0.12 | - |
| Total | 54.69 | - |
| Aggregate Book Value of Investment | | |
| Quoted | - | - |
| Unquoted | 54.69 | - |
| Total | 54.69 | - |

Note 15 Inventories

| Particulars | As at 31st March 2015 | As at 31st March 2014 |
|------------------------|--------------------------|--------------------------|
| | Rs in Crores | Rs in Crores |
| (a) Raw Materials | 0.90 | 1.04 |
| (b) Stock in Trade | 69.67 | 55.18 |
| Add:- Stock in Transit | 0.02 | - |
| | 70.59 | 56.22 |
| (c) Packing Materials | 0.80 | 1.78 |
| (d) Stores & Spares | 0.84 | 1.02 |
| Total | 72.23 | 59.02 |

Note 16 Trade Receivables

| Particulars | As at 31st March 2015 | As at 31st March 2014 |
|---|--------------------------|--------------------------|
| | Rs in Crores | Rs in Crores |
| Trade receivables outstanding for a period exceeding six months | 1.51 | 2.46 |
| Trade receivables other than above | 11.86 | 4.88 |
| Total Trade receivables | 13.37 | 7.34 |
| Less :- Provision for doubtful receivables | 1.21 | 1.06 |
| Total | 12.16 | 6.28 |
| Considered Good - Unsecured | 12.16 | 6.28 |
| Considered Doubtful -Unsecured | 1.21 | 1.06 |
| | 13.37 | 7.34 |

Note 17 Cash & Cash Equivalents

| Particulars | As at | As at |
|--|------------------------|------------------------|
| | 31st March 2015 | 31st March 2014 |
| | Rs in Crores | Rs in Crores |
| (a) Balance with banks | 3.15 | 6.64 |
| (b) Cash on hand | 0.89 | 3.81 |
| (c) Balance with banks to the extent held as margin money for more than 12 months maturity | 0.40 | 0.05 |
| (d) Balance with banks to the extent held as margin money for less than 12 months maturity | 1.02 | 0.45 |
| (e) Credit card slips on hand | 0.76 | 1.76 |
| Total | 6.22 | 12.71 |

Note 18 Short term Loans & Advances

| Particulars | As at 31st March 2015 | As at 31st March 2014 |
|---|--------------------------|--------------------------|
| | Rs in Crores | Rs in Crores |
| <u>Unsecured, Considered Good</u> | | |
| (a) Security Deposits | | |
| (i) Security deposit given for Premises (Ref below note) | 12.50 | 39.36 |
| (ii) Security deposit others | 0.09 | - |
| | 12.59 | 39.36 |
| (b) Loans and Advances to Staff | 0.14 | 0.37 |
| (c) Advances to creditors | 3.42 | 2.99 |
| (d) Balance with statutory / Government authorities | 5.80 | 5.76 |
| (e) Advance Payment Of Taxes - Net Of Provision | 1.03 | 1.01 |
| (f) Prepaid Expenses | 0.65 | 0.72 |
| (g) Other Receivables | 0.25 | 0.50 |
| | 23.88 | 50.71 |
| <u>Unsecured, Considered Doubtful</u> | | |
| (a) Advances to Creditors | 0.73 | 0.44 |
| less: Provision for Doubtful Advances | 0.73 | 0.44 |
| | - | - |
| (b) Other Receivables | 0.25 | - |
| Less:- Provision for doubtful recovery | 0.25 | - |
| | - | - |
| Total | 23.88 | 50.71 |

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 2015 | As at 31st March 2014 |
|--|--------------------------|--------------------------|
| | Rs in Crores | Rs in Crores |
| <u>Unsecured, Considered good</u> | | |
| (i) Interest Receivable | 0.05 | 5.00 |
| (ii) Other Receivable :- | | |
| (b) From Subsidiaries (Full figure for current year in Rs is 22,405) | - | 0.01 |
| (b) From Others | 0.95 | 0.50 |
| Total | 1.00 | 5.51 |

Note 20 Revenue from Operations

| Particulars | For the Year Ended 31st March 2015 | | For the Year Ended 31st March 2014 |
|----------------------------------|------------------------------------|---------------|------------------------------------|
| | Rs in Crores | Rs in Crores | Rs in Crores |
| Sale of products (Gross) | 771.43 | | 813.53 |
| Less :- Vat | 48.02 | | 50.98 |
| | | 723.41 | 762.55 |
| Other operating revenues | | | |
| (a) Display & Sponsorship Income | 17.28 | | 21.16 |
| (b) Commission on Sales | 0.09 | | 0.11 |
| (c) Discounts & Fees | 3.58 | | 2.55 |
| (d) Exchange Fluctuation (Net) | 0.09 | | - |
| (e) Others | 2.64 | | 1.75 |
| (f) Rent | 0.89 | | 1.80 |
| | | 24.57 | 27.37 |
| Less : Excise Duty | | 0.22 | 0.31 |
| Total | | 747.76 | 789.61 |

Note 21 Other Income

| Particulars | For the Year Ended 31st March 2015 | For the Year Ended 31st March 2014 |
|--|--|--|
| | Rs in Crore | Rs in Crore |
| (a) Interest on Loans and Advances (Refer notes below) | 8.95 | 5.55 |
| (b) Interest on Deposits with Bank | 0.12 | 0.17 |
| (c) Profit on sale of Investments | 33.31 | 0.02 |
| Total | 42.38 | 5.74 |

Note:-

Interest on loans and advances includes:-

- (a) Interest on loan to Commonwealth Developers Ltd for the period is Rs 1.89 Crore-(Previous year is Rs.1.15 Crores)
- (b) Interest on debenture of Virtuous Shopping Centres Limited for the period is Rs. 5.47 Crores (Previous year is Rs. 3.80 Crores)

Note 22 Employee Benefit Expenses

| Particulars | For the Year Ended 31st March 2015 | For the Year Ended 31st March 2014 |
|--|--|--|
| | Rs in Crore | Rs in Crore |
| (a) Salaries, Wages, Bonus, etc. | 54.50 | 52.90 |
| (b) Contribution to Provident, Superannuation and Gratuity Funds | 3.53 | 3.80 |
| (c) Staff Welfare Expenses | 2.29 | 2.42 |
| Total | 60.32 | 59.12 |

Note 23 Finance Cost

| Particulars | For the Year Ended 31st March 2015 | For the Year Ended 31st March 2014 |
|--|--|--|
| | Rs in Crores | Rs in Crores |
| (a) Interest on loans from Trent Limited | 5.04 | 2.71 |
| (b) Interest on Unsecured Debentures | 5.25 | 5.26 |
| Total | 10.29 | 7.97 |

Note 24 Other Expenses

| Particulars | For the Year Ended 31st March 2015 | For the Year Ended 31st March 2014 |
|---|--|--|
| | Rs in Crores | Rs in Crores |
| Packing Materials Consumed | 5.00 | 5.79 |
| Power and Fuel | 21.27 | 26.36 |
| Repairs to Building | 7.57 | 8.30 |
| Repairs to Machinery | 7.88 | 8.84 |
| Repairs Others | 1.39 | 2.57 |
| Rent | 38.15 | 25.90 |
| Rates and Taxes | 4.81 | 5.47 |
| Insurance | 0.56 | 0.40 |
| Advertisement and Sales Promotion | 16.62 | 16.19 |
| Travelling Expenses | 2.07 | 1.87 |
| Professional and Legal Charges | 3.97 | 3.16 |
| Printing and Stationery | 0.72 | 1.01 |
| Bank Charges | 4.39 | 4.35 |
| Postage, Telegrams and Telephones | 1.89 | 2.42 |
| General Expenses (Ref Note 27.04 on Page 29) | 22.31 | 21.09 |
| Exchange Fluctuation Expense | - | 0.20 |
| Retail Business Fees | 4.55 | 10.93 |
| Directors' Fees | 0.18 | 0.06 |
| Loss on Fixed Assets Sold/Discarded (Net) | 0.11 | 1.11 |
| Freight and forwarding charges | 6.76 | 2.66 |
| Advances Written off | - | 0.07 |
| Provision for doubtful debts and Advances | 0.72 | 0.17 |
| Other receivable written off | 0.10 | 0.10 |
| Bad Debts Written off | - | 0.06 |
| Total | 151.02 | 149.08 |

Note 25 Exceptional Items: Expenses

| Particulars | For the Year Ended 31st March 2015 | For the Year Ended 31st March 2014 |
|---|--|--|
| | Rs in Crores | Rs in Crores |
| Expenses (Refer note below) | | |
| Settlement Compensation (Net) | - | 2.41 |
| Loss on Discarded Assets (Net of Impairment loss) | - | 2.30 |
| Dismantling Cost (Refer below Note) | 0.20 | 0.41 |
| Bad debts Written off | - | 0.10 |
| Deposit/advances Written off | - | 0.81 |
| Provision for Impairment of Assets (Refer below note) | 2.89 | - |
| Professional fees paid towards Arbitration | 0.09 | - |
| Total | 3.18 | 6.03 |

Note : -

During the year 2013-14, the company has closed one of its store & the expenses/losses incurred in connection with closure of the store and termination of related agreements (net of impairment provided in year 2012-13) have been treated as exceptional items.

Further during the year 2014-15, the Company has provided for the estimated impairment and dismantling cost in respect of closure of one of its store which have been treated as exceptional item.

Notes to financial statement for the year ended 31st March 2015

| | |
|---------|--|
| 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 under the Companies (Accounts) Rules, 2014 and referred to in Section 133 of the Companies Act, 2013.</p> |
| 26.2 | <p>Fixed Assets and Depreciation</p> <p>2.1 Fixed Assets are stated at cost less accumulated depreciation, amortisation and impairment loss if any. 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 useful life prescribed in Schedule II to the Companies Act, 2013.(Refer Note 27.24 on Page 33)</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> <p>4.3 Other operating revenue are accounted on accrual basis.</p> |
| 26.5 | <p>Retirement Benefits Defined Contribution Plans</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 Defined Benefit Plans</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</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> |

Note 27 OTHER NOTES

27.01 Commitments

- a) Estimated amount of contracts remaining to be executed on capital account and not provided for Rs 2.95 Crores (2013-14 - Rs 4.37 Crores)
 b) 1) Other commitments- Nil (2013-14 - Rs. 22.72 Crores)

2) The Finance Act,2007 introduced service tax on "Renting on Immovable Property" with effect from 01st June ,2007.The Company had entered into several agreements with Landlords and Mall owners prior to the introduction of service tax on rent.The Delhi High court through its judgement dated 19th April,2009 had set aside the operation of service tax on rent as ultra vires.In the meanwhile ,the Finance Act,2010 has amended the Finance Act retrospectively with effect from 1st June,2007 levying service tax on "Renting of Immovable Property". This retrospective amendment and applicability on service tax on rent was challenged by Retailers Association of India of which the company is a member .The case is presently before the Supreme court pending disposal.

The company has paid and/or adequately provided for service tax on rent upto the period 31st March,2015 under rent/lease agreements in which it had explicitly assumed the liability of service tax on rent.As per the directions of the Supreme court dated 14th October 2011 the company has deposited Rs 2.04 crores being 50% of the liability under such agreements and for the balance 50% has given surety to the Service Tax Department.Pending the final Supreme Court judgement interest/penalty if any as may be payable is not presently ascertainable or quantifiable

27.02 Contingent liabilities

- a) Contingent Liabilities in respect of Sales Tax Demands against which the Company has filed appeals Rs 1.38 Crore (2013-14 - 0.07 Crore)
 b) Contingent Liabilities in respect of Income Tax Demands against which the Company has filed appeals Rs 0.06 Crore (2013-14 - 0.06 Crore)
 c) Contingent Liabilities in respect of Service Tax Demands against which the Company has filed appeals Rs 1.76 Crore (2013-14 - Nil)
 d) Contingent Liabilities in respect of other matters against which the Company has filed appeals Rs 2.66 Crores (2013-14- 1.71 Crores)

27.03 Claims against the company not acknowledged as debts :-Suits filed against the company- Rs 46.69 Crs (2013-14-Rs 46.67 Crores)

| | 2014-15 | 2013-14 |
|--|--------------------|--------------------|
| | Rupees in Crore | Rupees in Crore |
| 27.04 General Expenses (Note 24) include : | | |
| Auditors' Remuneration - | | |
| Audit Fees | 0.10 | 0.07 |
| Fee For Taxation Matter | 0.02 | 0.02 |
| Other services | 0.03 | 0.02 |
| Reimbursement of out of pocket expenses | - | 0.01 |

27.05 There are no Micro and Small Enterprises , to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2015. 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 :

| | 2014-15 | 2013-14 |
|---|---------------------|---------------------|
| | Rupees in Crores | Rupees in Crores |
| i) Not later than one year | 5.61 | 1.37 |
| ii) Later than one year and not later than five years | 3.96 | 2.32 |

27.07 Sales include sale of manufactured goods comprising sale of bakery/daily/ products of Rs 39.72 Crores (2013-14 - Rs 44.05 crores)

27.08 Sales, Purchase, Opening stock & Closing stock of traded goods (01.04.2014 to 31.03.2015)

| 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. | 731.71 (799.58) | 611.58 (628.36) | 55.18 (56.17) | 69.69 (55.18) |
| Total | 731.71 (799.58) | 611.58 (628.36) | 55.18 (56.17) | 69.69 (55.18) |

Notes :-

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

27.09 RAW MATERIALS CONSUMED :

| | 2014-15 | 2013-14 |
|-------------------------------|---------------------|---------------------|
| | Rupees in Crores | Rupees in Crores |
| Bakery/Daily Product Material | 15.13 | 18.02 |
| TOTAL | 15.13 | 18.02 |

27.10 VALUE OF IMPORTED AND INDIGENOUS MATERIALS CONSUMED :

| | 2014-15 | | 2013-14 | |
|--|---------------------|---------------------------|---------------------|---------------------------|
| | Rupees in Crores | % of Total Consumption | Rupees in Crores | % of Total Consumption |
| (a) RAW MATERIALS : | | | | |
| (i) Imported | - | - | - | - |
| (ii) Indigenous | 15.13 | 100.00 | 18.02 | 100.00 |
| TOTAL | 15.13 | 100.00 | 18.02 | 100.00 |
| (b) PACKING MATERIALS, CONSUMABLE STORES AND SPARES : | | | | |
| (i) Imported | - | - | - | - |
| (ii) Indigenous | 7.19 | 100.00 | 8.02 | 100.00 |
| TOTAL | 7.19 | 100.00 | 8.02 | 100.00 |

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

| | 2014-15 | 2013-14 |
|--------------------|---------------------|---------------------|
| | Rupees in Crores | Rupees in Crores |
| (a) Stock in Trade | - | 2.18 |
| (b) Capital Goods | 0.06 | 5.90 |
| TOTAL | 0.06 | 8.08 |

27.12 EXPENDITURE IN FOREIGN CURRENCY :

| | 2014-15 | 2013-14 |
|-------------------------------|---------------------|---------------------|
| | Rupees in Crores | Rupees in Crores |
| (a) Travelling Expenses | 0.60 | 0.29 |
| (b) Employee Benefit Expenses | 1.52 | 3.52 |
| (c) Other Expenses | 0.19 | 0.11 |
| TOTAL | 2.31 | 3.92 |

27.13 EARNINGS IN FOREIGN CURRENCY :

| | 2014-15 | 2013-14 |
|----------------|---------------------|---------------------|
| | Rupees in Crores | Rupees in Crores |
| Sale of goods* | 7.17 | 2.55 |
| TOTAL | 7.17 | 2.55 |

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

27.14 Details on derivative instruments and unhedged foreign currency exposures

- (i) There are no forward exchange contracts outstanding as at 31st March 2015.
(ii) The unhedged foreign currency exposure as at 31st March 2015 is as under

| Details on derivatives instruments and unhedged foreign currency exposures | | | | |
|---|-------------------------------------|-----------------------------|-------------------------------------|-----------------------------|
| I. The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below: | | | | |
| Currency | As at 31st March, 2015 | | As at 31st March, 2014 | |
| | Amount in in Foreign currency | Amount in Rs.(in crores) | Amount in in Foreign currency | Amount in Rs.(in crores) |
| Payable GBP | 370,229 | 3.44 | 216,348 | 2.16 |
| Payable EURO | - | - | - | - |
| Payable USD | - | - | 261,270 | 1.57 |

Notes to financial statement for the year ended 31st March 2015

27.15 EMPLOYEE BENEFITS :

(a) Defined benefit plans - Gratuity

| | | GRATUITY (Fully funded) | |
|----|---|---|---|
| | | LIC administered Trust | |
| | | 2014-15 | 2013-14 |
| | | Rs in Crores | Rs in Crores |
| 1 | Change in Obligation during the year | 2.13 | 1.79 |
| 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 | 0.24 | 0.17 |
| 7 | Liabilities assumed on acquisition/ (settled on divestiture) | 0.15 | 0.07 |
| 8 | Current Service Cost | 0.51 | 0.37 |
| 9 | Actuarial (gain)/Loss on obligations | (0.06) | 0.02 |
| 10 | Benefits Paid | (0.17) | (0.28) |
| | Present value of Defined Benefit Obligation at the end of the year | 2.80 | 2.13 |
| | Change in Assets during the Year ended | | |
| 1 | Plan assets at the beginning of the year | 1.27 | 1.42 |
| 2 | Assets taken over | - | - |
| 3 | Expected return on plan assets | 0.11 | 0.12 |
| 4 | Contributions by Employer | 0.34 | 0.01 |
| 5 | Asset acquired on acquisition/ (distributed on divestiture) | 0.12 | - |
| 6 | Funds Transfer In | - | - |
| 7 | Contributions by Employer (Reversal of premium) | - | - |
| 8 | Actual benefits paid | (0.17) | (0.28) |
| 9 | Actuarial Gains/ (Losses) (Full figure for Current year Rs 807/-) | 0.00 | 0.02 |
| 10 | Plan Assets at the end of the year | 1.68 | 1.27 |
| | Net Asset/(Liability) recognized in the Balance Sheet | | |
| 1 | Present Value of Defined Benefit Obligation | 2.80 | 2.13 |
| 2 | Fair value of plan assets | (1.68) | (1.27) |
| 3 | Net Assets /(Liability) | 1.12 | 0.86 |
| | Actual Return on plan Assets | 0.11 | 0.13 |
| | Expenses recognized in the statement of Profit & Loss for the year ended | | |
| 1 | Current Service cost | 0.51 | 0.37 |
| 2 | Past Service Cost | - | - |
| 3 | Interest Cost | 0.24 | 0.17 |
| 4 | Expected return on plan assets | (0.11) | (0.12) |
| 5 | Net Actuarial (Gains)/Losses (Full figure for current year Rs 32,139/-) | (0.06) | 0.00 |
| | Expenses recognised in statement of Profit & loss | 0.58 | 0.42 |
| | The major categories of plan assets as a percentage of total plan | | |
| | Insurer Managed Funds | 100% | 100% |
| | Method of valuation | Projected Unit | Credit Method |
| | Expected Employer's Contribution Next Year | 0.50 | 0.50 |
| | Actuarial Assumptions | | |
| 1 | Discount Rate | 8.05% | 9.20% |
| 2 | Expected rate of return on plan assets | 8.00% | 7.50% |
| 3 | Salary Escalation Rate | 7.00% | 7.00% |
| 4 | Mortality Table | Indian Assured Lives Mortality (2006-08) UH table | Indian Assured Lives Mortality (2006-08) UH table |
| 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.

X Experience Adjustment

| | Year Ended | | | | |
|-------------------------------|------------|------------|------------|------------|------------|
| | 31.03.2015 | 31.03.2014 | 31.03.2013 | 31.03.2012 | 31.03.2011 |
| Defined Benefit Obligation | 2.80 | 2.13 | 1.79 | 1.42 | 0.50 |
| Plan Assets | 1.68 | 1.27 | 1.42 | 1.04 | 0.41 |
| Surplus/(Deficit) | (11.12) | (0.86) | (0.37) | (0.38) | (0.09) |
| Exp. Adj. on Plan Liabilities | (0.52) | 0.07 | (0.04) | 0.02 | 0.02 |
| Exp. Adj. on Plan Assets | 0.00 | 0.02 | (0.00) | 0.04 | (0.00) |

(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 Previous year Rs 18,075/-)
- 2 Government administered Provident Fund / Family Pension Fund
- 3 Employees State Insurance / Labour Welfare Fund

Total

| | 2014-15 | 2013-14 |
|-------|------------------|------------------|
| | Rupees in Crores | Rupees in Crores |
| 1 | - | 0.00 |
| 2 | 2.11 | 2.23 |
| 3 | 0.78 | 1.05 |
| Total | 2.89 | 3.28 |

(c) Leave Encashment (Long Term Compensated Absences) recognised as expense for the year is Rs. 1.34 Crore (2013-14 Rs 0.50 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".

27.16 RELATED PARTY TRANSACTIONS :

Related parties

27.1 Parties where Control exists

- 1) Virtuous Shopping Centres Limited - Subsidiary Company.
- 2) Trent Limited - Holding Company (100%) up to 2nd June 2014.
- 3) Trent Limited - Having Joint Control over the Company in terms of AS 27 from 3rd June 2014 onwards.
- 4) Tesco Overseas Investment Limited :- Having Joint control over the company in terms of As 27 from 3rd June 2014 onwards
- 5) Tesco Wholesaling Private Limited :- 100% subsidiary w.e.f. 09th January 2015.
- 6) 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 up to 2nd June 2014.
- 2) Fiora Hypermarket Limited- Fellow Subsidiary Company up to 2nd June 2014.

27.3 Directors of the Company

Directors

Mr. N.N.Tata
 Mr.A.D.Cooper
 Mr.P.Venkatesulu
 Mr. Janshed Daboo.
 Mr. Mathew Peter Edmonds
 Mr. Trevor John Masters
 Mr. Kevin Paul Grace

27.4 Key management personnel

Managing Director

Mr. Janshed Daboo

| | 2014-15 Rupees in crore | 2013-14 Rupees in crore |
|---|-------------------------------|-------------------------------|
| 27.5 Sales to and Other recoveries from related parties | | |
| Trent Limited- Holding Company | 0.09 | 0.48 |
| Trent Limited- As a Joint Venturer | 1.43 | |
| Fiora Hypermarket Limited | 17.14 | |
| 27.6 Sale of Fixed Assets to related parties | | |
| Trent Limited- Holding Company | - | 0.15 |
| Fiora Hypermarket Limited | 26.83 | |
| 27.7 Purchase/other services from related parties | | |
| Fiora Services Limited | 0.81 | 4.91 |
| Tesco Hindustan Wholesaling Private Limited | 7.91 | |
| Trent Limited- Holding Company | 0.09 | 0.58 |
| Trent Limited- As a Joint Venturer | 0.82 | |
| 27.8 Purchase of equity shares of other company's from Related Parties | | |
| Trent Limited (Previous year Full figure Rs 19,900/-)- Holding Company | 2.35 | 0.00 |
| 27.9 Purchase of Debentures of other company's from Related Parties | | |
| Trent Limited - Holding Company | 20.37 | - |
| 27.10 Issue of Equity Shares | | |
| Trent Limited - As a Joint Venturer | 149.96 | |
| Tesco overseas Investment Limited | 849.95 | |
| 27.11 Redemption of Preference Shares | | |
| Trent Limited - As a Joint Venturer | 149.29 | - |
| 27.12 Interest/Dividend paid to related parties | | |
| Trent Limited - Holding company | 1.71 | 2.71 |
| Trent Limited- As a Joint Venturer | 3.56 | |
| 27.13 Interest/Dividend Received from related parties | | |
| Commonwealth Developers Limited | 1.89 | 1.15 |
| Virtuous Shopping Centres Limited | 5.70 | 3.80 |
| 27.14 Loan to related parties | | |
| Commonwealth Developers Limited | 14.50 | 9.29 |
| 27.15 Sitting fees paid to directors | | |
| Director | 0.18 | 0.06 |
| 27.16 Remuneration paid key managerial personnel | 2.72 | 2.10 |
| 27.17 Loan taken from | | |
| Trent Limited-Holding Company | - | 91.75 |
| Trent Limited-As a Joint Venturer | 10.00 | |
| 27.18 Loan outstanding as on 31.03.2015 | | |
| Trent Limited | - | 97.50 |
| Commonwealth Developers Limited | 26.49 | 11.99 |
| 27.19 Outstanding balance as on 31.03.2015 due to company | | |
| Fiora Hypermarket Limited | N.A | 0.05 |
| Virtuous Shopping Centres Limited (Full figure for current year 24000/-) | 0.00 | 3.80 |
| Commonwealth Developers Limited | 0.01 | 1.15 |
| 27.20 Outstanding balance as on 31.03.2015 payable by Company | | |
| Fiora Services Limited | N.A | 0.02 |
| Trent Limited | 0.13 | 1.37 |
| Tesco Hindustan Wholesaling Private Limited | 53.11 | - |
| 27.21 Guarantee availed as on 31.03.2015 | | |
| Trent Limited | 150.90 | 156.71 |
| 27.22 Loan Repaid to | | |
| Trent Limited | 107.50 | 5.00 |
| 27.23 Store deposit balance as on 31.03.2015 | | |
| Commonwealth Developers Limited | 2.04 | 2.04 |

27.17 EARNINGS PER SHARE (EPS) :

| | 2014-15 | 2013-14 |
|--|-------------|------------|
| (a) Weighted Average Number of shares outstanding during the year. | 120,026,528 | 73,420,790 |
| (b) Net Profit/(Loss) after tax available for Equity Share Holders (Rupees in Crores) | (88.93) | (69.30) |
| (c) Earnings Per Share (Rs.) Face value of Rs.10/- (Basic & Diluted) | (7.41) | (9.44) |

- 27.18** Loan repayable to Trent Limited - Rs Nil (Previous Year - Rs 97.50 Crores). Maximum outstanding during the year Rs 97.50 Crores (Previous Year Rs 97.50 crores).
- 27.19** Consequent to definitive agreements regarding investment in Company by Tesco Overseas Investment Limited ('TOIL'), during the year TOIL has subscribed to equity shares of Company & also purchased additional equity shares of Company from Trent limited resulting in the Company becoming a 50:50 Joint Venture of Trent Limited & TOIL.
- 27.20** As per agreement dated 31st March, 2014, between the Company & Fiora Hypermarket Limited (a wholly owned subsidiary of Trent Limited,)) the Company has transferred with effect from 1st April, 2014 certain store assets and related agreements with respect to four Star Bazaar Stores located in Gujrat & Tamilnadu states.
- 27.21** During the year, the Company has acquired 420,816,667 Equity shares of Rs 10 each of Tesco Hindustan Wholesaling Private Limited (THWPL) through share purchase agreement with Tesco Mauritius Holdings Ltd. As a result, THWPL has become wholly owned subsidiary of the Company.
- 27.22** During the year, the Company has acquired 10,94,229 Equity shares of Rs 10 each and 1,89,89,110 Debentures of Rs 10 each of Virtuous Shopping Centres Limited (VSCL) from Trent Limited. As a result , VSCL became wholly owned subsidiary of the Company.
- 27.23** The Board of Directors of Company at its meeting held on 14th January 2015, has approved a scheme of Amalgamation and Arrangement (The Scheme) of Tesco Hindustan Wholesaling Private Limited (THWPL) , Virtuous Shopping Centres Limited (VSCL) with the Company. The appointed date for the merger is 1st February 2015. As THWPL and VSCL are wholly owned subsidiaries of the Company , no shares of Company will be issued and allotted pursuant to the proposed scheme. The scheme is subject to the requisite approval of the members and /or creditors as may be directed by the Highcourts of Judicature at Karnataka and Bombay and subject to all such requisite approvals from the relevent regulatory authorities and sanction of the Highcourts of Judicature at Karnataka and Bombay. Accordingly no effect has been given in accounts.
- 27.24** During the year , the company has adopted the revised useful life of fixed asset as per schedule II of the Companies Act, 2013. Accordingly the opening written down value of fixed assets are being depreciated over their balance revised useful life. In respect of fixed assets whose useful life has expired as on 31st March 2014 , the opening wdv of Rs 1.51 Crores has been adjusted to opening balance of retained earnings, net of deferred tax.

27.25 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".

- 27.26** In accordance with Accounting Standard 28 'impairment of Assets', the particulars of impairment provision as at March 31, 2015 are as follows:

| Opening Balance as on 1st April 2014 | Created during the year | Utilised / reversed during the year | March 31, 2015 |
|--------------------------------------|-------------------------|-------------------------------------|----------------|
| - | 2.89 | - | 2.89 |

- 27.27** There are no amounts due & outstanding to be credited to investor education & protection fund.

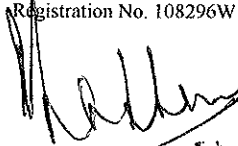
- 27.28** Previous year's figures have been regrouped / reclassified wherever necessary.

Signatures to notes on financial statement & other notes

As per our report attached.

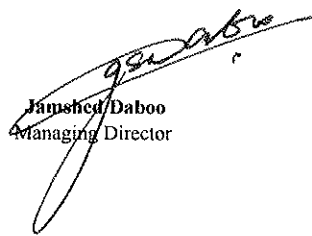
For and on behalf of the Board,

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




CA. Y. N. THAKKAR
 Partner
 Membership No. 33329
 Mumbai
 Date:- 22.05.2015

Jamshed Daboo
 Managing Director

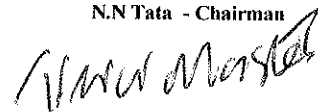


Sanjay Gupta
 Company Secretary & Chief Financial Officer



N.N Tata - Chairman

N.N Tata - Chairman



Trevor J Masters - Director

A. D. Cooper - Director

Mumbai, 22nd May 2015

TRENT HYPERMARKET LIMITED

Cash Flow Statement For The Period Ended 31st March 2015

| Sr. No. | Particulars | For the Year Ended 31st March 2015 | | For the Year Ended 31st March 2014 |
|----------|---|------------------------------------|---------------|------------------------------------|
| | | Rs. in Crores | Rs. in Crores | Rs. in Crores |
| A | CASH FLOW FROM OPERATING ACTIVITIES | | | |
| | Net Profit/(Loss) before Taxes and Exceptional Items | | (62.18) | (63.76) |
| | Adjustments for : | | | |
| | Depreciation | 18.50 | | 13.37 |
| | Interest paid | 10.29 | | 7.97 |
| | Foreign Exchange Fluctuation (Net) | (0.09) | | 0.20 |
| | Interest Received | (9.07) | | (5.72) |
| | Profit on sale of current investment | (33.31) | | (0.02) |
| | Rent Equalisation (Income)/Expenses | - | | 0.05 |
| | Provision for doubtful debts and advances | 0.72 | | 0.17 |
| | Bad debts written off | - | | 0.06 |
| | Other receivable written off | 0.10 | | 0.10 |
| | Vendor balances written back | (0.44) | | (0.44) |
| | Advance written off | - | | 0.07 |
| | (Profit)/Loss on Fixed Assets sold/discarded (Net) | 0.11 | | 1.11 |
| | Exceptional items:- | | (13.19) | 16.92 |
| | Settlement Compensation | - | | (2.43) |
| | Professional fees towards arbitration | (0.09) | | - |
| | Dismantelling Cost | (0.20) | | (0.41) |
| | Operating Profit Before Working Capital Changes | | (0.29) | (2.82) |
| | Adjustments for : | | (75.66) | (49.66) |
| | (Increase)/Decrease in Inventories | (13.21) | | 0.61 |
| | (Increase)/Decrease in Trade receivable | (6.03) | | 0.59 |
| | (Increase)/Decrease in short-term loans & advances | 26.33 | | 2.24 |
| | (Increase)/Decrease in long-term loans & advances | (19.44) | | (13.95) |
| | (Increase)/Decrease in other current assets | (0.45) | | 0.54 |
| | (Increase)/Decrease in other non current assets | 0.40 | | (0.75) |
| | Increase/(Decrease) in Trade payable | 9.57 | | (3.09) |
| | Increase/(Decrease) in other current liabilities | 1.47 | | 7.52 |
| | Increase/(Decrease) in long-term liabilities | 0.02 | | 0.02 |
| | Increase/(Decrease) in short-term provision | 0.45 | | 0.45 |
| | Increase/(Decrease) in long-term provision | 0.85 | | 0.20 |
| | Cash generated from operations | | (0.04) | (75.70) |
| | Direct Taxes (Paid) / Refund | | (0.02) | 0.78 |
| | Net Cash from Operating Activities | | (75.72) | (54.50) |
| B | CASH FLOW FROM INVESTING ACTIVITIES | | | |
| | Purchase of Fixed Assets | (20.00) | | (26.38) |
| | Sale of Fixed Assets | 23.80 | | 0.22 |
| | Purchase of investment | (1,596.97) | | - |
| | Purchase of shares of Trent Retail Services Limited (Full figure for previous year Rs 19,900/-) | - | | - |
| | Purchase of Shares of Tesco Hindustan Wholesaling Pvt Ltd | (143.16) | | - |
| | Purchase of remaining Shares of Virtuous from Trent Limited | (2.35) | | - |
| | Purchase of remaining Debentures of Virtuous from Trent Limited | (20.26) | | - |
| | Sale of investment | 1,088.43 | | 1.77 |
| | Loan to Commonwealth Developers Limited | (14.50) | | (9.29) |
| | Interest Received | 14.02 | | 5.88 |
| | Net cash used in Investing Activities | | (670.99) | (27.80) |
| C | CASH FLOW FROM FINANCING ACTIVITIES | | | |
| | Loan taken during the year from Trent Limited | 10.00 | | 91.75 |
| | Loan repaid during the year to holding company | (107.50) | | (5.00) |
| | Redemption of preference shares | (149.29) | | - |
| | Issue of shares net of expenses | 998.76 | | - |
| | Interest Paid | (11.75) | | (6.51) |
| | Net cash from Financing Activities | | 740.22 | 80.24 |
| | CASH AND CASH EQUIVALENTS AS AT 01.04.2014 | | (6.49) | (2.06) |
| | Cash and Cash Equivalent As At 31.03.2015 | | 12.71 | 14.77 |
| | | | 6.22 | 12.71 |

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 and on behalf of the Board,

For M.M.RAIH & CO.,
 Chartered Accountants
 Registration No 108296/V

CA. Y.N.Thakkar
 Partner
 Membership No 33329
 Mumbai
 Date:- 22.05.2015

Jamshed Daboo
 Managing Director

N.N.Tata - Chairman

Trevor J Masters - Director

Sanjiv Gupta
 Company Secretary & Chief Financial Officer

A. D. Cooper - Director

Mumbai, 22nd May 2015