

***INOX LEASING AND
FINANCE LIMITED***



**ANNUAL REPORT
2018-2019**

**INOX LEASING AND FINANCE LIMITED****ANNUAL REPORT 2018 – 2019****BOARD OF DIRECTORS**

D.K. Jain	Chairman
P.K. Jain	Managing Director
V.K. Jain	Director
Siddharth Jain	Director
Devansh Jain	Director

24TH ANNUAL GENERAL MEETING

Monday, 30th September, 2019 at
10.00 a.m. at Ceejay House, 7th Floor,
Dr. Annie Besant Road, Worli,
Mumbai - 400018.

AUDIT COMMITTEE

P.K. Jain
V.K. Jain
Siddharth Jain

CIN : U65910MH1995PLC085703

Web site: www.ilfl.co.in

E Mail : info@ilfl.co.in

COMPANY SECRETARY

Vijay Saxena

AUDITORS

M/s. S. C. Bandi & Co.
Chartered Accountants

BANKERS

HDFC Bank Limited
Axis Bank Limited

REGISTERED OFFICE

69, Jolly Maker Chambers II,
Nariman Point,
Mumbai – 400021.

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INOX LEASING AND FINANCE LIMITED

INOX LEASING AND FINANCE LIMITED

Regd. Office: 69, Jolly Maker Chambers No. 2,
Nariman Point, Mumbai – 400021.

CIN: U65910MH1995PLC085703 . Web site: www.ilfl.co.in. E-mail: info@ilfl.co.in.

NOTICE

NOTICE is hereby given that the Twenty Fourth Annual General Meeting of the Members of **INOX LEASING AND FINANCE LIMITED** will be held on Monday, the 30th day of September, 2019 at 10.00 a.m. at Ceejay House, 7th Floor, Dr. Annie Besant Road, Worli, Mumbai - 400018 to transact the following business:

ORDINARY BUSINESS:

1. To consider and adopt
 - a. the Audited Standalone Financial Statements of the Company for the financial year ended 31st March, 2019, the reports of the Board of Directors and Auditors thereon; and
 - b. the Audited Consolidated Financial Statements of the Company for the financial year ended 31st March, 2019 and the report of the Auditors thereon.
2. To ratify Interim dividend paid for the year ended 31st March, 2019 and confirm the same as Final Dividend.
3. To appoint a Director in place of Mr. V.K. Jain (DIN: 00029968) who retires by rotation and being eligible offers himself for reappointment.

By Order of the Board of Directors

Vijay Saxena
Company Secretary
ACS-5465.

Place : Delhi

Date : 29th August, 2019

NOTES:

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

Proxies, in order to be effective, must be received at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.

- 2) A person can act as a proxy on behalf of members not exceeding Fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company. However, a member holding more than Ten (10%) of the total share capital of the Company carrying voting rights, may appoint a single person as proxy and such person shall not act as proxy for any other person or member .
- 3) The Register of Members and Share Transfer Books of the Company will remain closed from 23rd September, 2019 to 30th September, 2019 (both days inclusive).
- 5) Under the Companies Act, 2013 dividends that are unclaimed/unpaid for a period of seven years are required to be transferred to the Investor Education and Protection Fund (IEPF).

In compliance with the provisions of Section 124 and Section 125 of the Companies Act, 2013, the Company has transferred the unpaid or unclaimed dividends declared up to financial years 2010-11 and Interim dividend declared for the financial year 2011-12 to the Investor Education and Protection Fund (IEPF) established by the Central Government. The Company has uploaded the details of unpaid and unclaimed dividends lying with the Company as on 29th September, 2018 (date of the previous Annual General Meeting) on the website of the Company and the same can be accessed through the link: [http://www.ilfl.co.in/Investor Relations/Unclaimed Dividend](http://www.ilfl.co.in/Investor%20Relations/Unclaimed%20Dividend) . The said details have also been uploaded on the website of the IEPF Authority and the same can be accessed through the link: www.iepf.gov.in.



Members who have not encashed their dividend warrants for the financial year ended 31st March, 2012 or any subsequent financial year(s) are requested to make their claims to the Company for issue of duplicate dividend warrants.

6. In compliance with various requirements set out in the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended, the Company has, during financial year 2018-19, transferred to the IEPF Authority all shares in respect of which dividend had remained unpaid or unclaimed for seven consecutive years or more as on the due date of transfer, i.e. November 04, 2018. Details of shares transferred to the IEPF Authority are available on the website of the Company and the same can be accessed through the link: <http://www.ilfl.co.in> Investor Relations/Transfer of Shares to IEPF. The said details have also been uploaded on the website of the IEPF Authority and the same can be accessed through the link: www.iepf.gov.in. (b) Members may note that shares as well as unclaimed dividends transferred to IEPF Authority can be claimed back from them. Concerned members/investors are advised to visit the weblink: <http://iepf.gov.in/IEPFA/refund.html>.
7. In compliance with the provisions of Section 101 of the Companies Act, 2013 read with Rule 18 of the Companies (Management and Administration) Rules, 2014 as amended, Annual Report for Financial Year 2018-19 of the Company has been sent via Electronic Mode (e-mail) to the Members whose e-mail addresses were made available to us by the Depository Participants and the members. We request the Members to register / update their e-mail address with their Depository Participants in case they have not already registered / updated the same. Members who are holding shares in physical form are requested to get their e-mail address registered with the Company.
8. Members may note that as per the Notification issued by the Ministry of Corporate Affairs, w.e.f. 2nd October, 2018 shares can only be transferred in demat mode. Members are advised to dematerialize shares held by them in physical form.
9. Route Map to the venue of the meeting is annexed herewith for the convenience of the members to attend the meeting. The prominent landmark for the venue of the meeting is Atria Mall.
10. In compliance with provisions of Section 108 of the Companies Act, 2013 read with rule 20 of the Companies (Management and Administration) Rules 2014, the Company is pleased to provide e-voting facility to all members through the e-voting platform of CDSL. In this regard, your demat account/folio number has been enrolled by the Company for your participation in e-voting on the resolutions placed by the Company on the e-voting system. Instructions and manner of e-voting process can be downloaded from the link <https://www.evotingindia.com>. E-voting is optional. The e-voting rights of the shareholders/beneficial owners shall be reckoned on the equity shares held by them as on 20th September, 2019.

The process and instructions for e-voting are as under:

In case of Members receiving e-mail:

- (i) The voting period begins on 27th September, 2019 at 9.00 a.m. and ends on 29th September, 2019 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (19th September, 2018) , may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The Shareholders should log on to the e-voting website www.evotingindia.com
- (iii) Click on "Shareholders" tab.
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter their six digit Folio Number registered with the Company, prefixed by ILFL e.g. ILFL000001.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

**INOX LEASING AND FINANCE LIMITED**

(vii) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN*	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number (your six digit folio number) in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL LETTERS. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy) as recorded in your demat account or in the Company records in order to login.</p> <ul style="list-style-type: none"> If both the details are not recorded with the depository or company please enter the number of shares held by you in the Dividend Bank details field as mentioned in instruction (iv).

(viii) After entering these details appropriately, click on "SUBMIT" tab.

(ix) Members holding shares in physical form will then directly reach the Company selection screen. However, Members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(x) For Members holding shares in physical form, the details can be used only for e-voting on the Resolutions contained in this Notice.

(xi) Click on the EVSN for **Inox Leasing and Finance Limited** on which you choose to vote.

(xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xiv) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.

(xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xviii) Note for Non – Individual Shareholders and Custodians

- Non-Individual Shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.



- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - In case you have any queries or issues regarding e-voting you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write to helpdesk.evoting@cdslindia.com.
- I. The voting period begins on 27th September, 2019 at 9:00 am and ends on 29th September, 2019 at 5:00 pm. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 20th September, 2019, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
 - II. The voting rights of Shareholders shall be in proportion to their shares of the Paid - Up Equity Share Capital of the Company as on the cut-off date of 20th September, 2019.
 - III. A copy of this Notice has been placed on the website of the Company and the website of CDSL.
 - IV. M/s P. Naithani & Co. , Practicing Company Secretary (Certificate of Practice Number 3389) has been appointed as the Scrutinizer for conducting the e-voting process in a fair and transparent manner.
 - V. The Scrutinizer shall, immediately after the conclusion of voting at the general meeting, first count the votes cast at the meeting , thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and make not later than three days of conclusion of the meeting, a consolidated scrutinizer's report of the total votes cast in favour or against, if any to the Chairman or a person authorised by him in writing who shall countersign the same. The Chairman or a person authorised by him in writing shall declare the result of the voting forthwith.
 - VI. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.ilfl.co.in and on the website of CDSL .
 11. Members / Proxies are requested to bring their filled in Attendance Slip and their copy of Annual Report to the Meeting.
 12. Corporate Members intending to send their Authorised Representative(s) to attend the Annual General Meeting are requested to send duly certified copy of the Board Resolution authorizing such representative(s) to attend and vote at the Annual General Meeting.
 13. Members holding shares in single name and in Physical form are advised to make nomination in respect of their shareholding in the Company.
 14. The relevant documents referred to in the accompanying Notice of Meeting and in the Explanatory Statement are open for inspection by the Members of the Company at the Registered Office's on all working days (except Saturdays, Sundays and Public Holidays) between 11.00 a.m. to 01.00 p.m. up to the date of this Meeting and copies thereof shall also be available for inspection in physical form at the Registered Office of the Company.
 15. The Chairman, shall, at the Meeting, at the end of discussions on the resolutions on which voting is to be held, allow voting with the assistance of Scrutinizer, by use of "Ballot Paper" for all those members who are present at the Meeting but have not cast their votes by availing the remote e-voting facility.

By Order of the Board of Directors

Vijay Saxena
Company Secretary
ACS - 5465.

Place : Delhi
Date : 29th August, 2019



BOARDS' REPORT

To
The Members of
Inox Leasing and Finance Limited

Dear Member,
Your Directors have pleasure in presenting to you their Twenty fourth Annual Report together with the Audited Accounts of the Company for the year ended 31st March, 2019.

1. FINANCIAL RESULTS

Given below is the financial performance as reflected in the Audited Accounts for the year ended 31st March 2019.

(Rupees in lakhs)

	Consolidated		Standalone	
	2018-2019	2017-2018	2018-2019	2017-2018
Net Sales/Income from Operations	560344.76	378961.51	2480.05	2551.38
Other Operating Income	1576.48	20549.84	---	---
Total Income from Operations	561921.24	399511.35	2480.05	2551.38
Less: Total Expenses	474676.04	364385.20	290.06	287.78
Profit from operations before other income and finance cost and exceptional items	87245.20	35126.15	2189.99	2263.60
Add: Other Income	14883.43	15604.15	633.02	564.14
Less: Finance Costs	22498.75	28085.12	----	---
Profit from ordinary activities after finance costs but before exceptional items	79629.88	22645.18	2823.01	2827.74
Exceptional items	(1323.69)	3601.42	---	---
Profit from ordinary activities before taxation	78306.19	26246.60	2823.01	2827.74
Provision for taxation	(55266.57)	3729.81	115.67	109.30
Profit / (Loss) for the year	133572.76	22516.79	2707.34	2718.44
Less: Share of Minority Interest in Profit / (Loss)	63914.96	8006.18	---	---
Add: Share in profit of associates	(23.88)	(1.56)	---	---
Net Profit / (Loss) for the year	69633.92	14509.05	2707.34	2718.44
Profit brought forward form earlier years	24984.33	21281.34	4949.84	3980.75
On account of change in minority interest	(7605.16)	3948.71	----	---
Profit available for appropriations	87013.10	39739.11	7657.18	6699.19
Appropriations				
Transferred to General Reserves	10708.00	10708.00	200.00	200.00
Transferred to Statutory Reserves	550.00	550.00	550.00	550.00
Interim Dividend	1998.69	999.35	1998.69	999.35
Debenture Redemption Reserve	—	110.00	---	---
Final Dividend (including DDT)	2615.01	2607.41	---	---
Tax on Buy back of shares	---	---	----	---
Balance Carried forward to Balance Sheet	71141.40	24984.34	4908.49	4949.84

2. CONSOLIDATED FINANCIAL STATEMENTS

As per the applicable provisions of the Companies Act, 2013 read with the Rules issued there under, the Consolidated Financial Statements of the Company have been prepared in compliance with applicable Accounting Standards and on the basis of audited financial statements of the Company, its subsidiaries and associate companies, as approved by the respective Board of Directors.



The Consolidated Financial Statements together with the Auditors' Report form part of this Annual Report. The Audited Standalone and Consolidated Financial Statements for the Financial Year 2018-19 shall be laid before the Annual General Meeting for approval of the Members of the Company.

3. DIVIDEND

Your Directors have paid an Interim Dividend of Rs 20/-per share (200%). The total dividend pay-out for the Financial Year 2018-19 is Rs. 1998.69 lacs.

The Board of Directors have not recommended any Final Dividend for the Financial Year 2018-19.

4. TRANSFER OF UNPAID DIVIDEND /UNCLAIMED AMOUNT AND SHARES TO INVESTOR EDUCATION AND PROTECTION FUND

During the year under review, the Company has credited unpaid dividend aggregating to Rs 17.05 Lakhs to the Investor Education and Protection Fund (IEPF) pursuant to the provisions of the Companies Act, 2013.

In accordance with the provisions of Companies Act, 2013, the Company has transferred 3400 equity shares of Rs 10/- each, to the credit of IEPF Authority, on 04th November, 2018, in respect of which dividend had not been paid or claimed by the members for seven consecutive years or more as on the cut-off date, i.e. October 31, 2018 to IEPF Authority. The Company has initiated necessary action for transfer of shares in respect of which dividend has not been paid or claimed by the Members consecutively since 2011-12. The Company has uploaded on its website the details of unpaid and unclaimed amounts lying with the Company as on date of last Annual General Meeting (i.e. 29th September, 2018) and details of shares transferred to IEPF. The aforesaid details are put on the Company's website <https://www.ilfl.co.in/transfer> of shares to IEPF. These details have also been uploaded on the website of the IEPF Authority (www.iepf.gov.in).

The voting rights on the shares transferred to IEPF Authority shall remain frozen till the rightful owner claims the shares.

5. TRANSFER TO RESERVES

During the year under review, your Company has transferred Rs. 200.00 lacs to General Reserves.

6. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Your Directors recommend re-appointment of following Directors:

Re-appointment of Mr. V.K. Jain (DIN: 00029968) who retires by rotation and being eligible, offers himself for re-appointment.

During the year there is no change in the Key Managerial Personnel of the Company and Shri Pavan Kumar Jain, Managing Director and Shri Vijay Saxena, Company Secretary continue as Key Managerial Personnel of the Company.

Your Directors have no statement to be made under Section 134(3)(d) of the Companies Act, 2013.

7. BOARD MEETINGS AND ANNUAL GENERAL MEETINGS

During the year under review, four meetings of the Board were convened and held on 24th May, 2018, 09th August, 2018, 06th November, 2018 and 5th March, 2019. The intervening gap between the two Meetings was within the time limit prescribed under Section 173 of the Companies Act, 2013.

The 23rd Annual General Meeting of the company was held on 29th September, 2018.

8. DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to Section 134 (3)(c) of the Companies Act, 2013 your Directors would like to state that:

- i. in the preparation of the Annual Accounts for the financial year ended 31st March, 2019 the applicable Accounting Standards and Schedule III of the Companies Act, 2013 have been followed and there are no departures from the requirements of the Accounting Standards;
- ii. the Directors have selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2019 and of the profit of the Company for that period;
- iii. the Directors have taken proper and sufficient care for the maintenance of adequate accounting records, in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv. the Directors have prepared the Annual Accounts on a going concern basis;
- v. the Directors have laid down Internal Financial Controls to be followed by the company and that such Internal Financial Controls are adequate and are operating effectively; and



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- vi. the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

9. LOANS, GUARANTEES AND INVESTMENTS

Details of loans given, investments made, guarantees given and securities provided along with the purpose for which the loan or guarantee or security is proposed to be utilized by the recipient are provided in the Standalone Financial Statement of the Company. Please refer to Note 13, 18, 26 and 33 to the Standalone Financial Statement of the Company.

10. CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

During the year under review, the Company had not entered into any contract / arrangement / transaction with Related Parties which could be considered material in accordance with the Policy of the Company on materiality of Related Party Transactions.

Pursuant to the provisions of Section 134 (3) (h) of the Companies Act, 2013, a statement giving particulars of contracts or arrangements in form no AOC 2 with regard to Related Parties referred to under Section 188 (1) of The Companies Act, 2013 to the rule 8 of the Companies (Accounts) Rules, 2014 is annexed to this report.

Your Directors draw attention of the members to Note no 33 to the Standalone Financial Statement which sets out related party disclosures.

11. DEPOSITS

The Company has neither invited nor accepted any deposits from the public.

12. DEMERGER OF THE CHEMICAL BUSINESS OF GUJARAT FLUORO CHEMICALS LIMITED

The Scheme of Arrangement (Demerger) ("the Scheme") between Gujarat Fluorochemicals Limited (Applicant Demerged Company or GFL1) and Inox Fluorochemicals Limited (Applicant Resulting Company or GFL2) which inter alia, envisaged for the Demerger of Chemical business (collectively called as 'the Chemical Business Undertaking') of GFL1 into the Resulting Company was approved by the Board of Directors of GFL1 and GFL2 in their respective Board meetings held on 14th November, 2018 and 12th December, 2018. The Scheme of Arrangement was also approved by the Equity Shareholders, Secured Creditors and Unsecured Creditors of the GFL 1 at their meeting held on 11th May, 2019 pursuant to the Order dated 28th March, 2019 of the National Company Law Tribunal, Ahmedabad Bench.

The Scheme, pursuant to the petition filed by GFL1 and GFL 2 received the sanction of the National Company Law Tribunal, Ahmedabad Bench vide its Order dated 4th July, 2019 which was received by the Company on 15th July, 2019 and the Scheme came into effect from 16th July, 2019. Subsequent thereto, the transfer of Chemical Business Undertaking of Demerged Company into the Resulting Company i.e Inox Fluorochemicals Limited with effect from the Appointed Date, April 1, 2019 has been completed.

13. CHANGE OF NAME OF GUJARAT FLUORO CHEMICALS LIMITED

Pursuant to the sanction of the Scheme of Arrangement (Demerger) ("the Scheme") between Gujarat Fluorochemicals Limited (Applicant Demerged Company or GFL1) and Inox Fluorochemicals Limited (Applicant Resulting Company or GFL2) by the National Company Law Tribunal, Ahmedabad Bench vide its Order dated 4th July, 2019 and as the Group has always been known as GFL, the name of the Demerged Company i.e Gujarat Fluorochemicals Limited is changed to GFL Limited w.e.f 17th July, 2019 after according the requisite approvals.

14. SUBSIDIARY COMPANIES INCLUDING JOINT VENTURE AND ASSOCIATE COMPANIES

In compliance with Section 129(3) of the Companies Act, 2013 the Company has prepared consolidated financial statements of the company and its subsidiaries, associate companies and joint ventures which form part of the Annual Report.

The Report on the highlights of performance and financial position of each of the Subsidiaries, Associates and Joint Venture Companies of the Company in Form no. AOC-1 pursuant to first proviso to sub-section (3) of Section 129 of the Companies Act, 2013 and Rule 5 of Companies (Accounts) Rules, 2014 is annexed to this Report as Annexure 'B'.

The Audited Financial Statement of the Subsidiaries of the Company are placed on the website of the Company and a copy will be provided to the Shareholder/s on request as per Section 136 of the Companies Act, 2013.

15. REPORTING OF FRAUDS

There have been no instances of fraud reported by the Statutory Auditors under Section 143(12) of the Act and rules framed thereunder either to the Company or to the Central Government.

16. INTERNAL FINANCIAL CONTROLS

The Company has adequate internal controls commensurate with its size and nature of its business. The Board has reviewed internal financial controls of the Company and the Audit Committee monitors the same in consultation with Internal Auditors of the Company.

17. INDEPENDENT AUDITORS' REPORT

There are no reservations, qualifications or adverse remarks in the Independent Auditor's Report. The notes forming part of the accounts are self-explanatory and do not call for any further clarifications under Section 134 (3) (f) of the Companies Act, 2013.

18. INDEPENDENT AUDITORS

Members at their 23rd Annual General Meeting held on 29th September, 2018 had appointed M/s S.C. Bandi & Co., Chartered Accountants, as Independent Auditors of the Company from the conclusion of 23rd Annual General Meeting until conclusion of 28th Annual General Meeting. They have confirmed that they are not disqualified from continuing as Auditors of the Company.

The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual General Meeting is done away with vide notification dated May 7, 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, no resolution is proposed for ratification of appointment of Auditors, who were appointed in the Annual General Meeting held on 29th September, 2018.

19. EXTRACT OF ANNUAL RETURN

In terms of Section 92 (3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management & Administration) Rules, 2013, the extract of Annual Return as provided in form no. MGT -9 is annexed to this Report as Annexure 'C'.

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

As the company is not a manufacturing company the company has no particulars to report in respect of conservation of energy and technology absorption.

The company did not have any foreign exchange earnings or expenditure during the year.

21. PARTICULARS OF EMPLOYEES

There was no employee drawing remuneration in excess of the limits prescribed under provisions of Section 197 (12) of the Companies Act, 2013 read with Rules 5 (2) and 5 (3) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

22. CORPORATE SOCIAL RESPONSIBILITIES ACTIVITIES

The Corporate Social Responsibility (CSR) Committee of the Company comprises of Shri D.K. Jain, Chairman, Shri Pavan Kumar Jain, Managing Director and Shri Siddharth Jain, Director. The CSR Policy of the Company is disclosed on the website of the Company which can be viewed at http://www.ilfl.co.in/CSR_Policy The report on CSR activities as per Companies (Corporate Social Responsibility) Rules, 2014 is annexed to this Report as Annexure D..

23. INSURANCE

The Company's property and assets have been adequately insured.

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

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Your company has formed as Internal Complaints Committee (ICC) to redress complaints received regarding sexual harassment.

There was no case of sexual harassment reported during the year under review.

25. RISK MANAGEMENT

The company has in place a mechanism to inform the Board about risk assessment and minimisation procedures to review key elements of risks viz. Regulatory and Legal, Competition and Financial involved and measures taken to ensure that risk is controlled by means of a properly defined framework. In the Board's view, there are no material risks which may threaten the existence of the Company.

26. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

There are no material changes and commitments affecting the financial position of the Company which have occurred between the end of the Financial Year of the Company to which the Financial Statements relate and the date of this report.



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27. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

There are no orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

28. VOTING RIGHTS

The Company has not provided monies to any scheme for purchase of or subscription, for fully paid up shares in the company for the benefit of the employees of the company as provided for in Section 67 of the Companies Act, 2013. As such no disclosure of the nature as specified in the proviso to the said Section 67 are required.

29. ACKNOWLEDGEMENT

Your Directors express their gratitude to all other external agencies for the assistance, co-operation and guidance received. Your Directors place on record their deep sense of appreciation for the dedicated services rendered by the workforce of the Company.

By Order of the Board of Directors

P.K. JAIN
Managing Director

D.K.JAIN
Chairman

Delhi, 29th August, 2019



**Annexure B
AOC 1**

Statement containing salient features of the financial statement of subsidiaries / associate companies/ joint venture
Part A – Subsidiaries

(Rupees in Lakhs)

	GUJARAT FLUORO- CHEMICALS LIMITED	INOX LEISURE LIMITED	INOX WIND LIMITED	INOX RENEW- ABLES LIMITED	INOX INFRASTRU- CTURE LIMITED	GUJARAT FLUORO- CHEMICALS AMERICAS LLC	GUJARAT FLUORO- CHEMICALS SINGAPORE PTE LIMITED	GFL GM FLUORSPAR (SA)	GUJARAT FLUORO- CHEMICALS GMBH	SHOURI PROPERTIES PRIVATE LIMITED	SWANSTON MULTIPLEX CINEMAS PVT LTD
S. No.	1	2	3	4	5	6	7	8	9	10	11
The date since when the subsidiary was acquired	9/18/2008	11/9/1999	4/9/2009	11/11/2010	2/27/2007	9/2/2009	7/25/2011	8/15/2011	8/19/2013	11/24/2014	3/5/2018
Reporting period, if different from the holding Company											
Reporting currency and exchange rate as on the last date of the relevant financial year in case of foreign subsidiaries							USD @Rs. 69.15	USD @Rs. 69.15	MAD @Rs.7.16	EURO @Rs. 77.57	
Share Capital	1098.50	10,261	22191.82	337.50	5000.00	1012.28	7671.48	1349.96	21.82	141.00	203.00
Reserves and Surplus	473471.30	86,125	178890.01	12334.57	918.47	2307.12	787.09	(2560.31)	1734.58	(60.86)	(199.66)
Total Assets	641338.84	147,854	377089.49	65149.35	5940.65	13613.10	8465.43	14105.88	12142.72	208.38	26.34
Total Liabilities	166769.04	51,469	176,008	52477.28	22.18	10293.70	6.86	15316.23	10386.32	128.24	23.00
Investments	91792.51	216.60	49,243.66	0.32	5,673.09	-	991.54	-	-	8.39	-
Turnover	288886.72	169218.47	134548.47	2257.89	-	31830.34	187.44	322.51	24994.48	354.12	-
Profit/(Loss) before taxation	75084.03	19907.67	193.50	(2314.88)	146.06	2218.38	170.47	(901.15)	1279.03	3.59	(1.25)
Provision for taxation	58096.61	6560.34	67.82	(202.92)	44.93	474.15	18.54	24.15	395.44	0.70	-
Profit/(Loss) after taxation	133180.64	13347.33	125.68	(2111.96)	101.13	1744.23	151.93	(925.30)	883.59	2.89	(1.25)
Proposed Dividend	350%	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
% of Shareholding	52.54	51.32	56.98	100.00	100.00 by Inox Renewables Limited	100.00	100.00	74.00 by GFL Singapore Pte Limited	100.00	99.29 by Inox Leisure Limited	100 by Inox Leisure Limited



INOX LEASING AND FINANCE LIMITED

**Annexure B
AOC 1**

Statement containing salient features of the financial statement of subsidiaries / associate companies/ joint venture
Part A – Subsidiaries

(Rupees in Lakhs)

	INOX WIND INFRASTRUC- TURE SERVICES LIMITED	MARUT- SHAKTI ENERGY INDIA LIMITED	SATVIKI ENERGY PRIVATE LIMITED	SARAYU WIND POWER (TALLIMA- DUGULA) PRIVATE LIMITED	VINIRMAA ENERGY GENERATION PRIVATE LIMITED	SARAYU WIND POWER (KONDA- PURAM) PRIVATE LIMITED	RBRK INVEST- MENTS LIMITED	VASUPRADA RENEWA- BLES PRIVATE LIMITED	SUSWIND POWER PRIVATE LIMITED	RIPUDAMAN URJA PRIVATE LIMITED	VIBHAV ENERGY PRIVATE LIMITED
S. No.	12	13	14	15	16	17	18	19	20	21	22
The date since when the subsidiary was acquired	5/11/2012	9/13/2013	11/19/2015	12/9/2015	1/23/2016	3/25/2016	30/08/2016	4/27/2017	4/27/2017	4/28/2017	7/10/2017
Reporting period, if different from the holding Company											
Reporting currency and exchange rate as on the last date of the relevant financial year in case of foreign subsidiaries											
Share Capital	5738.95	61.11	83.50	1.00	5.00	1.00	7.00	1.00	1.00	1.00	1.00
Reserves and Surplus	(2025.22)	(1717.19)	(7.18)	(108.44)	(118.51)	(44.46)	(1224.39)	(2.20)	(17.93)	(2.08)	(2.32)
Total Assets	186147.66	3883.33	85.19	295.35	165.46	111.05	765.59	0.71	88.00	0.79	0.47
Total Liabilities	182433.93	5539.41	8.87	402.79	278.97	154.51	1982.98	1.91	104.93	1.87	1.79
Investments	8125.43	-	10.27	196.45	1.23	-	-	-	5.04	-	-
Turnover	21520.75	424.43	-	-	-	-	-	-	-	-	-
Profit/(Loss) before taxation	(8898.06)	(286.11)	(1.42)	(26.81)	(21.89)	(15.83)	(763.00)	(1.02)	(16.76)	(0.91)	(1.35)
Provision for taxation	(3179.13)	-	-	-	-	-	0.00	0.00	0.00	0.00	0.00
Profit/(Loss) after taxation	(5718.93)	(286.11)	(1.42)	(26.81)	(21.89)	(15.83)	(763.00)	(1.02)	(16.76)	(0.91)	(1.35)
Proposed Dividend	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
% of Shareholding	100.00 by Inox Wind Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited



**Annexure B
AOC 1**

Statement containing salient features of the financial statement of subsidiaries / associate companies/ joint venture
Part A – Subsidiaries

(Rupees in Lakhs)

	HARODA WIND ENERGY PRIVATE LIMITED	VIGODI WIND ENERGY PRIVATE LIMITED	ALIEN TO WIND ENERGY PRIVATE LIMITED	TEMPEST WIND ENERGY PRIVATE LIMITED	VUELTA WIND ENERGY PRIVATE LIMITED	FLUTTER WIND ENERGY PRIVATE LIMITED	FLURRY WIND ENERGY PRIVATE LIMITED	KHATIYU WIND ENERGY PRIVATE LIMITED	RAVAPAR WIND ENERGY PRIVATE LIMITED	NANIVIRANI WIND ENERGY PRIVATE LIMITED
S. No.	23	24	25	26	27	28	29	30	31	32
The date since when the subsidiary was acquired	11/16/2017	11/20/2017	1/17/2018	1/17/2018	1/17/2018	1/18/2018	1/18/2018	12/15/2018	12/15/2018	12/15/2018
Reporting period, if different from the holding Company										
Reporting currency and exchange rate as on the last date of the relevant financial year in case of foreign subsidiaries										
Share Capital	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Reserves and Surplus	(1.43)	(1.40)	(14.33)	(14.34)	(14.24)	(18.87)	(14.34)	(1.02)	(1.02)	(1.02)
Total Assets	0.47	0.78	90.26	90.25	90.35	85.86	90.25	0.37	0.37	0.37
Total Liabilities	0.90	1.18	103.59	103.59	103.59	103.72	103.59	0.39	0.39	0.39
Investments	-	-	5.05	5.05	5.05	5.04	5.05	-	-	-
Turnover	-	-	-	-	-	-	-	-	-	-
Profit/(Loss) before taxation	(0.88)	(0.87)	(13.91)	(13.91)	(13.81)	(18.44)	(13.91)	(0.67)	(0.67)	(0.67)
Provision for taxation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Profit/(Loss) after taxation	(0.88)	(0.87)	(13.91)	(13.91)	(13.81)	(18.44)	(13.91)	(0.67)	(0.67)	(0.67)
Proposed Dividend	Nil	Nil	Nil	Nil	Nil	Nil	Nil			
% of Shareholding	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited

**INOX LEASING AND FINANCE LIMITED****Annexure B
AOC 1**Statement containing salient features of the financial statement of subsidiaries / associate companies/ joint venture
Part A – Subsidiaries

(Rupees in Lakhs)

	SRI PAVAN ENERGY PRIVATE LIMITED	WAFI ENERGY PRIVATE LIMITED	INOX FLUORO- CHEMICALS LIMITED						
S. No.	33	34	35						
The date since when the subsidiary was acquired	4/9/2018	4/10/2018	12/6/2018						
Reporting period, if different from the holding Company									
Reporting currency and exchange rate as on the last date of the relevant financial year in case of foreign subsidiaries									
Share Capital	1.00	1.00	1.00						
Reserves and Surplus	(88.60)	(0.56)	(1.25)						
Total Assets	3371.96	5.57	1.00						
Total Liabilities	3450.56	5.13	1.25						
Investments	-	-	-						
Turnover	-	-	-						
Profit/(Loss) before taxation	(88.60)	(0.56)	(1.25)						
Provision for taxation	0.00	0.00							
Profit/(Loss) after taxation	(88.60)	(0.56)	(1.25)						
Proposed Dividend	Nil	Nil	Nil						
% of Shareholding	51.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Limited	100.00						

Note:

- Gujarat Fluorochemicals Limited is the subsidiary company of Inox Leasing Company Limited.
- Companies mentioned in Sr. No. 2 to 35 are sub-subsidiary companies.

Name of subsidiaries which are yet to commence operations: Nil

Names of subsidiaries which have been liquidated or sold during the year: Nil



Part B – Associates and Joint Ventures
Statement related to Associate Companies and Joint Ventures

(Rupees in lakhs)

Sr. No.	Particulars	Swarnim Gujarat Fluorspar Private Limited	
		31st March, 2019	31st March, 2018
1	Latest Audited Balance Sheet date	31st March, 2019	31st March, 2018
2	Shares of Associates/Joint Ventures held by the Company on the year end		
	Number	11,82,500	10,82,500
	Amount of investment in Associates/ Joint Venture	118.25	108.25
	Extended holding %	49.47%	49.43%
3	Description of how there is significant influence		
4	Reason why the associate/joint venture is not consolidated	NA	NA
5	Net worth attributable to Shareholding as per latest balance sheet	88.33	90.52
6	Profit/Loss for the year		
	considered in consolidation Not considered in calculation	(2.19)	(2.66)

*As per JV agreement, GFL to hold 25% of the total equity capital of SGFPL. In view the fact that GMDC yet to contribute its equity participation by way of its assets value which is under review, GFL equity contribution has gone up temporarily due to their subscribing to the additional equity in SGFPL.

Name of associates or joint ventures which are yet to commence operations:

Swarnim Gujarat Fluorspar Private Limited

Names of associates or joint ventures which have been liquidated or sold during the year:

Nil

**Form No AOC – 2****(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014**

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

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

Name of related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of contracts/ arrangements/ transactions	Salient terms of contracts/ arrangements/ transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under Section 188 (1)
Rajni Farms Private Limited, Common Directors who are members of this company	Sharing of office premises facilities	For a initial period of 11 months and renewal thereafter every 11 months.	Rs. 12.00 lakhs per annum	Office Premises facilities shared by Promoter Group Company.	17th May, 2014	Rs. 60 Lacs paid as Deposit.	26 th September, 2014

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

Name of related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of contracts/ arrangements/ transactions	Salient terms of contracts/ arrangements/ transactions including the value, if any Rs. in lakhs	Date(s) of approval by the Board	Amount paid as advances, if any
Nil					

**ANNEXURE 'C' TO THE BOARDS' REPORT
MGT -9****Extract of Annual Return as on the financial year ended on 31st March, 2019**

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

I. REGISTRATION AND OTHER DETAILS

1	Corporate Identification Number	:	U65910MH1995PLC085703
2	Registration Date	:	17 th February, 1995
3	Name of the Company	:	Inox Leasing and Finance Limited
4	Category/Sub-Category of the Company	:	Public Company Limited by Shares
5	Address of the Registered Office and Contact Details	:	69, Jolly Maker Chambers 2, Nariman Point, Mumbai - 400021 Tel: +91 40323195, Fax: +91 40323991 E-mail address: info@ilfl.co.in Website: www.ilfl.co.in
6.	Whether listed company	:	No
7.	Name, Address and Contact Details of Registrar and Share Transfer Agents, if any	:	Share transfer related activities are carried out In-house by the Company.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more the total turnover of the company shall be stated:

Sr. No.	Name and Description of main products/services	NIC Code of the Product / Service	% to total turnover of the company
1	Investment activities	6430	88.12



III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name of company and CIN/GLN	Holding/subsidiary/ associate	% of shares held	Applicable Section
1	L24110GJ1987PLC009362 Gujarat Fluorochemicals Limited Survey No. 16/3, 26 and 27, Village Ranjitnagar-389380 Dist. Panchmahai, Gujarat.	Subsidiary	52.54%	2 (87)
2	L92199GJ1999PLC044045 Inox Leisure Limited ABS Towers, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	0.57%	2 (87)
3	L31901HP2009PLC031083 Inox Wind Limited Plot No. 1, Khasra Nos. 264 to 267, Industrial Area, Village Basal, District Una - 174303, Himachal Pradesh	Step-down Subsidiary	56.98% held by Gujarat Fluorochemicals Ltd.	2 (87)
4	U40100GJ2010PLC062869 Inox Renewables Limited Plot No 1837 and 1834, Moje Jetalpur, ABS Towers, Second Floor, Old Padra Road, Vadodara 390 007.	Step-down Subsidiary	100% held by Gujarat Fluorochemicals Ltd.	2 (87)
5	U45200DL2007PLC159796 Inox Infrastructure Limited 612-618, 6th Floor, Narain Manzil, 23, Barakhamba Road, New Delhi 110001.	Step-down Subsidiary	100% held by Gujarat Fluorochemicals Ltd.	2 (87)
6	U45201MH2002PTC134393 Shouri Properties Private Limited 5th Floor, Viraj Towers, Next to Andheri Flyover, Western Express Highway, Andheri East, Mumbai - 400093	Step-down Subsidiary	99.29% held by Inox Leisure Limited	2 (87)
7	U92132MH2001PTC133639 Swanston Multiplex Cinemas Private Limited 9th Floor, Viraj Towers, Western Express Highway, Andheri East , Mumbai - 400093	Step-down Subsidiary (became step-down subsidiary wef 05th March, 2018 on account of acquisition of shares by Inox Leisure Limited	100% held by Inox Leisure Limited	2 (87)
8	U45207GJ2012PLC070279 Inox Wind Infrastructure Services Limited Plot No 1837 and 1834, Moje Jetalpur, ABS Towers, Second Floor, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Limited	2 (87)
9	U04010GJ2000PLC083233 Marut - Shakti Energy India Limited Plot No 1837 and 1834, Moje Jetalpur, ABS Towers, Second Floor, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
10	U40100AP2013PTC089795 Satviki Energy Private Limited Jai Shakti Enclave, Plot No. 50/A, Kalyan Nagar – II, Kurnool, Hyderabad - 500038	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
11	U40108TG2012PTC078732 Sarayu Wind Power (Tallimadugula) Private Limited House No. 8-3-960/6/2, Flat No. 301 "Wings", Srinagar Colony, Hyderabad - 500073	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)



INOX LEASING AND FINANCE LIMITED

Sr. No.	Name of company and CIN/GLN	Holding/subsidiary/ associate	% of shares held	Applicable Section
12	U40109TG2007PTC056146 Vinirmaa Energy Generation Private Limited Plot No. 34, Rao and Raju Colony, Banjara Hills, Kurnool, Hyderabad - 500034	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
13	U40108TG2012PTC078981 Sarayu Wind Power (Kondapuram) Private Limited House No. 8-3-960/6/2, Flat No. 301 "Wings", Srinagar Colony, Hyderabad - 500073	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
14	U40100TG2005PLC047851 RBRK Investments Limited 6-200/2/1, Boudha Nagar, Jeedimetla Village Hyderabad - 500055	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
15	U40106GJ2017PTC097088 Wind One Renergy Private Limited Plot No 1837 and 1834, Moje Jetalpur, ABS Towers, Second Floor, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
16	U40200GJ2017PTC096956 Wind Three Renergy Private Limited Plot No 1837 and 1834, Moje Jetalpur, ABS Towers, Second Floor, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
17	U40300GJ2017PTC097140 Ripudaman Urja Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
18	U40300GJ2017PTC097128 Suswind Power Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
19	U40100GJ2017PTC097130 Vasuprada Renewables Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
20	U40106GJ2017PTC098230 Vibhav Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
21	U40300GJ2017PTC099818 Haroda Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
22	U40300GJ2017PTC099851 Vigodi Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
23	U40300GJ2018PTC100585 Aliento Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)



Sr. No.	Name of company and CIN/GLN	Holding/subsidiary/ associate	% of shares held	Applicable Section
24	U40106GJ2018PTC100590 Tempest Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
25	U40106GJ2018PTC100591 Vuelta Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
26	U40300GJ2018PTC100609 Flutter Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
27	U40200GJ2018PTC100607 Flurry Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
28	U40300GJ2017PTC099831 Khatiyu Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara Vadodara GJ 390007 IN	Step-down Subsidiary	100.00 held by Inox Wind Infrastructure Services Limited	2 (87)
29	U40300GJ2017PTC099854 Ravapar Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara Vadodara GJ 390007 IN	Step-down Subsidiary	100.00 held by Inox Wind Infrastructure Services Limited	2 (87)
30	U40300GJ2017PTC099852 Nani Virani Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara Vadodara GJ 390007 IN	Step-down Subsidiary	100.00 held by Inox Wind Infrastructure Services Limited	2 (87)
31	U40300GJ2018PTC101713 Sri Pavan Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara Vadodara GJ 390007 IN	Step-down Subsidiary Infrastructure Services Limited	51.00 held by Inox Wind	2 (87)
32	U40200GJ2018PTC101752 Waft Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara Vadodara GJ 390007 IN	Step-down Subsidiary	100.00 held by Inox Wind Limited	2 (87)
33	U24304GJ2018PLC105479 Gujarat Fluorochemicals Ltd. (earlier known as Inox Fluoro Chemicals Ltd.) Survey No. 16/3, 26 and 27 Ranjit Nagar 389380 Taluka Ghoghamba, Dist. Panchmahal, Gujarat	Step-down Subsidiary (upto 08.08.2019)	100.00 held by Gujarat Fluorochemicals Ltd.	2 (87)
34	201117579Z Gujarat Fluorochemicals Singapore Pte Limited 158 Cecil Street, #11-01, Singapore - 069545	Foreign Step-down Subsidiary	100% held by Gujarat Fluorochemicals Ltd.	2 (87)
35	801165985 Gujarat Fluorochemicals LLC, USA 4200 North Highway 77, Rockdale, Texas 76567, USA	Foreign Step-down Subsidiary	100% held by Gujarat Fluorochemicals Ltd.	2 (87)

**INOX LEASING AND FINANCE LIMITED**

Sr. No.	Name of company and CIN/GLN	Holding/subsidiary/ associate	% of shares held	Applicable Section
36	HRB 128868 Gujarat Fluorochemicals, GmbH Chilehaus A, Fischertwiete 2, D-20095, Hamburg, Germany	Foreign Step-down Subsidiary	100% held by Gujarat Fluorochemicals Ltd.	2 (87)
37	404026907 GFL GM Fluorspar SA 219, Boulevard, Zerktouni, Residence E 1, Bardai 20100, Casablanca, Morocco	Foreign Step-down Subsidiary	74% held by GFL Singapore Pte Limited	2 (87)

IV. Shareholding Pattern (Equity Share Capital Break up as a percentage of Total Equity)
i. Category-wise Shareholding

Category of Shareholders	No of shares held at the beginning of the year				No of shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A) Promoter									
(1) Indian									
Individual /HUF	17648	9586230	9603878	96.09	9509300	94578	9603878	96.09	-
Central Govt.	-	-	-	-					-
State Govt.	-	-	-	-					-
Bodies Corp. and LLP	-	142567	142567	1.44	142567	--	142567	1.44	-
Banks / FI	-	-	-	-					-
Any Other	-	-	-	-					-
Sub Total (A) 1	17648	9728797	9746445	97.53	9651867	94578	9746445	97.53	-
Foreign									
NRIs - Individuals	-	-	-	-					-
Bodies Corporate	-	-	-	-					-
Banks/FI	-	-	-	-					-
Any Other	-	-	-	-					-
Sub Total (A) 2	0	0	0	0					0
Total Shareholding of Promoter (A)=A1+A2	17648	9728797	9746445	97.53	9651867	94578	9746445	97.53	-
(B) Public Share Holding Institutions									
Mutual Funds	-	4200	4200	0.04	4200	--	4200	0.04	
Banks / FI	-	-	-	-					
Central Govt.	-	-	-	-					
State Govt.	-	-	-	-					
Venture Capital Fund	-	-	-	-					
Insurance Companies	-	-	-	-					
FIIS	-	-	-	-	-	-	-	-	-
Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
Others (Foreign Co.)	-	-	-	-	-	-	-	-	-
Sub Total B 1	-	4200	4200	0.04	4200	--	4200	0.04	



INOX LEASING AND FINANCE LIMITED

IV. Shareholding Pattern (Equity Share Capital Break up as a percentage of Total Equity)

i. Category-wise Shareholding

Category of Shareholders	No of shares held at the beginning of the year				No of shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(2) Non Institutions									
(a) Bodies Corporate (Indian)	9200	1900	11100	0.11	7600	1700	9300	0.09	(0.02)
(b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs 1 Lakh	34853	156969	191822	1.92	41753	148469	190222	1.90	(0.02)
ii) Individual shareholders holding nominal share capital in excess of Rs 1 Lakh	-	-	-	-	-	-	-	-	-
Other – IEPF	39900	-	39900	0.40	43300	-	43300	0.44	0.04
Clearing Members	-	-	-	-	-	-	-	-	-
Non Resident Indian (REPAT)	-	-	-	-	-	-	-	-	-
Non Resident Indian (NON REPAT)	-	-	-	-	-	-	-	-	-
Trust	-	-	-	-	-	-	-	-	-
Sub Total B2	83953	158869	242822	2.43	92653	150169	242822	2.43	-
Total Public Shareholding									
B=B1 + B2	83953	163069	247022	2.47	96853	150169	247022	2.47	
Total (A)+(B)	101601	9891866	9993467	100	9748720	244747	9993467		100-
C. Shares held by									
Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A)+(B)+(C)	101601	9891866	9993467	100	9748720	244747	9993467	100	100

(ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	
1	Devendra Kumar Jain	69896	0.70	0	69896	0.70	0	0
2	Pavan Kumar Jain	1132219	11.33	0	1132219	11.33	0	0
3	Nayantara Jain	1080032	10.81	0	1080032	10.81	0	0
4	Siddharth Jain	2342586	23.44	0	2342586	23.44	0	0
5	Ishita Jain	125000	1.25	0	125000	1.25	0	0
6	Shreyasi Goenka	42247	0.42	0	42247	0.42	0	0
7	Vivek Kumar Jain	1321791	13.23	0	1321791	13.23	0	0
8	Nandita Jain	1031644	10.32	0	1031644	10.32	0	0
9	Devansh Jain	2303218	23.05	0	2303218	23.05	0	0
10	Avarna Jain	50000	0.50	0	50000	0.50	0	0
11	Devika Chaturvedi	35080	0.35	0	35080	0.35	0	0
12	Kapoorchand Jain	36672	0.36	0	36672	0.36	0	0
13	Hemkumari Jain	12160	0.12	0	12160	0.12	0	0
14	Sulakshna Badjate	10666	0.11	0	10666	0.11	0	0
15	Manju Jain	10667	0.11	0	10667	0.11	0	0
16	Inox Chemicals LLP	46650	0.47	0	46650	0.47	0	0
17	Siddhomal Trading LLP	46667	0.47	0	46667	0.47	0	0
18	Siddhapavan Trading LLP	24750	0.25	0	24750	0.25	0	0
19	Devansh Trade Mart LLP	24500	0.25	0	24500	0.25	0	0
	TOTAL	9746445	97.53	0	9746445	97.53	0	0

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

There is no change in the Promoters' Shareholding during the Financial Year 2018-19.



INOX LEASING AND FINANCE LIMITED

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

Sr. No.	Name	Shareholding		Date	Increase/Decrease in holding	Reason	Cumulative shareholding during the year	
		No. Of shares at the beginning/end of the year	% of total shares of the company				No. Of shares	% of total shares of the company
1	Hitesh Ramji Jhaveri	7836 7836	0.07 0.07	01/04/2018 31/03/2019		Nil movement during the year	7836 7836	0.07 0.07
2	Shri Parasram Holdings Pvt. Ltd.	6800 4800	0.06 0.06	01/04/2018 31/03/2019	(2000) shares	Transferred	6800 4800	0.06 0.05
3	Suman Ajmera	5500 5500	0.05 0.05	01/04/2018 31/03/2019		Nil movement during the year	5500 5500	0.05 0.05
4	Sandhya Patni	4848 4848	0.05 0.05	01/04/2018 31/03/2019		Nil movement during the year	4848 4848	0.05 0.05
5	Principal Mutual Fund – TC-ES-Account	— 4200	— 0.04	01/04/2018 31/03/2019		Acquired during the year from IDBI -Principal Trustee A/c. IDBI Mutual Fund	4200	0.04
6	Ravindra Jagjivan Gokal	1900 1900	0.02 0.02	01/04/2018 31/03/2019		Nil movement during the year	1900 1900	0.02 0.02
7	Dhoot Industrial Finance Ltd.	1900 1900	0.02 0.02	01/04/2018 31/03/2019		Nil movement during the year	1900 1900	0.02 0.02
8	Kirit Vassa	1500 1500	0.02 0.02	01/04/2018 31/03/2019		Nil movement during the year	1500 1500	0.02 0.02
9	Kiran Mehta	1000 1000	0.01 0.01	01/04/2018 31/03/2019		Nil movement during the year	1000 1000	0.01 0.01
10	Kamna Patni	1000 1000	0.01 0.01	01/04/2018 31/03/2019		Nil movement during the year	1000 1000	0.01 0.01

(v) Shareholding of Directors and Key Managerial Personnel:

Sr. No.	Name	Shareholding		Date	Increase/Decrease in holding	Reason	Cumulative shareholding during the year	
		No. Of shares at the beginning/end of the year	% of total shares of the company				No. Of shares	% of total shares of the company
Directors								
1	Devendra Kumar Jain	69896 69896	0.70 0.70	01/04/2018 31/03/2019		Nil movement during the year	69896 69896	0.70 0.70
2	Pavan Kumar Jain	1132219 1132219	11.33 11.33	01/04/2018 31/03/2019		Nil movement during the year	1132219 1132219	11.33 11.33
3	Vivek Kumar Jain	1321791 1321791	13.23 13.23	01/04/2018 31/03/2019		Nil movement during the year	1321791 1321791	13.23 13.23
4	Siddharth Jain	2342586 2342586	23.44 23.44	01/04/2018 31/03/2019		Nil movement during the year	2342586 2342586	23.44 23.44
5	Devansh Jain	2303218 2303218	23.05 23.05	01/04/2018 31/03/2019		Nil movement during the year	2303218 2303218	23.05 23.05
Key Managerial Personnel (KMP)								
1	Vijay Saxena	0	0	0			0	0

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
	NIL	NIL	NIL	NIL

VI. Remuneration of Directors and Key Managerial Personnel
A. Remuneration to Managing Director, Whole-time Directors and/or Manager

Amount Rs. In lakhs

Sl. No.	Particulars of Remuneration	Mr. Pavan Kumar Jain Managing Director
1.	Gross salary(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	0
2.	Stock Option	0
3.	Sweat Equity	0
4.	Commission- as % of profit- others, specify...	0
5.	Others, please specify-Company contribution to PF	0
	Total (A)	0

B. Remuneration to Other Directors

Sr. No.	Particulars of Remuneration	Names of the Directors				Total Amount
		Mr. D.K. Jain	Mr. V.K. Jain	Mr. S.K. Jain	Mr. Devansh Jain	
1	Fee for attending Board/Committee Meetings	0	0	0	0	0
2	Commission	0	0	0	0	0
3	Others, please specify	0	0	0	0	0
	Total	0	0	0	0	0
	Total Managerial Remuneration					0

C. Remuneration to Key Managerial Personnel (KMP) other than MD/ Manager/WTD

Amount Rs. in lakhs

Sl. No.	Particulars of Remuneration	Key Managerial Personnel
		Mr. Vijay Saxena Company Secretary
1.	Gross salary(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	19.92
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0
	(c) Profits in lieu of salary under section 17 (3) Income- tax Act, 1961	0
2.	Stock Option	0
3.	Sweat Equity	0
4.	Commission- as % of profit- others, specify...	0
5.	Others, please specify-Company contribution to PF	1.33
	Total (A)	20.25



INOX LEASING AND FINANCE LIMITED

VI. Penalties /Punishments / Compounding of Offences

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / Court]	Appeal made, if any (give details)
A. Company			NIL		
Penalty					
Punishment					
Compounding					
B. Directors			NIL		
Penalty					
Punishment					
Compounding					
C. Other Officers in default			NIL		
Penalty					
Punishment					
Compounding					

Annexure D

Report on CSR Activities of the Company as per Companies (Corporate Social Responsibility Policy Rules, 2014

Sr. No.		
1.	A brief outline of the Company's CSR Policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes	<p>CSR Policy adopted by the Company includes all the activities which are prescribed under Schedule VII of the Companies Act, 2013. The CSR Policy of the Company can be viewed on website of the Company at www.ilfl.co.in.</p> <p>Your company is committed to behave responsibly towards people, society and the environment for inclusive growth of the society where we operate, to conserve natural resources and to develop sustainable products.</p>
2.	Composition of CSR Committee	Shri D.K. Jain, Chairman Shri P.K. Jain, Managing Director Shri Siddharth Jain Director
3.	Average net profit of the Company for last three financial years	Rs. 763.84 lakhs
4.	Prescribed CSR Expenditure (two percent of the amount as in item 3 above)	Rs. 15.30 lakhs
5.	<p>Details of CSR spent during the financial year :</p> <p>a. Total amount to be spent for the financial year;</p> <p>b. Total amount spent during the year</p> <p>c. Amount unspent, if any;</p>	<p>Rs. 15.30 lakhs</p> <p>NIL</p> <p>NIL</p>



d. Manner in which the amount spent during the financial year is detailed below :

(Rs. In lakhs)

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	CSR project or activity identified	Sector in which the project is covered – Schedule VII	Projects or programmes (1) Local area or (2) Specify the State and District where projects or programmes were undertaken	Amount outlay (budget project or programme wise)	Amount spent on the projects or programs sub-heads (1) Direct expenditure on projects or programmes (2) Overheads	Cumulative expenditure upto the reporting period	Amount spent Direct or through implementing agency
1.	Contribution to Shrutakevali Education Trust towards construction of Hospital.	Promoting Healthcare	Expenditure on Pavement work at Bahubali General Hospital, Shravanbelagola., Karnataka.	15.30	15.30	15.30	Through Inox Group CSR Trust
2.	In case the Company has failed to spend the two percent of the average net profit of last three Financial Years or any part thereof, the company shall provide reasons for not spending the amount in its Board Report.			The company has spent the entire amount of Rs. 13.65 lakhs as required, on CSR related activities.			
3.	CSR Committee Responsibility Statement			The implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the Company.			

D.K. JAIN
Chairman - CSR Committee

Delhi, 29th August, 2019



INOX LEASING AND FINANCE LIMITED

INDEPENDENT AUDITORS' REPORT

To the members of Inox Leasing and Finance Limited

Report on the Standalone Financial Statements

Opinion

I have audited the accompanying standalone financial statements of Inox Leasing and Finance Limited ("the Company"), which comprise the Standalone Balance Sheet as at 31 March 2019, the Standalone Statement of Profit and Loss the Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information ("the standalone financial statements").

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2019, the profit, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

I conducted my audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act 2013. My responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Statements' section of my report. I am independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to my audit of the standalone financial statements under the provisions of the Act and the Rules made there under, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Information Other than the Standalone Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report, including Annexures to Board's Report but does not include the standalone financial statements and my auditor's report thereon.

My opinion on the standalone financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the standalone financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or the knowledge obtained during the course of my audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance changes in equity and cash flows of the Company in accordance with accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

My objective is to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, I am also responsible for expressing my opinion on whether the Company has adequate internal financial controls system with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.
- I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.
- From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, I give in the Annexure A a statement on the matters specified in paragraph 3 and 4 of the said Order.
2. As required by Section 143(3) of the Act, based on my audit, I report that:
 - (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
 - (b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.



INOX LEASING AND FINANCE LIMITED

- (c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity, and the Standalone Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
- (d) In my opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31 March 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2019 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to my separate Report in Annexure B.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to the best of my information and according to the explanations given to me:
 - i. The Company does not have any pending litigations;
 - ii. The Company does not have any long-term contracts including derivative contracts;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For S.C.BANDI & CO
Chartered Accountants
Firm Registration No. 130850W

Place: Mumbai
Date: 29th August, 2019

S.C.BANDI
Proprietor
M. No. 016932
UDIN: 19016932AAAACK2158

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under "Report on Other Legal and Regulatory Requirements" of my report of even date)

In term of the Companies (Auditors Report) Order, 2016 ("the Order"), on the basis of information and explanation given to me and the books and records examined by me in the normal course of audit and such checks as I considered appropriate, to the best of my knowledge and belief, I state as under:

1. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. The fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies have been noticed on such verification. The title deeds of all immovable properties are held in the name of the company.
2. The stock of shares have been physically verified by the management during the year. In my opinion the frequency of verification is reasonable. The procedures of physical verification of stocks of shares followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. I am informed that no material discrepancies have been noticed on physical verification of stocks of shares as compared to the book records.
3. The Company has not granted any loan, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4. In my opinion and according to the information and explanations given to me, the company has not granted any loans, made investments or provide guarantees which requires compliance with the provisions of Section 185 and 186 of the Companies Act, 2013 and hence reporting under clause (iv) of the CARO 2016 is not applicable.
5. The Company has not accepted any deposits within the meaning of sections 73 to 76 of the Companies Act, 2013 and the Rules framed thereunder and hence the provisions of clause 3(v) of the Order are not applicable to the Company.
6. The maintainance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 and hence reporting under clause (vi) of the CARO 2016 is not applicable to the company.
7. According to the information and explanations given to me, in respect of statutory dues:
 - (a) The Company has been generally regular in depositing undisputed statutory dues including provident fund, employee's state insurance, income-tax, wealth tax, service tax, cess and other material statutory dues applicable to it to the appropriate authorities.

Considering the nature of business that the Company is engaged in, sales tax, customs duty, excise duty and value added tax are not applicable to the company.
 - (b) There were no undisputed amounts payable in respect of such statutory dues which were in arrears as at 31st March 2019 for a period of more than six months from the date they become payable.
 - (c) There are no dues of service tax, income tax, wealth tax or cess, as on 31st March, 2019 on account of disputes.
8. The Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence reporting under clause (viii) of CARO 2016 is not applicable to the company.
9. The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence the provisions of clause 3(ix) of the Order are not applicable to the Company.
10. To the best of my knowledge and according to the information and explanations given to me, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
11. The company has not paid any managerial remuneration and hence the provisions of clause 3(xi) of the Order are not applicable to the Company



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12. The Company is not a Nidhi Company and hence the provisions of clause 3(xii) of the Order are not applicable to the Company.
13. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the standalone financial statements etc., as required by the applicable accounting standards.
14. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence the provisions of clause 3(xiv) of the Order are not applicable to the Company.
15. The Company has not entered into any non-cash transactions with directors or persons connected with them and hence the provisions of clause 3(xv) of the Order are not applicable to the Company.
16. The company has obtained the requisite registration under section 45-I of the Reserve Bank of India Act, 1934.

For S.C. BANDI & CO.
Chartered Accountants
Firm Registration No. 130850W

Place: Mumbai
Date: 29th August, 2019

S.C.BANDI
Proprietor
M. No. 016932
UDIN: 19016932AAAACK2158

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under "Report on Other Legal and Regulatory Requirements" of my report of even date)

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

I have audited the internal financial controls with reference to financial statements over financial reporting of Inox Leasing and Finance Limited ("the Company") as of 31st March 2019 in conjunction with my audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 ("the Act").

Auditors' Responsibility

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit. I have conducted my audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by ICAI. Those Standards and the Guidance Note require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance



about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements system over financial reporting and their operating effectiveness.

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the Company's internal financial controls with reference to standalone financial statements system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In my opinion, the Company has, in all material respects, an adequate internal financial control system with reference to financial statements system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by ICAI.

For S.C. BANDI & CO.
Chartered Accountants
Firm Registration No. 130850W

Place: Mumbai
Date: 29th August, 2019

S.C.BANDI
Proprietor
M. No. 016932
UDIN: 19016932AAAACK2158



INOX LEASING AND FINANCE LIMITED

STAND ALONE BALANCE SHEET AS ON 31ST MARCH, 2019

(Rs. In lakhs)

	Note No.	As at 31st March, 2019		As at 31st March, 2018	
		Rupees	Rupees	Rupees	Rupees
EQUITY AND LIABILITIES					
Shareholders' funds:					
(a) Share Capital	4		999.35		999.35
(b) Reserves and Surplus	5		15793.53		15084.87
			16792.88		16084.22
Non-current liabilities					
(a) Other Long-term liabilities	6		—		—
(b) Long-term Provisions	7		24.07		16.96
			24.07		16.96
Current liabilities					
(a) Trade Payables	8		4.22		2.57
(b) Other Current Liabilities	9		144.10		147.20
(c) Short-term Provisions	10		13.48		12.83
			161.80		162.60
TOTAL			16978.75		16263.78
ASSETS					
Non-current Assets					
(a) Fixed assets					
Tangible assets	11		121.83		126.08
Intangible assets	11A		0.28		0.16
(b) Capital work-in-progress			1959.32		1954.32
(c) Deferred Tax Asset	27		21.62		22.42
(d) Non-current investments	12		10694.93		9390.14
(e) Long-term Loans and advances	13		61.39		61.47
Current Assets					
(a) Current investments	14		3137.77		4082.49
(b) Trade receivables	15		68.85		111.90
(c) Cash and cash equivalents	16		34.60		37.02
(d) Other bank balances	17		614.84		111.56
(e) Short-term loans and advances	18		188.14		279.79
(f) Other current assets	19		75.18		86.43
TOTAL			16978.75		16263.78

The accompanying notes are an integral part of the financial statements

As per our report of even date attached
for **S.C. BANDI & CO.**
Chartered Accountants

S.C.BANDI
Proprietor
Membership No. 16932

Place: Mumbai
Date: 29th August, 2019

On behalf of the Board of Directors

VIJAY SAXENA
Company Secretary

D. K. JAIN
Chairman

P. K. JAIN
Managing Director

Place: Delhi
Date: 29th August, 2019

**STAND ALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2019**

(Rs. In lakhs)

	Note No.	2018-2019		2017-2018	
		Rupees	Rupees	Rupees	Rupees
Revenue from Operations (Gross)	20		2,480.05		2,551.38
Other Income	21		633.02		564.14
Total Revenue			3,113.07		3,115.52
Employee benefits expense	22		90.19		74.44
Depreciation and amortization	23		76.55		76.33
Other expenses	24		123.32		137.01
Total Expenses			290.06		287.78
Profit before tax			2,823.01		2,827.74
Tax Expense					
a) Current Tax		152.00		150.00	
b) Deferred Tax		0.80		(2.36)	
c) MAT Credit entitlement		(34.79)		(38.34)	
d) Taxation for earlier years		(2.34)		—	
			115.67		109.30
Profit for the year			2,707.34		2,718.44
Basic & diluted earning per equity share	36		27.09		27.20

The accompanying notes are an integral part of the financial statements

As per our report of even date attached
for **S.C. BANDI & CO.**
Chartered Accountants

S.C.BANDI
Proprietor
Membership No. 16932

Place: Mumbai
Date: 29th August, 2019

On behalf of the Board of Directors

VIJAY SAXENA
Company Secretary

D. K. JAIN
Chairman

P. K. JAIN
Managing Director

Place: Delhi
Date: 29th August, 2019



INOX LEASING AND FINANCE LIMITED

Standalone Cash Flow Statement for the year ended 31st March, 2019

(Rs. In lakhs)

Particulars	2018-19	2017-18
A Cash flow from operating activities		
Profit before tax	2,823.02	2,827.74
Adjustments for :		
Depreciation and Amortisation	76.54	76.32
Income in respect of investing activities (Net)	(2,743.28)	(2,702.85)
	(2,666.74)	(2,626.53)
Operative profit before working capital changes	156.28	201.21
Adjustments for :		
Long-term provisions	7.10	(1.06)
Long-term liabilities	—	(25.44)
Trade payables	1.66	(2.25)
Other current liabilities	(6.38)	(106.53)
Short-term provisions	0.65	1.97
Long-term loans and advances	(4.93)	(3.81)
Trade receivables	43.05	(75.52)
Other current assets	11.26	0.86
Short-term loans and advances	91.64	(181.70)
	144.05	(393.48)
Cash generated from operations	300.33	(192.27)
Income-tax paid (Net)	(114.87)	(111.66)
Net cash from operating activities	185.46	(303.93)
B Cash flow from investing activities		
Purchase of fixed assets (including change in capital work in progress and capital advances)	(44.68)	(21.37)
Purchase of investments	(3,583.48)	(3,671.96)
Redemption/Sale of Investments	3,759.71	2,806.80
Deposits placed with Banks	(500.00)	—
Sale of fixed assets	—	—
Interest and Dividend received (Net of expenses)	2,179.26	2,207.71
Net cash from investment activities	1,810.81	1321.18
C Cash flow from financing activities		
Dividend paid (Including Tax on Dividend)	(1,998.69)	(999.35)
Net cash used in financing activities	(1,998.69)	(999.35)
Net increase/(decrease) in cash and cash equivalent	(2.42)	17.90
Cash and cash equivalents as at the beginning of the year	37.02	19.12
Cash and cash equivalents as at the end of the year	34.60	37.02

Notes : (a) Components of cash and cash equivalents are as per note no. 16.

(b) Cash Flow is prepared and presented under 'Indirect Method'.

(c) The accompanying notes are an integral part of the financial statements

As per our report of even date attached
for **S.C. BANDI & CO.**
Chartered Accountants

S.C.BANDI
Proprietor
Membership No. 16932

Place: Mumbai
Date: 29th August, 2019

On behalf of the Board of Directors

VIJAY SAXENA
Company Secretary

D. K. JAIN
Chairman

P. K. JAIN
Managing Director

Place: Delhi
Date: 29th August, 2019

Notes to the Standalone Financial Statements for the year ended 31st March 2019

1. CORPORATE INFORMATION

Inox Leasing and Finance Limited (the "Company") is a public Company engaged in the business of financial services, investments in shares, bonds and units of mutual funds and earns brokerage income on investments in mutual funds etc. The company is the holding company of Gujarat Fluorochemicals Limited.

2. BASIS OF PREPARATION

These financial statements have been prepared in accordance with the generally accepted accounting principles in India, under the historical cost convention and on accrual basis. These financial statements comply in all material respects with the applicable Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

Figures of the previous year have been regrouped or reclassified, wherever necessary, to confirm to current year's presentation.

3. SIGNIFICANT ACCOUNTING POLICIES:

(a) Revenue Recognition

The Company follows the mercantile system of accounting and recognises income and expenditure on accrual basis.

Dividend income is accounted for when the right to receive the same is established. Income from interest on deposits and interest-bearing securities is recognised on time proportionate basis.

(b) FIXED ASSETS AND DEPRECIATION

Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation, amortization and impairment. Cost of leasehold land is amortised over the period of lease. Upto 31st March, 2014 depreciation was provided on written down value method at the rates specified in Schedule XIV of the Companies Act, 1956. Consequent to Schedule II of the Companies Act, 2013 becoming effective from 1st April, 2014, Depreciation is provided on Written Down Value Method s at the rates specified therein.

(c) INVESTMENTS

Non current Investments are carried at cost. Provision for diminution is made to recognize the decline, other than temporary in the value of these investments.

Current investments are carried at lower of cost and fair value are determined on the basis of each category of Investments.

(d) EMPLOYEE BENEFITS

Short term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss in the year in which the related service is rendered. Company's contribution towards Provident and Pension Funds vis-a-vis defined contribution plan paid/payable during the year are charged to the Statement of Profit and Loss. Post employment benefits in the form of Gratuity and Leave encashment are recognised as expenses in the Statement of Profit and Loss at present value of the amounts payable determined on the basis of actuarial value technique, using the projected unit credit method. Actuarial gains and losses are recognised in the Statement of Profit and Loss.

(e) TAXES ON INCOME

Income Tax expense comprises current tax and deferred tax charge. Deferred tax is recognized on timing differences, subject to consideration of prudence, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Minimum Alternate Tax (MAT) paid on the book profits, which gives rise to future economic benefits in the form of tax credit against future income tax liability, is recognised as an asset in the Balance Sheet if there is convincing evidence that the company will pay normal tax within the period prescribed for utilisation of such credit.

(f) IMPAIRMENT OF ASSETS

At Balance Sheet date, an assessment is done to determine whether there is any indication of impairment in the carrying amount of the Company's fixed assets. If any such indication exists, the asset's recoverable amount is estimated.

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. An impairment loss is charged to Statement of Profit and Loss in the year in which an asset is identified as impaired.



INOX LEASING AND FINANCE LIMITED

(g) PROVISIONS & CONTINGENT LIABILITIES

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. When there is possible obligation or a present obligation in respect of which the likelihood of outflow of resource is remote, no provision or disclosure is made.

(h) USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported balances of assets and liabilities and disclosure of contingent liabilities, at the end of the accounting year and reported amounts of revenue and expenses during the year. Although, these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

(i) LEASE

1. Assets taken on operating lease
Lease rentals in respect of assets acquired of on operating lease are charged to the Statement of Profit and Loss as per the terms of respective lease agreement.
2. Assets given on operating lease
Assets given under operating lease are capitalised and included in the fixed assets. Lease income arising there from is recognised as income in the Statement of Profit and Loss as per the terms of respective lease agreement.

(j) BORROWING COST

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

4. SHARE CAPITAL	As at 31st March, 2019		As at 31st March, 2018	
	Rupees	Rupees	Rupees	Rupees
Authorised capital				
11,000,000 Equity Shares of Rs.10/- Each		1100.00		1100.00
1,500,000 Redeemable Cumulative Preference Shares of Rs.100/- each		1500.00		1500.00
Total		2600.00		2600.00
Issued, Subscribed and fully paid up capital				
9,993,467 Equity shares of Rs.10/- each		999.35		999.35
Total		999.35		999.35

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

	As at 31-03-2019		As at 31-03-2018	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	9993467	99934670	9993467	99934670
Add: Shares issued during the year	—	—	—	—
Less: Shares bought back during the year	—	—	—	—
Shares outstanding at the end of the year	9993467	99934670	9993467	99934670

b. Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rupees 10 per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, if any.

During the financial year company has paid an interim dividend of Rs. 20/- per equity share (previous year Rs. 10/- per equity share). Final dividend proposed to be paid is NIL per equity share (previous year Rs. NIL per equity share). The total distribution of dividend to the equity shareholders for the year is Rs. 20/- per equity share (previous year Rs. 10/- per equity share).

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

	31-03-2019		31-03-2018	
	Number	% holding	Number	% holding
Mr. Pavan Kumar Jain	1132219	11.33	1132219	11.33
Mr. Vivek Kumar Jain	1321791	13.23	1321791	13.23
Mr. Devansh Jain	2303218	23.05	2303218	23.05
Mrs. Nayantara Jain	1080032	10.81	1080032	10.81
Mrs. Nandita Jain	1031644	10.32	1031644	10.32
Mr. Siddharth Jain	2342586	23.44	2342586	23.44

5. RESERVES AND SURPLUS

	As at 31st March, 2019		(Rs. In lakhs) As at 31st March, 2018	
	Rupees	Rupees	Rupees	Rupees
Reconstruction Reserve				
Balance as per last Balance Sheet		639.52		639.52
Amalgamation Reserve				
Balance as per last Balance Sheet		75.76		75.76
Capital Redemption Reserve				
Balance as per last Balance Sheet		1462.50		1462.50
Statutory Reserve Fund*				
Balance as per last Balance Sheet	6356.00		5806.00	
Add: Transferred from Profit and Loss Account	550.00		550.00	
*Pursuant to Reserve Bank of India (Amendment) Act, 1947		6906.00		6356.00
General Reserve				
Balance as per last Balance Sheet	1601.25		1401.25	
Add: Transferred from Profit and Loss Account	200.00		200.00	
Balance at the end of the year		1801.25		1601.25
Surplus in the statement of Profit & Loss				
Balance as per last Balance Sheet	4949.84		3980.75	
Add: Profit for the year	2707.34		2718.44	
	7657.18		6699.19	
Less: Appropriations				
Interim Dividend	1998.69		999.35	
Proposed dividend	—		—	
Transfer to Statutory Reserve Fund	550.00		550.00	
Transfer to General Reserve	200.00		200.00	
Total Appropriations	2748.69		1749.35	
Balance at the end of the year		4908.49		4949.84
Total		15793.53		15084.87


INOX LEASING AND FINANCE LIMITED

(Rs. In lakhs)

	As at 31st March, 2019	As at 31st March, 2018
	Rupees	Rupees
6. LONG TERM LIABILITIES		
For lease hold land	—	—
7. LONG TERM PROVISIONS		
Provision for employee benefits		
– Gratuity	19.13	13.33
– Leave benefits	4.94	3.64
Total	24.07	16.96
8. TRADE PAYABLES		
Dues to Micro and Small Enterprises Others	—	—
Total	4.22	2.57
9. OTHER CURRENT LIABILITIES		
Unclaimed dividend (see note below)	114.84	111.56
Other current liabilities	12.11	10.41
Statutory dues and taxes	17.15	25.23
Total	144.10	147.20
<p>In respect of unpaid dividends, the actual amount to be transferred to the Investor Protection Fund shall be determined on the due date.</p>		
10. SHORT TERM PROVISIONS		
Provision for employee benefits		
— Gratuity	11.35	10.69
— Leave benefits	2.13	2.14
Total	13.48	12.83

11. TANGIBLE ASSETS

(Rs. In lakhs)

Sr. No.	Description of Asset	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As at 01.04.18	Addition during the year	Deletion during the year	As at 31.03.19	As at 01.04.18	Addition during the year	Deletion during the year	As at 31.03.19	As at 31.03.19	As at 31.03.18
1	BUILDINGS	31.29	—	—	31.29	24.01	0.35	—	24.36	6.93	7.26
2	FURNITURE & FIXTURES	64.70	15.05	—	79.75	43.54	7.68	—	51.23	28.52	21.15
3	VEHICLES	141.50	26.79	—	168.29	56.43	34.52	—	90.95	77.34	85.06
4	OFFICE EQUIPMENTS	46.58	2.45	—	49.03	33.99	6.00	—	39.99	9.04	12.59
	TOTAL	284.07	44.29	—	328.36	157.97	48.55	—	206.53	121.83	126.08
	PREVIOUS YEAR	262.68	21.37	—	284.05	111.77	46.20	—	157.97	126.08	—

11A. INTANGIBLE ASSETS

(Rs. In lakhs)

Sr. No.	Description of Asset	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As at 01.04.18	Addition during the year	Deletion during the year	As at 31.03.19	As at 01.04.18	Addition during the year	Deletion during the year	As at 31.03.19	As at 31.03.19	As at 31.03.18
1	COMPUTER SOFTWARE	1.58	0.39	—	1.97	1.42	0.28	—	1.70	0.28	0.16
	TOTAL	1.58	0.39	—	1.97	1.42	0.28	—	1.70	0.28	0.16
		1.58	—	—	1.58	0.43	1.00	—	1.42	1.15	—

12. NON CURRENT INVESTMENTS

(Long term, non-trade, at cost, unless otherwise stated)

Face Value	As at 31st March, 2019		As at 31st March, 2018	
	Nos.	Rs. in lacs	Nos.	Rs. in lacs

QUOTED

i) In Subsidiary Company					
Gujarat Fluorochemicals Limited (face value of Rs. 1/- each fully paid up)	1	57715310	1921.18	57715310	1921.18
Inox Leisure Limited (subsidiary of Gujarat Fluorochemicals Limited)	10	587461	257.20	587461	257.20
ii) In Other Companies					
Damania Capital Market Limited	10	124200	37.26	124200	37.26
Eastern Mining Limited	10	10300	3.30	10300	3.30
Konar Organics Limited	10	41100	4.11	41100	4.11
Rajinder Pipes Limited	10	8300	3.32	8300	3.32
Unified Agro Industries (India) Limited	10	1800	0.45	1800	0.45
W S Telesystem Limited	10	8300	3.32	8300	3.32
Orient Fabritex Limited	10	140000	14.00	140000	14.00
BOC India Limited	10	200	0.21	200	0.21
Ahmedabad Gases Limited	10	200	0.02	200	0.02
Bombay Oxygen Corpn. Limited	100	5	0.06	5	0.06
			2244.43		2244.43
Less: Provision for diminution in value of investments			60.99		60.99
			2183.44		2183.44
iii) Investments in Mutual Funds					
DSP BR FMP Series 217-40M-Grwoth	10	2000000.00	200.00	2000000.00	200.00
DSP BR FMP Series 224-39M-Grwoth	10	2094869.82	209.49	2094869.82	209.49
Franklin India FMP Series 1- Plan B-Growth	10	1000000.00	100.00	1000000.00	100.00
Franklin India FMP Series 2- Plan B-Growth	10	2000000.00	200.00	2000000.00	200.00
Franklin India FMP Series 3- Plan C-Growth	10	2906559.79	290.66	2906559.79	290.66
Franklin India FMP Series 2- Plan A-Growth	10	2000000.00	200.00	2000000.00	200.00
UTI FTIF Series XXVIII-IV-Growth	10	2000000.00	200.00	2000000.00	200.00
Aditya Birla Sun Life FTP Series RW(1202D)-Growth	10	2000000.00	200.00	—	—
Aditya Birla Sun Life FTP Series RY-Growth	10	2000000.00	200.00	—	—
Franklin India FMP Series 5 Plan B(1244D)-Growth	10	2000000.00	200.00	—	—
Franklin India FMP Series 5 Plan C(1259D)-Growth	10	2000000.00	200.00	—	—
HDFC FMP 1126D March-2019(1)-Growth	10	1325105.00	132.51	—	—
HDFC FMP 1224D Dec 2018(1)-REG-Growth	10	2000000.00	200.00	—	—
UTI FTIF Series XXX-XV(1223D)-Growth	10	2000000.00	200.00	—	—
			2732.66		1400.15


INOX LEASING AND FINANCE LIMITED

	Face Value	As at 31st March, 2019		As at 31st March, 2018	
		Nos.	Rs. in lacs	Nos.	Rs. in lacs
UNQUOTED					
i) In Equity shares					
Inox India Private Limited	10	419186.00	3187.50	419186.00	3187.50
Ideas & U Limited	10	500000.00	50.00	500000.00	50.00
			3237.50		3237.50
Less: Provision for dimunition in value of investments			50.00		50.00
			3187.50		3187.50
Investments in Bonds					
HUDCO 7.62% Tax Free Bond Oct'11	100000	250.00	250.00	250.00	250.00
HUDCO 8.14% Tax Free Bond	1000	20000.00	200.00	20000.00	200.00
IIFCL 8.01% Tax Free Bonds	1000200	20.00	200.04	20.00	200.04
IRFC 7.55% Tax Free Bond Oct'11	100000	250.00	250.00	250.00	250.00
NHAI 8.27% Tax Free Bonds	1000	20000.00	200.00	20000.00	200.00
NHAI 7.14% Tax Free Bonds	1000	14285.00	142.85	14285.00	142.85
PFC 8.20% Tax Free Bonds	1000	8544.00	85.44	8544.00	85.44
REC 7.93% Tax Free Bond	1000	12248.00	122.48	12248.00	122.48
PFC 7.19% Tax Free Bonds	1000	10000.00	100.00	10000.00	100.00
REC 8.01% Tax Free Bond 2013	1000	30000.00	300.00	30000.00	300.00
			1850.81		1850.81
Aggregate value of quoted investments			4977.09		3644.58
Market value of quoted investments			642446.88		456699.91
Aggregate value of unquoted investments			5088.31		5088.31
Aggregate provision for dimunition in value of investments			110.99		110.99
Total Investments			9954.41		8621.90

2 Investment in Property

(Rs. In lakhs)

Particulars	Gross Block (at cost)				Depreciation/Amortisation				Net Block	
	As at 01.04.18	Addition during the year	Deletion during the year	As at 31.03.19	As at 01.04.18	Addition during the year	Deletion during the year	As at 31.03.19	As at 31.03.19	As at 31.03.18
Leasehold Land	204.05	—	—	204.05	1.23	0.20	—	1.43	202.62	202.83
Buildings	752.96	—	—	752.96	187.54	27.52	—	215.06	537.90	565.41
TOTAL	957.01	—	—	957.01	188.77	27.72	—	216.49	740.52	768.24
PREVIOUS YEAR:	957.01	—	—	957.01	159.64	29.13	—	188.77	768.24	-

Total Non Current Investments (1+2)

10,694.93 9,390.14


INOX LEASING AND FINANCE LIMITED

(Rs. in lakhs)

13. LONG TERM LOANS AND ADVANCES

(Unsecured, considered good)

	As at 31st March, 2019 Rupees	As at 31st March, 2018 Rupees
Prepaid Expenses	0.79	—
Loans to employees	—	0.87
Advances recoverable in cash or in kind – Considered Good	60.60	60.60
Inter corporate Deposits - Others	—	—
Total	61.39	61.47

14. CURRENT INVESTMENTS

	Face Value Rs.	As at 31st March, 2019		As at 31st March, 2018	
		Nos.	Rs. in lakhs	Nos.	Rs. in lakhs
<u>Current Portion of Long Term Investment</u>					
DSP BR Short Term Fund -Growth	10	1014223.06	240.60	1014223.06	240.60
DSP BR Income Oppurtunities Fund-Growth	10	—	—	894076.92	250.00
Franklin Templeton India Short Term Income Plan-Growth	1000	—	—	25215.80	670.59
Aditya BSL Cash Manager Fund-Growth	10	—	—	69962.24	283.02
ICICI Prudential Flexible Income Plan-Growth	10	8092.67	28.26	31536.52	102.02
UTI Treasury Advantage Fund-Growth	10	—	—	22575.26	526.83
DSP BR Arbitrage Fund-Growth	10	600381.88	60.04	600381.88	60.04
Aditya BSL Corporate Bond Fund-Growth	10	—	—	3344267.06	420.36
ICICI Prudential Ultra Short Term Plan-Growth	10	—	—	182186.60	31.64
ICICI PRU Regular Savings Fund Growth	10	3363923.31	557.91	3363923.31	557.91
TATA Short Term Bond Fund-Growth	10	—	—	734845.65	200.00
UTI Short Term Income Fund Growth	10	—	—	3848354.69	739.48
Aditya Birla Sunlife Liquid Fund Growth	10	226838.30	651.34	—	—
Franklin India Liquid Fund-Growth	1000	1796.34	49.57	—	—
Franklin Templeton India Ultra Short Bond Fund-Grown	10	310415.05	75.00	—	—
ICICI PRU Liquid Plan-Growth	10	121077.24	320.00	—	—
UTI Liquid Cash Plan-Growth	10	38600.66	1155.05	—	—
Total			3137.77		4082.49



INOX LEASING AND FINANCE LIMITED

	(Rs. In lakhs)	
	As at 31st March, 2019 Rupees	As at 31st March, 2018 Rupees
15. TRADE RECEIVABLES		
(Unsecured, considered good, unless otherwise stated)		
Outstanding for a period exceeding six months	—	—
Others	68.85	111.90
Total	68.85	111.90
16. CASH AND CASH EQUIVALENTS		
Balances with banks in current accounts	32.00	31.69
Cash on hand	2.60	5.33
Total	34.60	37.02
17. OTHER BANK BALANCES		
Unpaid dividend account	114.84	111.56
Deposits with original maturity of more than 3 months but less than 12 months	500.00	0.00
Total	614.84	111.56
18. SHORT TERM LOANS AND ADVANCES		
(Unsecured, considered good, unless otherwise stated)		
Prepaid Expenses	2.23	2.02
Loans to employees	1.48	0.76
Security Deposits	65.66	66.75
Inter-corporate deposits - Others	—	150.00
Advance Income tax (net of provision)	118.77	60.26
Total	188.14	279.79
19. OTHER CURRENT ASSETS		
Interest accrued on Bank deposits	10.67	—
Interest accrued on Tax Free Bonds	63.74	63.77
Interest accrued on ICD's	0.00	13.98
Others	0.77	8.69
Total	75.18	86.43

**INOX LEASING AND FINANCE LIMITED**

	(Rs. In lakhs)	
	2018-19	2017-18
20. REVENUE FROM OPERATIONS		
Brokerage received	300.79	343.67
Dividend Income on long term investments		
i) from subsidiary company	2020.04	2020.04
ii) from others	0.33	0.26
on current investments		
Interest income		
on inter corporate deposits	2.16	15.45
on bank deposits	11.86	27.06
on tax free bonds	144.87	144.90
others	—	—
Total	2480.05	2551.38
21. OTHER INCOME		
Profit on sale of investments on long term investments	430.91	449.57
on current investments	133.11	45.57
Rent received	69.00	69.00
Total	633.02	564.14
22. EMPLOYEE BENEFIT EXPENSES		
Salaries and wages	72.01	63.28
Contribution to Provident fund and other fund	4.03	3.60
Gratuity	7.37	2.85
Staff Welfare expenses	6.78	4.71
Total	90.19	74.44
23. DEPRECIATION AND AMORTIZATION EXPENSES		
Depreciation on Tangible assets	48.55	46.20
Depreciation on InTangible assets	0.28	1.00
Depreciation on Investment property	27.52	28.93
Amortization of Investment property	0.20	0.20
Total	76.55	76.33
24. OTHER EXPENSES		
Rates & Taxes	1.64	3.25
Legal & Professional Expenses	12.25	33.04
Rent paid	12.00	12.00
Insurance	3.11	1.80
General Repairs	6.19	14.22
Corporate social responsibility expenses (see Note 35)	15.30	13.65
Miscellaneous Expenses	72.83	59.05
Total	123.32	137.01

**INOX LEASING AND FINANCE LIMITED****25. Change in the estimate of useful life of fixed assets**

Company has adopted the useful lives of various fixed assets as specified in Schedule II of the Companies Act, 2013, with effect from April 1, 2014. Further, the carrying amount of fixed assets as at 1st April 2014 is being depreciated over the revised remaining useful life of the assets.

26. Disclosure required under section 186(4) of Companies Act, 2013**a. Contingent Liabilities**

Corporate guarantee given by the company to ICICI Bank in respect of loan taken by Inox India Pvt. Ltd. for general business purpose, USD 8.49 million (previous year USD 17.55 million) and to Aditya Birla Finance Ltd. Rs. 54.60 crores (previous year Rs. 67.20 crores) respectively. Inox India Limited has fully liquidated the loan to ICICI Bank during the current year 2018-19.

b. Inter Corporate Deposit

Inter Corporate Deposit (ICD) of Rs.150 lakhs (previous year Rs. 150 lakhs) given to INOX FMCG Pvt. Ltd. for general business purposes. The said ICD has been returned by INOX FMCG Pvt. Ltd. during the current year 2018-19.

c. Letter of Comfort

Company has issued a Letter of Comfort to IndusInd Bank Limited for credit facilities of Rs. 2500 lakhs (previous year Rs. 1500 lakhs to RBL Ltd.) granted by them to INOX FMCG Limited. In the current year, the said facilities have been fully satisfied by INOX FMCG Limited.

27. The major components of the net deferred tax liability are as under:

(Rs. In lakhs)

Particulars	2018-19	2017-18
Deferred Tax Liability - Deferred Tax Assets:	—	—
Provision for retirement benefits	2.49	8.21
Depreciation (on account of difference between tax depreciation and depreciation charged in the books)	17.21	12.45
Expenses allowable on payment basis	1.92	1.76
Total assets	21.62	22.42

28. Payments to the firm of auditors:

Particulars	2018-19	2017-18
Audit Fees	1.35	1.35
Tax Audit Fees	0.80	0.80
For Other services	1.10	0.79
Total	3.25	2.94

29. Earnings and expenditure in foreign currency:

	—	—
--	---	---

30. The Particulars of dues to Micro, Small and Medium Enterprises under Micro, Small and Medium Enterprises Development Act, 2006.

There is no amount due to "Micro or Small Enterprises" under Micro, Small and Medium Enterprises Act, 2006. The above information has been determined to the extent such parties have been identified on the basis of the information available with the company.

31. Segment Reporting

The company is engaged primarily in the business of investments and accordingly there are no separate reportable segments as prescribed under AS-17 of Companies (Accounting Standards) Rules, 2006.

	(Rs. In lakhs)	
	2018-19	2017-18
32. Disclosure as required by Accounting Standard - AS 19	Rupees	Rupees
on "Leases"		
In respect of Assets given on Operating Lease:		
Gross carrying amount of asset given on operating lease included in Buildings of Fixed Assets	14.86	14.86
Accumulated Depreciation as at the end of the year	12.22	12.09
Depreciation for the year	0.13	0.14
Future minimum lease payments-		
(a) Not later than one year	—	69.00
(b) Later than one year and not later than five years	—	34.50
Later than five years		
General description		
Asset given on operating lease is Office Premises.		
The non-cancellable initial tenure is for three years, which can be further extended at the mutual option of both the parties.		
The lease has been terminated w.e.f. 31st March, 2019.		
In respect of assets taken on operating lease:		
Payable in future		
Not later than one year	12.00	12.00
Later than one year and not later than five years	—	—
Later than five years	—	—

The company's significant leasing arrangements are in respect of operating leases for premises taken on lease. Generally, these lease arrangements are non-cancellable, for a period of 11 months and are usually renewable by mutual consent on mutually agreeable terms. The aggregate lease rentals are charged as expenses in the Statement of Profit and Loss.

33. Related party disclosures as required by Accounting Standard (AS18) are as under:

Names of Related Parties:

A) Where control exists:

Subsidiary Company:

Gujarat Fluorochemicals Limited

Inox Leisure Limited

(Subsidiary Company of Gujarat Fluorochemicals Limited)

B) Key Management Personnel

Mr. P.K. Jain (Managing Director)

C) Other related parties with whom there are transactions during the year:

Enterprises over which key management personnel or his relative has significant influence

— Rajni Farms Private Limited

— Inox India Private Limited (Previously Inox India Limited)

— Inox FMCG Private Limited


INOX LEASING AND FINANCE LIMITED

(ii) Particulars of Transactions:

(Rs. In lakhs)

Particulars	Subsidiary Company and sub-subsidiary company	Enterprises over which KMP has significant influence	Key Management Personnel	Total
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
(A) Transactions during the year				
Rent received				
Gujarat Fluorochemicals Ltd	57.50 (69.00)			57.50 (69.00)
Dividend received				
Gujarat Fluorochemicals Ltd	2020.04 (2020.04)			2020.04 (2020.04)
Reimbursement of expenses (received)				
Gujarat Fluorochemicals Ltd	2.43 (2.52)			2.43 (2.52)
Rent paid				
Rajni Farms Pvt Ltd.		12.00 (12.00)		12.00 (12.00)
Interest received				
Inox FMCG Private Limited		2.19 (15.45)		2.19 (15.45)
(B) Amounts outstanding				
Amount receivable				
Deposit paid				
Rajni Farms Pvt Ltd.		60.00 (60.00)		60.00 (60.00)
Rent receivable				
Gujarat Fluorochemicals Ltd	11.50 (—)			11.50 (—)
Reimbursement of expenses				
Gujarat Fluorochemicals Ltd	0.77 (0.77)			0.77 (0.77)
Inter-corporate Deposit paid				
Inox FMCG Private Limited		— (150.00)		— (150.00)
Interest accrued				
Inox FMCG Private Limited		— (15.45)		— (15.45)

34 Employee Benefits

- a) Defined Contribution Plans: Contribution to Provident Fund of Rs. 4.03 lakhs (Previous year Rs. 3.75 lakhs is recognised as an expense and included in Contribution to Provident and Other Funds in the Profit and Loss.
- b) Defined Benefit Plans: The amounts recognized in respect of Gratuity and Leave Encashment - as per Actuarial Valuation as on 31st March, 2019.

(Amount Rs. In lacs)

Particulars	Gratuity		Leave Encashment	
	As at 31.03.2019	As at 31.03.2018	As at 31.03.2019	As at 31.03.2018
Change in Benefit Obligation				
Liability at the beginning of the year	24.01	21.16	5.78	5.73
Interest Cost	1.77	1.42	0.42	0.38
Current Service Cost	1.88	1.65	0.35	0.19
Past Service Cost	—	0.42		
Benefit paid	(0.89)	0	(0.29)	0
Actuarial (Gain)/Loss	3.72	(0.64)	0.80	(0.53)
Liability at the end of the year	30.49	24.01	7.06	5.77
Expenses recognized in the Profit and Loss Account				
Interest Cost	1.77	1.42	0.42	0.38
Current Service Cost	1.88	1.65	0.35	0.19
Past Service Cost	—	0.42		
Actuarial (Gain)/Loss	(0.89)	(0.64)	0.80	(0.53)
Expenses recognized in the Profit and Loss Account	7.37	2.85	1.58	0.04
Actuarial Assumptions				
Discount Rate	7.5%	7.5%	7.5%	7.5%
Salary Escalation Rate	10%	10%	10%	10%
Retirement Age		58 years		58 years
Mortality - Previous year		LIC (1994-96) published table of rates		
- Current year		IALM (2006-08) Ult		

The above defined benefit plans are unfunded. The estimate of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

35 Corporate Social Responsibility (CSR)

- a) The gross amount required to be spent by the company during the year towards Corporate Social Responsibility (CSR) is Rs. 15.30 lakhs (previous year Rs. 13.65 lakhs)
- b) Amount spent during the year on:

Particulars	In cash	Yet to be paid in cash	Total
i) Construction/acquisition of any fixed assets	— (—)	— (—)	— (—)
ii) On purposes other than (i) above - Donations	15.30 (13.65)	— (—)	15.30 (13.65)



INOX LEASING AND FINANCE LIMITED

36 Basic and diluted Earning per share:

Basic and Diluted Earnings have been calculated as follows:

Profit after taxation (Rs in lakhs)	2707.34	2718.44
No. of equity shares outstanding at the beginning of the year	9993467	9993467
No. of equity shares outstanding at the end of the year	9993467	9993467
Nominal value of each share (Rs).	10	10
Basic and diluted Earnings per Share (Rs)	27.09	27.20

As per our report of even date attached
for **S.C. BANDI & CO.**
Chartered Accountants

S.C.BANDI
Proprietor
Membership No. 16932

Place: Mumbai
Date: 29th August, 2019

On behalf of the Board of Directors

VIJAY SAXENA
Company Secretary

D. K. JAIN
Chairman

P. K. JAIN
Managing Director

Place: Delhi
Date: 29th August, 2019

Schedule appended to the Balance Sheet of a non-deposit taking non-banking financial company (as required in terms of Paragraph 13 of Non Banking Financial Company Systemically Important Non-Deposit taking company and Deposit taking company (Reserve Bank) Directions, 2016

(Rs. in Lakhs)

Particulars	2018-19		2017-18	
	Amount outstanding	Amount Overdue	Amount outstanding	Amount Overdue
Liabilities Side				
(1) Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not <u>paid</u> :				
(a) Debentures : Secured	—	—	—	—
: Unsecured (other than falling within the meaning of public deposit*)	—	—	—	—
(b) Deferred Credits	—	—	—	—
(c) Term Loans	—	—	—	—
(d) Inter -corporate Loans and borrowing	—	—	—	—
(e) Commercial Paper	—	—	—	—
(f) Public Deposits	—	—	—	—
(g) Other Loans (Specify nature)	—	—	—	—

(Rs. in Lakhs)

Assets Side	Current year Amount outstanding	Previous year Amount outstanding
(2) Break-up of Loans and Advances including bills receivables other than those included in 3 below:		
(a) Secured	—	—
(b) Unsecured	318.38	453.16
(3) Break up of Leased assets and stock on hire and other assets counting towards AFC activities		
(i) Lease assets including lease rentals under sundry debtors:		
(a) Financial Lease	—	—
(b) Operating Lease	—	—
(ii) Stock on hire including hire charges under sundry debtors:		
(a) Assets on hire	—	—
(b) Repossessed Assets	—	—
(iii) Other loans counting towards AFC activities		
(a) Loans where assets have been repossessed	—	—
(b) Loans other than (a) above	—	—



INOX LEASING AND FINANCE LIMITED

Assets Side	Current Year Amount outstanding	Previous Year Amount outstanding
(4) Break -up of Investments: (net of provision for dimunition) (as per AS 13)		
<u>Current Investmenmts</u>		
1. Quoted:		
(I) Shares :		
(a) Equity	—	—
(b) Preference	—	—
(ii) Debentures and Bonds	—	—
(iii) Units of Mutual Funds*	3137.77	4082.49
(iv) Government Securities	—	—
(v) Others (Please specify)	—	—
* Current portion of long term investments		
2. Unquoted:		
(I) Shares :		
(a) Equity	—	—
(b) Preference	—	—
(ii) Debentures and Bonds	—	—
(iii) Units of Mutual Funds	—	—
(iv) Government Securities	—	—
(v) Others (Please specity)	—	—
<u>Long Term investments:-</u>		
1. Quoted:		
(I) Shares		
(a) Equity	2183.44	2183.44
(b) Preference	—	—
(ii) Debentures and Bonds	—	—
(iii) Units of mutual funds	2732.66	1400.15
(iv) Government Securities	—	—
(v) Others (please specify)	—	—
2. Unquoted:		
(I) Shares		
(a) Equity	3187.50	3187.50
(b) Preference	—	—
(ii) Debentures and Bonds	—	—
(iii) Units of mutual funds	—	—
(iv) Government Securities	—	—
(v) Others - Tax free Bonds	1850.81	1850.81
TOTAL	<u>13410.56</u>	<u>13157.55</u>

(5) Borrower group-wise classification of loans and advances (including other Current Assets)

(Rs. in Lakhs)

Category	Current year			Previous year		
	Secured	Unsecured	Total	Secured	Unsecured	Total
1. Related Parties						
a) Subsidiaries*	---	---	---	---	---	---
b) Companies in the same group**	---	60.00	60.00	---	210.00	210.00
c) Other related parties	---	---	---	---	---	---
2. Other than related parties	---	258.38	258.38	---	243.16	243.16
Total		318.38	318.38		453.16	453.16

**Inter corporate deposit and Security deposit paid for lease of property.

(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

(Rs. in Lakhs)

Category	Current year		Previous year	
	Market value/ Break up or fair value or NAV	Book Value (Net of Provisions)	Market value/ Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties				
a) Subsidiaries (including their subsidiaries and same group companies)	639544.98	2178.38	452079.25	2178.38
b) Other related parties	3187.50	3187.50	3187.50	3187.50
2. Other than related parties	8159.06	7726.23	7897.34	7338.50
Total	650891.54	13092.11	463164.09	12704.38

** Break up or fair value of investments in unquoted equity shares has been taken at Book Value.

(7) Other information

Current year

Previous year

Particulars	Amount	Amount
(i) Gross Non -Performing Assets		
(a) Related Parties	---	---
(b) Other than related parties	---	---
(ii) Net Non -Performing Assets		
(a) Related Parties	---	---
(b) Other than related parties	---	---
(iii) Assets acquired in satisfaction of debt	---	---

On behalf of the Board of Directors

VIJAY SAXENA
 Company Secretary

D. K. JAIN
 Chairman

P. K. JAIN
 Managing Director

 Place: Delhi
 Date: 29th August, 2019



INOX LEASING AND FINANCE LIMITED

INOX LEASING AND FINANCE LIMITED

CONSOLIDATED ANNUAL ACCOUNTS

2018-2019



Independent Auditor's Report on the Consolidated Financial Statements

Report on the Audit of the Consolidated Financial Statements

Opinion

I have audited the accompanying consolidated financial statements of Inox Leasing and Finance Limited ("the Holding Company") and its subsidiaries, its associates and jointly controlled entities (together referred to as 'Group'), which comprise the Consolidated Balance Sheet as at 31 March 2019, the Consolidated Statement of Profit and Loss, the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information ("the consolidated financial statements").

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, of the consolidated state of affairs of the Company as at 31 March 2019, the profit, changes in equity and its cash flows for the year ended on that date

Basis for Opinion

I conducted my audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. My responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of my report. I am independent of the Group and its associates and joint ventures in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to my audit of the Consolidated financial statements under the provisions of the companies act 2013 the Act and the Rules made there under, and I have fulfilled my ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion on the consolidated financial statements.

Information Other than the consolidated Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report, including Annexures to Board's Report but does not include the consolidated financial statements and my auditor's report thereon.

My opinion on the consolidated financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated financial statements, my responsibility is to read the other information of the joint operations, subsidiaries, joint ventures and associates audited by other auditor and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or my knowledge obtained during the course of my audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Other Matter

I did not audit the financial statements of subsidiaries whose financial statements reflect total assets of Rs.1165524.26 lakhs as at 31 st March 2019 total revenue of Rs.575780.64 lakhs and net cash outflow amounting to Rs.(-) 3651.97 lakhs for the year ended 31 st March 2019, as considered in the consolidated financial statements, in respect of the jointly controlled entity, whose financial statements have not been audited by me. These financial statements have been audited by other auditor whose report has been furnished to us by the Management and my opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the jointly controlled entity, and my report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid jointly controlled entity is based solely on the report of the other auditor. My opinion on the consolidated financial statements, and my report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to my reliance on the work done and the reports of the other auditor.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) with respect to the preparation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the



INOX LEASING AND FINANCE LIMITED

consolidated financial position, consolidated financial performance, consolidated statement of changes in equity and consolidated cash flows of the Group including its joint ventures in accordance with the accounting principles generally accepted in India.

The respective Board of Directors of the group and its jointly controlled entity included in the consolidated financial statements are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the Company and its jointly controlled entity included in the consolidated financial statements are responsible for assessing the ability of the company to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Company and its jointly controlled entity included in the consolidated financial statements is responsible for overseeing the financial reporting process of each Company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

My objective is to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with SAs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, I am also responsible for expressing my opinion on whether the holding Company and its jointly controlled entity have adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group Company and its jointly controlled entity ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company and its jointly controlled entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group and its jointly controlled entity to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which I am the independent auditor. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. I remain solely responsible for my audit opinion.



I communicate with those charged with governance of the Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by section 143(3) of the Act, based on my audit and on the consideration of report of the other auditor on separate financial statements of a jointly controlled entity as was audited by other auditor, as noted in the 'Other Matters' paragraph, I report, to the extent applicable, that:
 - (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit of the aforesaid consolidated financial statements.
 - (b) In my opinion, proper books of account as required by law relating to the preparation of the aforesaid financial statements have been kept so far as it appears from my examination of those books and the reports of the other auditors.
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - (d) In my opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors of the Company as on 31st March, 2019 taken on record by the Board of Directors of the Company and on the basis of report of the Independent auditor of its jointly controlled entity incorporated in India, none of the directors of the Company and its jointly controlled entity incorporated in India are disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and its jointly controlled entity incorporated in India and the operating effectiveness of such controls, refer to my separate report in Annexure. My report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements of the Company and its jointly controlled entity which is a company incorporated in India.
2. 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 my opinion and to the best of my information and according to the explanations given to me and based on the consideration of the reports of the other auditors on separate financial statement of jointly controlled entity as noted in the 'Other matters' paragraph:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Company and its jointly controlled entity;
 - ii. The Company and its jointly controlled entity has made provision, as required under the applicable law or accounting standards including the Ind AS, for material foreseeable losses on long-term contracts including derivative contracts and
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company and Gujarat Fluorochemicals Limited its subsidiary company.. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the other jointly controlled entity incorporated in India.

For S.C.BANDI & CO
Chartered Accountants
Firm Registration No. 130850W

S.C.BANDI
Proprietor
Membership No. 016932
UDIN: 19016932AAAACL5327

Place: Mumbai
Date: 29th August, 2019



INOX LEASING AND FINANCE LIMITED

Annexure to Independent auditor's report to the members of Innox Leasing and Finance Limited

Report on the Audit of the Consolidated Financial Statements

on the consolidated financial statements for the year ended 31st March 2019 – referred to in paragraph (f) under the heading "Report on Other Legal and Regulatory Requirements" of my report of even date.

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

In conjunction with my audit of the consolidated financial statements of Innox Leasing and Finance Limited

Report on the Audit of the Consolidated Financial Statements

(hereinafter referred to as "the Company") as of and for the year ended March 31 2019, I have audited the internal financial controls system with reference to financial statements of the Company and its jointly controlled entity which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Company and its jointly controlled entity which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 (the "Act").

Auditor's Responsibility

My responsibility is to express an opinion on the Company's and its jointly controlled entity which are companies incorporated in India, internal financial controls with reference to financial statements based on my audit. I conducted my audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by ICAI. Those Standards and the Guidance Note require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness.

My audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal financial control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the internal financial controls system with reference to financial statements of the Company and its jointly controlled entity which are companies incorporated in India.



Meaning of Internal Financial Controls with reference to financial statements

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

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

Opinion

In my opinion, the Company and its jointly controlled entity which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31st March 2019, based on the internal control with reference to financial statements criteria established by the Company and its jointly controlled entity, considering the essential components of internal financial control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by ICAI.

Other matters

My aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements insofar as it relates to its jointly controlled entity, which is a company incorporated in India, is based on the corresponding report of the auditor of such company.

For S.C.BANDI & CO
Chartered Accountants
Firm Registration No. 130850W

S.C.BANDI
Proprietor
Membership No. 016932
UDIN: 19016932AAAAACL5327

Place: Mumbai
Date: 29th August, 2019



INOX LEASING AND FINANCE LIMITED

Consolidated Balance Sheet of Inox Leasing and Finance Limited and its Subsidiary Companies as at 31st March, 2019

		(Rs. in Lakhs)	
	Note No.	As at 31st March, 2019	As at 31st March, 2018
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	4	999.35	999.35
(b) Reserves and surplus	5	315889.32	256305.93
		316888.67	257305.28
(2) Minority interest			
(3) Non-current liabilities			
(a) Long-term borrowings	6	57256.54	59541.60
(b) Deferred tax liabilities (net)	47(i)	37301.59	34375.58
(c) Other long-term liabilities	7	9224.07	5195.84
(d) Long-term provisions	8	4032.88	3734.91
		107815.08	102847.93
(4) Current liabilities			
(a) Short-term borrowings	9	128997.20	107281.59
(b) Trade payables	10	128615.12	84160.46
(c) Other current liabilities	11	84398.10	100170.34
(d) Short-term provisions	12	3967.99	2816.61
		345978.41	294429.00
TOTAL		1180312.36	994691.18
II. ASSETS			
(1) Non-current assets			
(a) Goodwill on consolidation (net)	1(C)	2306.95	2306.95
(b) Fixed assets			
(i) Tangible assets	13	430020.36	378119.79
(ii) Intangible assets	14	8333.66	9499.78
(iii) Capital work-in-progress		77081.63	74425.95
(c) Deferred tax assets (net)	47(ii)	9602.68	6588.55
(d) Non-current investments	15	57830.13	49425.37
(e) Long-term loans and advances	16	144167.90	75898.67
(f) Other non-current assets	17	1033.30	923.79
		730376.61	597188.85
(2) Current assets			
(a) Current investments	18	6181.90	11411.68
(b) Inventories	19	159797.91	131391.84
(c) Trade receivables	20	214256.62	195633.85
(d) Cash and bank balances	21	21248.90	19668.85
(e) Short-term loans and advances	22	45757.83	36835.29
(f) Other current assets	23	2692.59	2560.82
		449935.75	397502.33
TOTAL		1180312.36	994691.18

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

As per our report of even date attached
for **S.C. BANDI & CO.**
Chartered Accountants

On behalf of the Board of Directors

S.C.BANDI
Proprietor
Membership No. 16932

VIJAY SAXENA
Company Secretary

D. K. JAIN
Chairman

P. K. JAIN
Managing Director

Place: Mumbai
Date: 29th August, 2019

Place: Delhi
Date: 29th August, 2019



Consolidated Statement of Profit and Loss of Inox Leasing and Finance Limited and its Subsidiary Companies for the year ended 31st March, 2019

	Note No.	2018-2019	2017-2018
I. Revenue from operations	24	561921.24	402383.91
Less: Excise Duty		0	2872.56
		561921.24	399511.35
II. Other income	25	14883.43	15604.15
III. Total Revenue (I + II)		576804.67	415115.50
IV. Expenses:			
Cost of materials consumed	26	195175.42	67177.85
Purchases of stock-in-trade	27	58.32	0
Changes in inventories of finished goods, work-in-progress stock-in-trade & by-products	28	(23984.40)	10204.86
Employee benefits expense	29	39145.88	34802.52
Finance costs	30	22498.75	28085.12
Depreciation and amortization expense	31	33546.30	30265.70
Impairment loss		82.00	309.55
Other expenses	32	250410.43	239835.87
Total expenses		516932.70	410681.47
V. Less: Expenditure capitalized		(19757.91)	(18211.15)
VI. Net Expenditure		497174.19	392470.32
VII. Profit before exceptional items and tax (III-VI)		79629.88	22645.18
VIII. Exceptional items	46	(1323.69)	3601.42
IX. Profit before tax (VII+VIII)		78306.19	26246.60
(A) Tax expense:			
(1) Current tax		29660.34	19450.01
(2) MAT credit entitlement		(76.46)	(38.34)
(3) Deferred tax		(1547.79)	(10195.82)
(B) Taxation pertaining to earlier years	34	(83302.66)	(5486.04)
		(55266.57)	3729.81
Profit for the year (IX-X)		133572.76	22516.79
Less : Share of minority interest in profit		(63914.96)	(8006.18)
Add: Share in profit of associates	1(A)(j)	(23.88)	(1.56)
Net Profit (XI-XII+XIII)		69633.92	14509.05
Basic & diluted Earnings Per Share of Rs 10 each (in Rs.)	49	696.79	145.18

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

As per our report of even date attached
for **S.C. BANDI & CO.**
Chartered Accountants

S.C.BANDI
Proprietor
Membership No. 16932

Place: Mumbai
Date: 29th August, 2019

On behalf of the Board of Directors

VIJAY SAXENA
Company Secretary

D. K. JAIN
Chairman

P. K. JAIN
Managing Director

Place: Delhi
Date: 29th August, 2019



Consolidated Statement of Cash Flows for the year ended March 31, 2019

	2018-19	2017-18
Cash flow from operating activities		
Profit for the year	133572.75	22516.79
Adjustments for :		
Tax expense	(55266.56)	3729.82
Depreciation and amortisation	33546.29	30265.70
Loss on asset held for sale	0.00	102.76
Loss on retirement /disposal of fixed assets (net)	(87.32)	1085.32
Allowance for doubtful deposits and advances	29.22	186.05
Allowance for doubtful advances	0.00	423.83
Bad debts and remissions	173.74	2954.79
Liabilities and provisions no longer required written back	(835.16)	(851.37)
Deposits and advances written off	0.00	63.61
Amounts written-off	279.88	854.28
Reversal of MTM loss on derivative	0.00	(4.64)
Exchange difference on translation of assets and liabilities	171.44	68.89
Unrealised Foreign exchange Loss /(gain) -net	(299.04)	(2182.55)
Unrealised MTM (gain)/loss on Financial Assets and Derivatives	(779.68)	(1282.38)
Expense on ESOP	126.10	179.49
Allowance for doubtful trade receivables (net of reversal)	(32.38)	148.30
Impairment loss on Goodwill and Property, plant & equipment	82.00	309.55
Share of (profit)/loss of a joint venture/associate	23.88	0.00
Income in respect of investing activities (net)	(9568.22)	(14208.35)
Finance Costs	22498.75	28085.12
	(9937.06)	49928.22
Operating profit before working capital changes	123635.69	72445.01
Adjustments for :		
Increase/(decrease) in provisions	1015.08	664.92
Increase/(decrease) in trade payables	57622.99	(24001.24)
Increase / (Decrease) in other liabilities	12162.27	27766.99
Increase / (Decrease) in loans	(3345.25)	(2776.24)
(Increase)/decrease in inventories	(25967.47)	(28084.53)
(Increase)/decrease in trade receivables	(44352.83)	71158.43
(Increase)/decrease in other assets	(16122.83)	(14348.22)
	(18988.04)	30380.11
Cash generated from operations	104647.65	102825.10
Income-tax paid (net)	(7805.22)	(23560.48)
Net cash generated from operating activities	96842.43	79264.62
Cash flow from investing activities		
Purchase of Property, Plant and Equipments (including change in capital work in progress and capital creditors/capital advances)	(92881.85)	(99691.60)
Acquisition of other intangible assets	(308.88)	(231.50)

**Consolidated Statement of Cash Flows for the year ended March 31, 2019**

Proceeds from disposal of property, plant and equipment	1655.49	175.30
Investment in Subsidiary Company	0.00	(9.00)
Sale of investment in Joint Venture	0.00	0.00
Proceeds from partial disinvestment in subsidiary	0.00	15807.53
Purchase of non current investments	(3583.48)	(5321.96)
Sale/redemption of non current investments	3759.71	10483.63
Maturity of Government securities	41.30	
Purchase of other investments	(93352.76)	(101731.40)
Deposits placed with banks	(500.00)	0.00
Redemption of other investment	103008.61	115086.81
Sale of assets under slump sale	0.00	102316.36
Inter-corporate deposits given	(3804.34)	(3030.19)
Inter-corporate deposits received back	3077.62	1580.00
Interest and Dividend received (net of expenses)	1458.14	8417.30
Investment in associate companies	(7000.00)	0.00
Payments towards business combination consideration payable	(72.24)	(5.32)
Movement in Bank fixed deposits	(4688.53)	17271.41
Net cash used in investing activities	(93191.21)	61117.37
Cash flow from financing activities		
Issue of shares	5.00	0.00
Shares issued under ESOP by a subsidiary	6.47	0.00
Proceeds from issue of share capital	4.90	0.00
Share issue expenses	(67.79)	0.00
Proceeds from borrowings - non current	30943.28	57861.46
Repayment of borrowings - non current	(33783.23)	(102068.12)
Proceeds from/(repayment of) short term borrowings (net)	23092.61	(79366.05)
Finance lease payments	(31.24)	(36.46)
Finance costs (22861.91)	(25854.99)	
Dividend paid (Including Tax on Dividend)	(6633.74)	(3606.76)
Net cash generated from / (used in) financing activities	(9325.65)	(153070.92)
Net increase/(decrease) in cash and cash equivalents	(3654.39)	(12688.93)
Cash and cash equivalents as at the beginning of the year	11100.06	23775.12
Cash and cash equivalents on acquisition of subsidiary	0.00	13.87
Cash and cash equivalents as at the end of the year	7445.67	11100.06

As per our report of even date attached
for **S.C. BANDI & CO.**
Chartered Accountants

S.C.BANDI
Proprietor
Membership No. 16932

Place: Mumbai
Date: 29th August, 2019

On behalf of the Board of Directors

VIJAY SAXENA
Company Secretary

D. K. JAIN
Chairman

P. K. JAIN
Managing Director
Place: Delhi
Date: 29th August, 2019

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019****1. Corporate Information:-**

Inox Leasing and Finance Limited ("ILFL" or the "Company" or "Parent Company") is a public company engaged in the business of financial services, investment in shares, bonds and units of mutual funds and earns 'brokerage income on investments in mutual funds etc.

The company is the holding company of Gujarat Fluorochemicals Limited. ("GFL") .

The Consolidated Financial Statements ("CFS") relate to ILFL, its subsidiaries, joint ventures of its subsidiaries and an associate of a subsidiary company (collectively referred to as the "Group").

(A) The subsidiary companies, joint ventures and associate considered in CFS are:**(a) Subsidiary of the Company:-**

Name of the Company	Country of incorporation	Proportion of ownership interest	
		As at 31st March 2019	As at 31st March 2018
Gujarat Fluorochemicals Limited (GFL)	India	52.54%	52.54%
Inox Leisure Limited (ILL) subsidiary of GFL	India	0.57%	0.61%

DEMERGER OF THE CHEMICAL BUSINESS OF GUJARAT FLUORO CHEMICALS LIMITED

The Scheme of Arrangement (Demerger) ("the Scheme") between Gujarat Fluorochemicals Limited (Applicant Demerged Company or GFL1) and Inox Fluorochemicals Limited (Applicant Resulting Company or GFL2) which inter alia, envisaged for the Demerger of Chemical business (collectively called as 'the Chemical Business Undertaking') of GFL1 into the Resulting Company was approved by the Board of Directors of GFL1 and GFL2 in their respective Board meetings held on 14th November, 2018 and 12th December, 2018. The Scheme of Arrangement was also approved by the Equity Shareholders, Secured Creditors and Unsecured Creditors of the GFL 1 at their meeting held on 11th May, 2019 pursuant to the Order dated 28th March, 2019 of the National Company Law Tribunal, Ahmedabad Bench.

The Scheme, pursuant to the petition filed by GFL1 and GFL 2 received the sanction of the National Company Law Tribunal, Ahmedabad Bench vide its Order dated 4th July, 2019 which was received by the Company on 15th July, 2019 and the Scheme came into effect from 16th July, 2019. Subsequent thereto, the transfer of Chemical Business Undertaking of Demerged Company into the Resulting Company i.e Inox Fluorochemicals Limited with effect from the Appointed Date, April 1, 2019 has been completed.

CHANGE OF NAME OF GUJARAT FLUORO CHEMICALS LIMITED

Pursuant to the sanction of the Scheme of Arrangement (Demerger) ("the Scheme") between Gujarat Fluorochemicals Limited (Applicant Demerged Company or GFL1) and Inox Fluorochemicals Limited (Applicant Resulting Company or GFL2) by the National Company Law Tribunal, Ahmedabad Bench vide its Order dated 4th July, 2019 and as the Group has always been known as GFL, the name of the Demerged Company i.e Gujarat Fluorochemicals Limited is changed to GFL Limited w.e.f 17th July, 2019 after according the requisite approvals.

The Group is engaged in:

- chemical business viz. manufacturing and trading of refrigeration gases, anhydrous hydrochloric acid, caustic soda, chlorine, chloromethane, polytetrafluoroethylene (PTFE) and post-treated polytetrafluoroethylene (PTPTFE)
- manufacture and sale of wind turbine generators (WTGs) and providing Erection, Procurement and Commissioning (EPC) services, Operations and Maintenance (O&M) services, wind farms development services and common infrastructure facilities for WTGs.
- operating and managing multiplexes and cinema theatres
- generation and sale of wind energy

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(B) The subsidiary companies, joint ventures and associate considered in CFS are:

Details of subsidiaries at the end of the reporting period are as follows.

a) Subsidiaries of Gujarat Fluorochemicals Limited (GFL)

Name of Subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group	
			31st March, 2019	31st March, 2018
Inox Leisure Limited (ILL)	Operating and mangaing multiplex theatres and cinemas in India	India	51.32%	48.09%
Inox Infrastructure Limited (IIL)	Real estate and property development	India	100.00%	100.00%
Inox Wind Limited (IWL)	Manufacture and sale of Wind Turbine Generators (WTGs). It also provides Erection, Procurement and Commissioning (EPC), Operations and Maintainance (O&M) and Common Infrastructure Facilities services for WTGs and Wind Farm development services.	India	56.98%	56.98%
Inox Renewables Limited (IRL)	Generation and sale of wind energy and providing services for Erection, Procurement and Commissioning (EPC) of wind farms	India	100.00%	100.00%
Inox Fluorochemicals Limited	See Note 1: Group information	India	100.00%	0.00%
Gujarat Fluorochemicals Americas, LLC (GFL Americas)	Trading of Polytetrafluorethylene (PTFE) and al lied products	USA	100.00%	100.00%
Gujarat Fluorochemicals Singapore Pte. Limited	Investment activities.	Singapore	100.00%	100.00%
Gujarat Fluorochemicals GmbH, Germany many (GFL GmbH)	Trading of Polytetrafluorethylene (PTFE) and allied products	Germany	100.00%	100.00%

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019****b) Subsidiary of GFL Singapore Pte.Limited**

Name of Subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group	
			31st March, 2019	31st March, 2018
GFL GM Flourspar SA	Exploration of fluorspar mines and sale of resultant fluorspar.	Morocco	74.00%	74.00%

c) Subsidiaries of Inox Leisure Limited (ILL)

Name of Subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group	
			31st March, 2019	31st March, 2018
Shouri Properties Private Limited	Holds a license to operate a multiplex cinema theatre which is operated by Inox Leisure Limited.	India	99.29%	99.29%
Swanston Multiplex Cinemas Private Limited (SMCPL)	SMCPL was engaged in the business of operating a multiplex and has ceased its operations since July 2012.	India	100.00%	See note below
Inox Leisure Limited - Employees Welfare Trust	Manages the ESOP Scheme of Inox Leisure Limited	India	Controlled by Inox Leisure Limited	
Inox Benefit Trust	Holds treasury shares for the benefit of Inox Leisure Limited	India	Controlled by Inox Leisure Limited	

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019
d) Subsidiaries of Inox Wind Limited (IWL)

Name of Subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group	
			31st March, 2019	31st March, 2018
Inox Wind Infrastructure Services Limited (IWISL)	Providing EPC, O&M, Common Infrastructure Facilities services for WTGs and development of wind farms	India	100.00%	100.00%
Waft Energy Private Limited	Generation and sale of wind energy	India	100.00%	-
Subsidiaries of IWISL:	All subsidiaries are engaged in either the business of providing wind farm development services or generation of wind energy			
Marut Shakti Energy India Limited		India	100.00%	100.00%
Satviki Energy Private Limited (SEPL)		India	100.00%	100.00%
Sarayu Wind Power (Tallimadugula) Private Limited (SWPTPL)		India	100.00%	100.00%
Vinirmaa Energy Generation Private Limited (VEGPL)		India	100.00%	100.00%
Sarayu Wind Power (Kondapuram) Private Limited (SWPKL)		India	100.00%	100.00%
RBRK Investments Limited		India	100.00%	100.00%
Wind One Renergy Private Limited		India	-	100.00%
Wind Three Renergy Private Limited		India	-	100.00%
Vasuprada Renewables Private Limited		India	100.00%	100.00%
Suswind Power Private Limited		India	100.00%	100.00%
Ripudaman Urja Private Limited		India	100.00%	100.00%
Vibhav Energy Private Limited		India	100.00%	100.00%
Haroda Wind Energy Private Limited		India	100.00%	100.00%
Vigodi Wind Energy Private Limited		India	100.00%	100.00%
Aliento Wind Energy Private Limited		India	100.00%	100.00%
Tempest Wind Energy Private Limited		India	100.00%	100.00%
Flurry Wind Energy Private Limited		India	100.00%	100.00%
Vuelta Wind Energy Private Limited		India	100.00%	100.00%
Flutter Wind Energy Private Limited		India	100.00%	100.00%
"Nani Virani Wind Energy Pvt. Ltd. " (w.e.f 15th December 2018)"		India	100.00%	-
"Ravapar Wind Energy Pvt. Ltd. " (w.e.f 15th December 2018)"		India	100.00%	-
"Khatiyu Wind Energy Pvt. Ltd. " (w.e.f 15th December 2018)"		India	100.00%	-
Sri Pavan Energy Private Limited		India	51.00%	-

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019****e) Subsidiary of Inox Renewables Limited (IRL)**

Name of Subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group	
			31st March, 2019	31st March, 2018
Inox Renewables (Jaisalmer) Limited (IRJL)	Generation and sale of wind energy	India	-	100.00%

f) Amalgamation of Inox Renewables (Jaisalmer) Limited with its holding company Inox Renewables Limited

The National Company Law Tribunal ("NCLT"), Ahmedabad bench vide its Order dated 3rd April, 2019 has approved the Scheme of Amalgamation of Inox Renewables (Jaisalmer) Limited, a wholly owned subsidiary, with the Company. The Scheme was approved by the Board of Directors on 26 September 2018. Consequent to the said Order and filing of the final certified Orders with the Registrar of the Companies, Gujarat on 25 April 2019, the Scheme has become effective upon the completion of the filing with effect from the Appointed Date of 1 April 2018.

(g) Preferential allotment of Inox Leisure Limited

During the current year, the Company has acquired 64,00,000 additional equity shares in Inox Leisure Limited (ILL). These shares are allotted by ILL, by way of a preferential allotment, after taking necessary approvals, at a price of Rs. 250 per equity share (including share premium of Rs. 240 per equity share), aggregating to Rs. 16,000 Lakhs. Consequently, the shareholding of the Company in ILL has increased from 48.09% to 51.32%. Even prior to the said preferential allotment, ILL was a subsidiary of GFL since the shareholders of ILL had passed a resolution at the Annual General Meeting held on 23 August 2013 amending its Articles of Association entitling GFL to appoint majority of directors on the Board of ILL if GFL holds not less than 40% of the paid-up equity capital of ILL and accordingly, GFL was having control over ILL.

h) See Note 9(c) in respect of particulars of subsidiary companies which have become 'associate' on cessation of control during the year.

The financial year of the above entities is 1st April to 31st March.

There are no restrictions on the Parent or the subsidiaries' ability to access or use the assets and settle the liabilities of the Group.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(C) Additional information as required under Schedule III to the Companies Act, 2013

Name of the entity in the group	2018-19				2017-18			
	Net assets, i.e total assets minus total liabilities		Share in profit or loss		Net assets, i.e total assets minus total liabilities		Share in profit or loss	
	As % of consolidated net assets	Amount	As % of consolidated profit and loss	Amount	As % of consolidated net assets	Amount	As % of consolidated profit and loss	Amount
Parent								
Inox Leasing and Finance Limited	2.32%	16,792.88	3.89%	2,707.34	2.69%	16,084.22	18.74%	2,718.44
Subsidiaries (Group's share)								
Gujarat Fluorochemicals Limited	65.33%	474,569.80	191.26%	133,180.64	57.93%	346,103.67	344.65%	50,005.16
Indian Subsidiaries								
Inox Infrastructure Limited	0.78%	5,664.01	-0.09%	(65.20)	0.96%	5,729.21	2.80%	405.94
Inox Fluorochemicals Limited	0.00%	(0.25)	0.00%	(1.25)				
Inox Wind Limited 23.28%	169,136.55	-9.57%	(6,664.40)	30.40%	181,600.65	-163.93%	(23,785.13)	
Inox Wind Infrastructure Services Limited	0.51%	3,713.75	-8.21%	(5,718.93)	-0.10%	(573.95)	-39.54%	(5,736.23)
Waft Energy Private Limited	0.00%	0.44	0.00%	(0.56)				
Marut Shakti Energy India Limited	-0.23%	(1,656.08)	-0.41%	(286.11)	-0.23%	(1,369.97)	-2.14%	(310.16)
Satviki Energy Private Limited	0.01%	76.32	0.00%	(1.42)	0.01%	77.74	-0.01%	(1.08)
Sarayu Wind Power (Tallimadugula) Private Limited	-0.01%	(107.44)	-0.04%	(26.81)	-0.01%	(80.63)	-0.13%	(19.39)
Vinirmaa Energy Generation Private Limited	-0.02%	(113.51)	-0.03%	(21.89)	-0.02%	(91.62)	-0.25%	(35.99)
Sarayu Wind Power (Kondapuram) Private Limited	-0.01%	(43.46)	-0.02%	(15.83)	0.00%	(27.63)	-0.10%	(15.19)
RBRK Investments Limited	-0.17%	(1,217.39)	-1.10%	(763.00)	-0.08%	(454.38)	-3.46%	(501.94)
Wind One Renergy Private Limited					0.00%	(0.25)	-0.01%	(1.25)
Wind Three Renergy Private Limited					0.00%	(0.25)	-0.01%	(1.25)
Ripudaman Urja Private Limited	0.00%	(1.08)	0.00%	(0.91)	0.00%	(0.17)	-0.01%	(1.17)
Suswind Power Private Limited	0.00%	(16.93)	-0.02%	(16.76)	0.00%	(0.17)	-0.01%	(1.17)
Vasuprada Renewables Private Limited	0.00%	(1.20)	0.00%	(1.02)	0.00%	(0.18)	-0.01%	(1.18)
Vibhav Energy Private Limited	0.00%	(1.32)	0.00%	(1.35)	0.00%	0.03	-0.01%	(0.97)
Haroda Wind Energy Private Limited	0.00%	(0.43)	0.00%	(0.87)	0.00%	0.44	0.00%	(0.56)
Vigodi Wind Energy Private Limited	0.00%	(0.40)	0.00%	(0.87)	0.00%	0.47	0.00%	(0.53)
Aliento Wind Energy Private Limited	0.00%	(13.33)	-0.02%	(13.96)	0.00%	0.58	0.00%	(0.42)
Tempest Wind Energy Private Limited	0.00%	(13.34)	-0.02%	(13.96)	0.00%	0.57	0.00%	(0.43)
Flurry Wind Energy Private Limited	0.00%	(13.34)	-0.02%	(13.96)	0.00%	0.57	0.00%	(0.43)
Vuelta Wind Energy Private Limited	0.00%	(13.24)	-0.02%	(13.86)	0.00%	0.57	0.00%	(0.43)
Flutter Wind Energy Private Limited	0.00%	(13.24)	-0.03%	(18.48)	0.00%	0.57	0.00%	(0.43)
Wind Two Renergy Private Limited(*)	0.00%	-	0.00%	-	0.00%	-	-0.01%	(0.83)
Wind Four Renergy Private Limited(*)	0.00%	-	0.00%	-	0.00%	-	-0.01%	(0.83)
Wind Five Renergy Private Limited(*)	0.00%	-	0.00%	-	0.00%	-	-0.01%	(0.83)
Nani Virani Wind Energy Private Limited(*)	0.00%	(0.02)	0.00%	(0.67)	0.00%	-	0.00%	-
Ravapar Wind Energy Private Limited(*)	0.00%	(0.02)	0.00%	(0.67)	0.00%	-	0.00%	-
Khatiyu Wind Energy Private Limited(*)	0.00%	(0.02)	0.00%	(0.67)	0.00%	-	0.00%	-
Sri Pavan Energy Private Limited	-0.01%	(78.60)	-0.13%	(88.60)				
Inox Renewables Limited	0.83%	5,996.25	-3.01%	(2,098.20)	0.80%	4,802.87	0.81%	116.92
Inox Leisure Limited	13.85%	100,587.87	17.28%	12,033.69	12.17%	72,731.44	75.14%	10,901.62
Inox Leisure Limited Employees welfare trust	0.00%	13.98	0.00%	0.16	0.00%	13.82	0.00%	0.50
INOX Benefit Trust	0.00%	0.88	0.00%	(0.02)	0.00%	0.91	0.00%	(0.09)
Shouri Properties Private Limited	0.01%	80.14	0.00%	2.89	0.01%	77.25	0.02%	2.56
Swanston Multiplex Cinemas Private Limited	0.00%	3.34	0.00%	(1.25)	0.00%	4.59	0.00%	(0.19)
Foreign Subsidiaries								
GFL GmbH	0.24%	1,756.41	1.27%	883.59	0.16%	965.60	3.85%	558.79
GFL LLC USA	0.46%	3,319.40	2.50%	1,744.23	0.25%	1,507.27	3.44%	499.27



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

Name of the entity in the group	2018-19				2017-18			
	Net assets, i.e total assets minus total liabilities		Share in profit or loss		Net assets, i.e total assets minus total liabilities		Share in profit or loss	
	As % of consolidated net assets	Amount	As % of consolidated profit and loss	Amount	As % of consolidated net assets	Amount	As % of consolidated profit and loss	Amount
GFL Singapore	1.16%	8,458.57	0.22%	151.95	0.99%	5,933.01	0.34%	49.79
GFL GM Morocco	-0.17%	(1,210.35)	-1.33%	(925.30)	-0.05%	(298.80)	-1.49%	(216.77)
Minority Interest in all subsidiaries	16.25%	118,080.10	-2.14%	(1,489.57)	19.07%	113,903.45	31.67%	4,595.50
Indian Associates								
Megnasolace City Private Limited	0.44%	3,201.88	0.00%	-	0.54%	3,201.88	-	-
Wind Two Renergy Private Limited	0.00%	(2.91)	0.00%	(2.91)	0.00%	(1.00)	0.00%	(0.17)
Wind Four Renergy Private Limited	0.00%	(2.61)	0.00%	(2.61)	0.00%	(1.00)	0.00%	(0.17)
Wind Five Renergy Private Limited	0.00%	(16.36)	-0.02%	(16.36)	0.00%	(1.00)	0.00%	(0.17)
Wind One Renergy Private Limited	0.00%	(1.00)	0.00%	(1.00)				
Wind Three Renergy Private Limited	0.00%	(1.00)	0.00%	(1.00)				
Nani Virani Wind Energy Private Limited					0.00%	(0.35)	0.00%	(0.35)
Ravapar Wind Energy Private Limited					0.00%	(0.35)	0.00%	(0.35)
Khatiyu Wind Energy Private Limited					0.00%	(0.35)	0.00%	(0.35)
Joint Ventures (Investments as per equity method)								
Indian Joint Venture								
Swarnim Gujarat Flourspar Private Limited	0.01%	88.33	0.00%	(2.19)	0.02%	90.52	-0.02%	(2.66)
Swanston Multiplex Cinemas Private Limited					0.00%	2.39	-0.02%	(3.43)
Intercompany eliminations								
Consolidation eliminations / adjustments	-24.85%	180,483.18	-90.15%	(62,778.17)	-27.86%	(166,414.59)	-177.38%	(25,736.67)
Total	100.01%	726,518.87	100.00%	69,633.92	100.00%	597,414.25	100.00%	14,509.05

2. Basis of Preparation and Principles of Consolidation :-

The CFS are prepared in accordance with Accounting Standard (AS) 21 'Consolidated Financial Statements', Accounting Standard (AS) 23 'Accounting for Investment in Associates in Consolidated Financial Statements' and Accounting Standard (AS) 27 'Financial Reporting of Interest in Joint Ventures' specified under section 133 of the Companies Act, 2013, read with Rule 3 of The Companies (Accounting Standard) Amendment Rules, 2016.

Figures of the previous year have been regrouped or reclassified, wherever necessary, to confirm to the classification for the current year.

The CFS are prepared on the following basis.

- i. The financial statements of the Company and its subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses. Inter-company balances, inter-company transactions and unrealised profits are fully eliminated. Unrealised losses resulting from inter-company transactions are eliminated unless cost cannot be recovered.
- ii. Interest in joint ventures is reported using proportionate consolidation method.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

- iii. The share of profit/loss of associate company is accounted under the 'equity method' as per which the share of profit/loss of the associate company is adjusted to the cost of investment.
- iv. Financial statements of foreign subsidiaries have been translated into Indian Rupees in accordance with the methodology prescribed for conversion of financial statements of a non-integral operation in the Accounting Standard (AS) 11 'Effects of Changes in Foreign Exchange Rates'.
- v. Goodwill on consolidation represents excess of the cost to the parent of its investment in a subsidiary over the parent's portion of equity of the subsidiary, at the date on which investment in the subsidiary is made, and is recognized as an asset in the consolidated financial statements. The Goodwill on consolidation is evaluated for impairment whenever there is any indication that its carrying amount may have been impaired. When the cost to the parent of its investment in a subsidiary is less than that the parent's portion of equity of the subsidiary, the difference is treated as capital reserve in the consolidated financial statements.

The CFS are prepared using uniform accounting policies for the like transactions and other events in similar circumstances, except where it is not practicable to do so. The CFS are presented, to the extent possible, in the same manner as the parent company's separate financial statements.

- vi. The Minority interest in the net assets of consolidated subsidiaries consist of the amount of equity attributable to minority at the date on which investment in subsidiary is made and the minority's share of movement in equity since the date the parent subsidiary relationship comes into existence. The losses applicable to the minority, to the extent they exceed the minority interest in the equity of the subsidiary, are adjusted against the majority interest, until the minority's share of losses so absorbed by the majority has been recovered.

3. Significant accounting Policies

a) Revenue recognition

Chemicals business: Revenue from sale is when the significant risks and rewards of ownership of the goods have passed to the customers, which is generally at the point of dispatch of goods. Gross sales include excise duty but are exclusive of sales tax. Income from sale of Renewable Energy Certificate (REC) is recognised on delivery thereof or sale of rights therein, as the case may be, in terms of the contract with the respective buyer.

Power business: Revenue from generation and sale of electricity is recognised on the basis of actual power sold (net of reactive energy consumed) in accordance with the terms of the power purchase agreements entered with the respective customers and when no significant uncertainty exists regarding the amount of consideration that will be derived.

Wind Business: Revenue from sale of products is recognized when the significant risks and rewards of ownership of goods have passed on to the customers in terms of the respective contracts for supply. Sales are net of sales return/cancellation and discounts. Revenue from Erection, Procurement and Commissioning contracts is recognized on completion of services, in terms of the contract. Revenue from Operations & Maintenance and Common Infrastructure Facilities services contracts is recognized pro-rata over the period of the contract, as per the terms of the contract. In respect of project development charges, the revenue from development of Wind Farm is recognized when the wind farm sites are transferred to the customers in terms of the respective contracts. Income on sale of electricity generated is recognized on the basis of actual units generated and transmitted to the purchaser. Revenue is net of taxes.

3. Significant accounting Policies-continued

a) Revenue recognition-continued

Theatrical Exhibition business: Revenue from Box Office is recognized as and when the movie is exhibited. Revenue from Sale of Food & Beverages is accounted at the point of sale. These revenues are net of refunds and complimentary. Conducting fees are in respect of charges received from parties to conduct business from the Company's multiplexes and the revenue is recognized as per the contractual arrangements. Advertisement income is recognized on exhibition of the advertisement or over the period of contract, as applicable.

Other income: Interest on deposits, loans and interest bearing securities is recognised on a time proportion basis, except in cases where interest is doubtful of recovery. Dividend income is recognised when the unconditional right to receive the dividend is established. Insurance claims are recognised to the extent there is a reasonable certainty of the realisability of the claim amount.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

b) Fixed assets and Intangible assets

Fixed assets and intangible assets, other than revalued assets, are stated at historical cost, less accumulated depreciation/amortisation and impairment, except freehold land which is carried at cost. Intangible assets are recorded at the cost of acquisition of such assets and are carried at cost less accumulated amortization. Revalued assets are stated at revalued amounts less accumulated depreciation. The cost of leasehold land comprises of lease premium and expenses on acquisition thereof as reduced by accumulated depreciation. Cost comprises of purchase price / cost of construction, including non-refundable taxes and levies, and any expenses attributable to bring the assets to its working condition for its intended use. Project pre-operative expenses and expenditure incurred during construction period of multiplexes are capitalized to various eligible assets in respective multiplexes. Borrowing costs directly attributable to acquisition or construction of qualifying fixed assets are capitalised. In respect of accounting period commencing on or after 1st April 2011, consequent to the insertion of para 46 of AS 11, 'The Effects of Changes in Foreign Exchange Rates', the cost of depreciable capital assets includes foreign exchange differences arising on translation of long term foreign currency monetary items.

c) Depreciation and amortization

- i) On tangible fixed assets: Cost of leasehold land is amortised over the period of the lease. Depreciation on other fixed assets, excluding freehold land, is provided on straight line method at the rates and in the manner specified in Schedule II of the Companies Act, 2013. Depreciation on leasehold improvements, electrical installations & air conditioners in leased premises, is provided over the period of useful life on the basis of the respective agreements or the useful life as per Schedule II part C of the Companies Act, 2013, whichever is shorter.
- ii) On intangible fixed assets: Cost of technical know-how is amortized equally over a period of ten years. Cost of product development is amortised equally over a period of five years. Cost of software is amortized over a period of three years in case of operating software and six years in case of other software. Cost of goodwill and movie script acquired and cost of web-site developed is amortized over a period of five years.

In respect of foreign subsidiaries:

Depreciation on all fixed assets (except land) is provided under Straight Line Method. The useful lives prescribed in Schedule II of the Companies Act, 2013 are considered as the minimum lives. If the management's estimate of the useful life of a fixed asset at the time of acquisition of the asset or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, depreciation is provided at a higher rate based on the management's estimate of the useful life/remaining useful life. The value of mining exploitation permit/licence is amortised over the period of the permit/licence on a straight line basis.

d) Impairment of assets

Consideration is given at each Balance Sheet date to determine whether there is any indication of impairment of the carrying amount of the Company's assets and impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount.

e) Investments

- i) In Securities
Long term investments are carried at cost. Provision for diminution is made to recognise the decline, other than temporary, in the values of these investments. Current investments are carried at lower of cost and fair value.
- ii) In Investment Property
Leasehold Land is carried at cost, comprising of lease premium and expenses on acquisition thereof, as reduced by accumulated amortization. Building is carried at cost of acquisition, less accumulated depreciation. Cost of leasehold land is amortized over the period of lease. Depreciation on building is provided on straight line method at the rates and in the manner specified in Schedule II to the Companies Act, 2013.

f) Inventories

Inventories and project development work-in-progress are valued at lower of cost and net realisable value. Cost is determined using Weighted Average Method and is inclusive of appropriate overheads. Closing stock of finished goods and imported materials include excise duty and customs duty payable thereon, wherever applicable. Obsolete, defective and unserviceable stocks are duly provided for.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

g) Employee benefits

Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss in the year in which the related service is rendered. Group's contributions towards Defined Contribution Plans viz. Government administered provident and pension schemes, paid / payable during the year are charged to the Statement of Profit and Loss. Defined Benefits Plans in the form of Gratuity and Leave Benefits are recognized as an expense in the Statement of Profit and Loss at the present value of the amounts payable, determined on the basis of actuarial valuation techniques, using the projected unit credit method. Actuarial gains and losses are recognized in the Statement of Profit and Loss.

h) Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of cost of such asset. Other borrowing costs are recognised as expenses in the Statement of Profit and Loss.

i) Taxes on income

Income tax expense comprises of current tax & deferred tax charge. Deferred tax is recognised on timing differences, subject to consideration of prudence, being the differences between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent periods. The deferred tax in respect of timing differences which reverse during the tax holiday period is not recognised to the extent the gross total income is subject to the deduction during the tax holiday period. Deferred tax in respect of losses is recognized as an asset if there is virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized. Minimum Alternate Tax (MAT) paid on the book profits, which gives rise to future economic benefits in the form of tax credit against future income-tax liability, is recognized as an asset in the Balance Sheet if there is convincing evidence that normal tax will be payable within the period prescribed for utilization of such credit.

j) Foreign currency transactions and forward contracts

(i) Transactions in foreign currency are recorded in rupees by applying the exchange rate at the date of the transaction. At the Balance Sheet date, monetary assets and liabilities in foreign currency are restated by applying the closing rate. Gains or losses on settlement of the transactions and restatement of monetary assets and liabilities are recognised in the Statement of Profit and Loss, except as mentioned in para (ii) below. In respect of forward exchange contracts entered, the difference between the forward rate and the exchange rate at the date of the transaction is recognised as income or expense over the life of such contract. Currency and interest rate swaps are accounted in accordance with the respective contracts. All other derivatives, which are not covered by AS 11 'The Effects of Changes in Foreign Exchange Rates', are measured using the mark-to-market principles and the net loss after considering the offsetting effect on the underlying hedge items is charged to the Statement of Profit and Loss. Net gains on the mark-to-market basis are not recognised.

(ii) The Central Government has, vide its Notification no. G.S.R. 914(E) dated 29th December 2011, amended AS 11, to the extent it relates to the recognition of losses or gains arising on restatement of long-term foreign currency monetary items in respect of accounting periods commencing on or after 1st April 2011. As stipulated in the Notification, the Group has exercised the option to adopt the following policy irrevocably for accounting periods commencing from 1st April 2011:

Long term foreign currency monetary items are translated at the exchange rate prevailing on the balance sheet date and the net exchange gain / loss on such conversion and on settlement of the liability, is adjusted to the cost of the asset, where the long-term foreign currency monetary items relate to the acquisition of a depreciable capital asset (whether purchased within or outside India), and depreciated over the balance life of the assets.

k) Accounting for hedges and derivatives

The Group uses various forms of derivative instruments such as options and interest rate swaps to hedge its exposure on account of movements in foreign exchange and interest rates. The Group does not use derivative financial instruments for speculative purposes. The derivatives are entered only where the counterparty is a bank.

In terms of the Notification by the Institute of Chartered Accountants of India on status of Accounting Standard (AS) 30 'Financial Instruments: Recognitions and Measurement', the Group has adopted the rules for hedge accounting specified in Accounting Standard (AS) 30. Accordingly, derivatives such as option contracts and interest rate swaps to hedge highly probable forecasted transactions which are outside the scope of Accounting Standard (AS) 11 'The Effects of Changes in Foreign Exchange Rates' are designated as a hedging instrument in a permitted hedging relationship if the conditions for hedge accounting are met including high hedge effectiveness at the inception and throughout the period of the hedge.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

Derivatives covered by AS 11, or those that do not qualify for hedge accounting, or those not designated as an effective hedge in a permitted hedging relationship continue to be accounted for using the principle of prudence under Accounting Standard (AS) 1 'Disclosure of Accounting Policies', and the mark-to-market losses if any are recognized fully in the Statement of Profit and Loss at each reporting date, and the mark-to-market gains, if any, are ignored.

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognized in 'Hedging Reserve Account'. The gain or loss relating to the ineffective portion is recognized immediately in Statement of Profit and Loss. Amounts previously recognized in 'Hedging Reserve Account' are reclassified to Statement of Profit and Loss in the same periods when the hedged item affects profit and loss. When a forecast transaction is no longer expected to occur, the cumulative gain or loss that had been deferred in equity will be recognised immediately in the Statement of Profit and Loss.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recorded in the Statement of Profit and Loss. The hedged item is recorded at fair value and any gain or loss is recorded in the Statement of Profit and Loss and is offset by the gain or loss from the change in the fair value of the derivative.

Hedge accounting is discontinued on a prospective basis when the hedge no longer meets the hedge accounting criteria, when the hedging instrument expires or is sold, terminated, or exercised, or it no longer qualifies for hedge accounting, or when the hedging relationship is revoked.

l) Leases

(i) Assets taken on operating lease:

Lease rentals in respect of assets acquired on operating lease are charged to the Statement of Profit and Loss as per the terms of the respective lease agreements.

(ii) Assets given on operating lease:

Assets given under operating lease are capitalised and included in the fixed assets. Lease income arising there from is recognised as income in the Statement of Profit and Loss as per the terms of the respective lease agreements.

m) Government grants

Government grants are recognised when the Company has complied with the conditions attached to them and there is reasonable assurance that the grants will be received. The grants in the nature of promoters' contribution are credited to capital reserve. In respect of grants related to revenue, the relevant expenditure is net of such grants.

n) Preliminary expenses

Expenditure on survey and investigation of the mines are charged to the Statement of profit and Loss in the year in which they are incurred.

o) Treasury shares

Pursuant to the Scheme of Amalgamation of Fame India Ltd ('Fame') and its subsidiaries with Inox Leisure Limited ('ILL') (see note no. ***), equity shares of ILL have been issued to Inox Benefit Trust ('the Trust') against the equity shares of Fame held by ILL. These shares are recognised as Interest in Inox Benefit Trust at the amount of consideration paid by ILL to acquire the shares of erstwhile Fame. These shares of ILL held by Inox Benefit Trust are akin to Treasury Shares and are presented as a deduction from Shareholders' Funds. Difference between the cost and the amount received at the time of sale of shares by the Trust, is recorded separately as 'Reserve on Sale of Treasury Shares' under 'Reserves and surplus'.

p) Provisions and contingent liabilities

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is possible obligation or a present obligation in respect of which the likelihood of outflow of resource is remote, no provision or disclosure is made.

q) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that affect the reported balances of assets and liabilities and disclosure of contingent liabilities, at the end of the accounting year and reported amounts of revenue and expenses during the year. Although these estimates are based on the management's knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019**

(Rs. in Lakhs)

4 SHARE CAPITAL

	As at 31st March, 2019	As at 31st March, 2018
Authorised capital		
11,000,000 Equity Shares of Rs.10/- each	1,100.00	1,100.00
1,500,000 Redeemable Cumulative Preference Shares of Rs.100/- each	1,500.00	1,500.00
Total	2,600.00	2,600.00
4.1 Issued, Subscribed and fully paid up capital		
99,93,467 Equity Shares of Rs.10/- each	999.35	999.35
Total	999.35	999.35

4.2 Reconciliation of the equity shares outstanding at the beginning and at the end of the year

	2018-19		2017-18	
	Nos	Amount	Nos	Amount
At the beginning of the year	9993467	99934670	9993467	99934670
Add: Shares issued during the year	—	—	—	—
Less: Shares bought back during the year	—	—	—	—
At the end of the year	9993467	99934670	9993467	99934670

4.3 Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rupees 10 per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, if any.

During the financial year company has paid an interim dividend of Rs. 20/- per equity share (previous year Rs. NIL per equity share). Final dividend proposed to be paid is NIL per equity share (previous year Rs. NIL per equity share). The total distribution of dividend to the equity shareholders for the year is Rs. 20/- per equity share (previous year Rs. 10/- per equity share).

4.4 Details of shareholders holding more than 5% shares in the company

	As at 31st March, 2019		As at 31st March, 2018	
	Number	% holding	Number	% holding
Mr. Pavan Kumar Jain	1132219	11.33	1132219	11.33
Mr. Vivek Kumar Jain	1321791	13.23	1321791	13.23
Mr. Devansh Jain	2303218	23.05	2303218	23.05
Mrs. Nayantara Jain	1080032	10.81	1080032	10.81
Mrs. Nandita Jain	1031644	10.32	1031644	10.32
Mr. Siddharth Jain	2342586	23.44	2342586	23.44



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(Rs. in Lakhs)

	As at 31st March, 2019	As at 31st March, 2018
5 Reserves and surplus		
Capital Reserves		
As per last Balance Sheet	6765.25	6765.25
Addition during the year	(1.83)	0.00
	6763.42	6765.25
Reconstruction Reserve		
As per last Balance Sheet	639.52	639.52
Debenture Redemption Reserve		
As per last Balance Sheet	1025.55	1135.55
Transfer from Retained Earning	110.00	(110.00)
	1135.55	1025.55
Capital Redemption Reserve		
As per last Balance Sheet	1521.80	1521.80
Securities Premium Account		
As per last Balance Sheet	22504.19	24577.85
On account of change in Minority Interest	3131.95	(2073.66)
	25636.14	22504.19
Employees stock options outstanding amount		
As per last Balance Sheet	49.04	1.40
Movements during the year	4.29	47.64
Share options outstanding account	53.33	49.04
Amalgamation Reserve		
As per last Balance Sheet	75.76	75.76
Statutory Reserve Fund		
As per last Balance Sheet	6356.00	5806.00
Transfer from the Statement of Profit and Loss	550.00	550.00
	6906.00	6356.00
Consolidation Reserve		
As per last Balance Sheet	24555.76	24555.76
General Reserve		
As per last Balance Sheet	167379.03	156671.03
On Account of change in Minority Interest	(1171.50)	0
Transfer from the Statement of Profit and Loss	10708.00	10708.00
	176915.53	167379.03
Other Reserves		
Hedging Reserve		
As per last Balance Sheet	110.91	(76.00)
Movements during the year	(31.06)	186.91
	79.85	110.91



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(Rs. in Lakhs)

	As at 31st March, 2019	As at 31st March, 2018
Foreign currency translation reserve		
As per last Balance Sheet	338.75	253.56
Movements during the year	126.48	85.19
	465.23	338.75
Surplus in the Statement of Profit and Loss		
As per last Balance Sheet	24984.33	21281.34
Profit for the year	69633.92	14509.05
On account of change in Minority Interest	(7605.16)	3948.71
	87013.10	39739.10
Less : Appropriations		
General Reserve	(10708.00)	(10708.00)
Statutory Reserve	(550.00)	(550.00)
Debenture Redemption Reserve	0	110.00
Interim Dividend	(1998.69)	(999.35)
Final Dividend paid (including DDT)	(2615.01)	(2607.41)
	71141.40	24984.33
Sub-total	315889.32	256305.93
Group Share in Joint Ventures	—	—
Total	315889.32	256305.93
6 Long-term borrowings		
Term Loans		
Secured Loans		
(a) Debentures		
– Non convertible redeemable debentures	14937.63	24415.26
(b) Term Loans		
From Banks		
– Rupee Loans	54800.86	39677.82
– Foreign Currency Loans	19827.94	28429.02
Sub Total	89566.43	92522.10
From Other Parties		
– Rupee Loans	186.91	153.51
(c) Finance lease obligations		
Obligations under finance leases	71.35	88.68
	89824.69	92764.29
Total		
Less: Current maturities of Long-term borrowings (disclosed under note no. 11: Other current liabilities)	(32546.67)	(33204.66)
For nature of securities and terms of repayment please refer to note no. 35		
Less: Current maturities of finance leases	(21.48)	(18.03)
	57256.54	59541.60



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(Rs. in Lakhs)

	As at 31st March, 2019	As at 31st March, 2018
7 Other long-term liabilities		
Security deposits	942.12	329.21
Retention money	136.09	166.30
Income received in advance	8145.86	4700.33
Total	9224.07	5195.84
8 Long-term provisions		
Provision for employee benefits (see note no. 42)		
– for Gratuity	2831.06	2605.01
– for Leave benefits	1201.82	1129.90
Total	4032.88	3734.91
9 Short-term borrowings		
9.1 (i) Secured Loans		
From Banks		
– Cash Credit/Overdraft	30,391.70	38475.69
– Short Term Working Capital Demand Loans	9,013.47	7512.49
– Rupee Loans	17114.32	3196.66
– Foreign Currency Loans	829.50	3500.00
From Other Parties	57348.99	52684.84
9.2 (ii) Unsecured Loans		
From Banks		
– Rupee Loan	16000.00	1500.00
– Foreign Currency Loans	32106.17	28767.50
– Commercial papers	12388.11	14429.39
Sub Total	60494.28	44696.89
From Other Parties		
– Commercial papers	8850.93	9899.86
Others	2303.00	0
Sub Total	11153.93	9899.86
Group Share in Joint Ventures	—	—
Total	128997.20	107281.59
9.3 For nature of securities and terms of repayment please refer to note no. 35		
10 Trade payables		
– dues to Micro and Small Enterprises	227.03	256.63
– dues to others	128383.53	83899.99
	128610.56	84156.62
Group Share in Joint Ventures	4.56	3.84
	128615.12	84160.46



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(Rs. in Lakhs)

	As at 31st March, 2019	As at 31st March, 2018
11 Other current liabilities		
Current maturities of long-term debt (from note no. 6)	32543.92	33204.66
Current maturities of finance lease (from note no. 24)	21.48	18.03
Interest accrued but not due on borrowings	1875.10	1920.62
Interest accrued and due on borrowings	0.00	4.48
Creditors for capital expenditure	13563.65	15871.20
Derivative financial liabilities	1643.23	528.83
Security deposits	746.48	691.54
Income received in advance	3313.21	2644.60
Advances from customers	7208.40	18497.77
Unclaimed dividends (see note below)	290.75	288.87
Retention money	930.50	469.32
Statutory dues and taxes payable	5550.93	7657.18
Payable towards purchase of shares of subsidiaries	1198.00	1320.24
Dues to employees	6203.85	6184.31
Economic benefit payable to transferee of projects	396.58	2209.43
Expense payables	7804.90	8659.11
Other Payables	1106.95	0.00
	84397.93	100170.19
Group Share in Joint Ventures	0.17	0.15
Total	84398.10	100170.34
<p>Note: In respect of unclaimed dividends, the actual amount to be transferred to the Investor Education and Protection Fund shall be determined on the due date.</p>		
12 Short-term provisions		
(a) Provision for employee benefits (see note no. 42)		
– for Gratuity	638.19	303.05
– for Leave benefits	1090.43	947.09
	1728.62	1250.14
(b) Other provisions		
– for Municipal tax - (see note no 40a)	0	115.95
– for Service tax - (see note no 40d)	1067.21	1035.02
– for MVAT / sales tax- (see note no 40c)	244.54	149.80
– for taxation (net of taxes paid)	927.62	265.70
	3967.99	2816.61
Group Share in Joint Ventures	—	—
Total	3967.99	2816.61

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019



INOX LEASING AND FINANCE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

13 TANGIBLE ASSETS

(Rs. in Lakhs)

Particulars	Gross Block							Depreciation/Amortization						Net Block			
	As at 01-04-2018	Translation Difference	Acquisition (see note below)	Additions	Deductions	Exchange differences	Borrowing Costs	As at 31-03-2019	As at 01-04-2018	Translation Difference	Acquisition (see note below)	Adjustment	For the year	Deductions	As at 31-03-2019	As at 31-03-2019	As at 31-03-2018
(a) Tangible Assets																	
Land																	
- Freehold Land	4394.36	6.02		50.87	188.86			4262.39								4262.39	4394.36
- Leasehold Land	10201.32							10201.32	884.75				247.84		1132.59	9068.73	9316.57
Buildings	65428.30	44.84		2169.62	780.82			66861.92	13155.92	4.97			2533.99	103.37	15591.51	51270.42	52272.38
Lease hold improvements	38788.54	2.82		10091.39	818.33		1.73	48066.15	16995.47	40.10		-0.14	2363.89	585.23	18814.09	29252.06	21793.07
Plant and Equipments	399704.40	-31.70		65750.90	885.56	-1.01	1110.79	465647.82	122117.32	66.29		-18.57	22858.77	556.13	144467.68	321180.13	277587.08
Furniture and Fixtures	17389.64	1.24		3265.34	257.84	-0.09	0.33	20398.62	9602.53	7.11		-1.42	1703.16	211.13	11100.25	9298.37	7787.11
Vehicles	1200.58			303.48	64.04			1440.02	685.23				139.98	13.97	811.24	628.78	515.35
Office Equipment	12894.23	0.95		2124.57	83.89	-0.57		14935.29	8440.33	4.74		-0.87	1505.72	74.11	9875.81	5059.48	4453.90
Total (a)	550001.37	24.17		83756.17	3079.34	-1.67	1112.85	631813.53	171881.55	123.21		-21.00	31353.35	1543.94	201793.17	430020.36	378119.82
(b) Share in Joint Venture *																	
Grand Total (a + b)	550001.37	24.17		83756.17	3079.34	-1.67	1112.85	631813.53	171881.55	123.21		-21.00	31353.35	1543.94	201793.17	430020.36	378119.82
Previous year	490646.13	14.32		62537.01	3365.85		169.75	550001.36	145576.30	3.07			28099.08	1796.89	171881.56		

Note:

- Buildings includes Offices given on operating lease.
- Free hold land includes share of undivided plot of land in respect of one of its multiplexes.
- Building includes Rs. 4681.02 lacs in respect of building at Nariman Point, Deed of Apartment of which is to be executed.
- For adjustment during the year in accumulated depreciation - see note no. 35(a)
- Addition on account of acquisitions is in respect of subsidiary acquired during the year by Inox Leisure Limited as on 8th August, 2014 viz. the date on which parent-subsidiary relationship came into existence - refer note 1(B)(i)(a)

14 INTANGIBLE ASSETS

(Rs. in Lakhs)

Particulars	Gross Block							Depreciation/Amortization						Net Block			
	As at 01-04-2018	Translation Difference	Acquisition (see note below)	Additions	Deductions	Exchange differences	Borrowing Costs	As at 31-03-2019	As at 01-04-2018	Translation Difference	Acquisition (see note below)	Adjustment	For the year	Deductions	As at 31-03-2019	As at 31-03-2019	As at 31-03-2018
(b) Intangible Assets																	
Technical Know How	12362.37			658.24				13020.63	6365.35				1188.34		7553.69	5466.94	5997.02
Software	3165.87	0.55		359.90	3.05			3523.27	1900.55	0.52			415.74	2.01	2314.80	1208.47	1265.32
Mining Rights	1065.96	-0.82						1065.14	255.75	-8.83			81.82		328.74	736.40	810.21
Product Development	734.19							734.19	506.02				146.84		652.86	81.33	228.17
Goodwill	1750.00							1750.00	568.31				349.03		917.34	832.66	1181.69
Website	47.70							47.70	30.32				9.54		39.86	7.84	17.38
Movie Production	155.50				54.43			101.07	155.50					54.45	101.05	0.02	
Total (b)	19281.59	-0.27		1018.14	57.48			20242.00	9781.80	-8.31			2191.31	56.46	11908.34	8333.66	9499.79
(b) Share in Joint Venture																	
Grand Total (a + b)	19281.59	-0.27		1018.14	57.48			20242.00	9781.80	-8.31			2191.31	56.46	11908.34	8333.66	9499.79
Previous year	18401.43	115.77		771.53	7.14			19281.59	7616.45	36.19			2135.7	6.54	9781.80	9499.78	

Notes:

- For adjustment during the year in accumulated depreciation - see note no. 35(a)
- Addition on account of acquisitions is in respect of subsidiary acquired during the year by Inox Leisure Limited as on 8th August, 2014 viz. the date on which parent-subsidiary relationship came into existence - refer note 1(B)(i)(a)



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

	Face Value Rs.	Nos. As at 31st March, 2019	Nos. As at 31st March, 2018	As at 31st March, 2019 Amount (Rs. in Lacs)		As at 31st March, 2018 Amount (Rs. in Lacs)	
15 NON CURRENT INVESTMENTS (Long term, non-trade, at cost, unless otherwise stated)							
[I] INVESTMENTS IN SECURITIES							
A] UNQUOTED							
i) Investment in Equity instrument In Associate companies							
Megnasolace City Private Limited - Equity shares of Rs.10/- each - paid up Rs. 1.60 per share (previous year Rs. 1.60 per share)	10	5000000	5000000	3200.00		3201.88	
Nani Virani Wind Energy Pvt. Ltd.	10		10000	0.00		0.65	
Ravapar Wind Energy Pvt. Ltd.	10		10000	0.00		0.65	
Khatiyu Wind Energy Pvt. Ltd.	10		10000	0.00		0.65	
Wind Two Renergy Private Limited	10	10000		3248.09		0.00	
Wind Four Renergy Private Limited	10	10000		1848.39		0.00	
Wind Five Renergy Private Limited	10	10000		1834.64		0.00	
In Other companies							
Kaleidoscope Entertainment Private Limited	1	562500	562500	60.75		60.75	
Inox India Private Limited	10	419186	419186	3187.50		3187.50	
Ideas & U Limited	10	500000	500000	50.00		50.00	
					13429.37		6502.08
					110.75		110.75
					13318.62		6391.33
ii) Investment in Government or Trust Securities							
National Saving Certificate (Held in the name of Directors & pledged with Government Authorities)				82.15		123.87	
Less : Current portion of Long Term Investments (Disclosed under note no. 18 : Current Investments)				35.03		30.60	
					47.12		93.27
iii) Investment in Mutual Funds							
HDFC Regular Saving Fund-Regular Plan-Growth	10	0	3677863	0.00		1000.00	
Aditya Birla Sun Life Short Term Opportunities Fund-Regular Plan-Growth	10	0	4355989	0.00		1000.00	
DSP Black Rock Short Term Fund-Regular Plan-Growth	10	0	4174494	0.00		1000.00	
Franklin India Short Term Income Plan-Retail-Growth	1000	0	34670	0.00		1000.00	
DHFL Pramerica Short Maturity Fund-Growth	10	0	3958860	0.00		1000.00	
					0.00		5000.00
iv) Investment in Alternate Investment Fund							
Varanium Dynamic Fund	100	15503388	14557500	15528.00	15528.00	14557.50	14557.50
v) Investment in Venture Capital Fund							
Indiareit Fund Scheme III	100000	0	0	0.00		0.00	
Kshitij Venture Capital Fund	121	250000	250000	302.50		811.75	
		302.50		811.75		811.75	
Less : Current portion of Long Term Investments (Disclosed under note no. 18 : Current Investments)				302.50			
vi) Investment in Bonds							
HUDCO 7.62% Tax Free Bond Oct'11	100000	250	250	250.00		250.00	
HUDCO 8.14% Tax Free Bond	1000	20,000	20,000	200.00		200.00	
IIFCL 8.01% Tax Free Bonds	1000200	20	20	200.04		200.04	
IRFC 7.55% Tax Free Bond Oct'11	1000000	250	250	250.00		250.00	
NHAI 8.27% Tax Free Bonds	1000	20,000	20,000	200.00		200.00	
NHAI 7.14% Tax Free Bonds	1000	14,285	14,285	142.85		142.85	
PFC 8.20% Tax Free Bonds	1000	8,544	8,544	85.44		85.44	
REC 7.93% Tax Free Bond	1000	12,248	12,248	122.48		122.48	
PFC 7.19% Tax Free Bonds	1000	10,000	10,000	100.00		100.00	
REC 8.01% Tax Free Bond 2013	1000	30,000	30,000	300.00		300.00	
					1850.81		1850.81
Total Unquoted Investments					30744.55		27892.91



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

	Face Value Rs.	Nos. As at 31st March, 2019	Nos. As at 31st March, 2018	As at 31st March, 2019 Amount (Rs. in Lacs)	As at 31st March, 2018 Amount (Rs. in Lacs)
B] QUOTED					
Investment in Equity Shares					
Damania Capital Market Limited	10	124,200	124,200	37.26	37.26
Eastern Mining Limited	10	10,300	10,300	3.30	3.30
Konar Organics Limited	10	41,100	41,100	4.11	4.11
Rajinder Pipes Limited	10	8,300	8,300	3.32	3.32
Unified Agro Industries (India) Limited	10	1,800	1,800	0.45	0.45
W S Telesystem Limited	10	8,300	8,300	3.32	3.32
Orient Fabritex Limited	10	140,000	140,000	14.00	14.00
BOC India Limited	10	200	200	0.21	0.21
Ahmedabad Gases Limited	10	200	200	0.02	0.02
Bombay Oxygen Corpn. Limited	100	5	5	0.06	0.06
			66.05	66.05	
Less: Provision for diminution in value of Investment				60.99	60.99
				5.06	5.06
Investment in Mutual Funds					
Franklin India Fixed Maturity Plans - Series 1- Plan B - Direct Growth	10	5000000	5000000	500.00	500.00
Kotak FMP Series 204-Direct-Growth	10	10000000	10000000	1000.00	1000.00
Reliance Fixed Horizon Fund - XXXIV Series 2 - Direct Growth Plan	10	10000000	10000000	1000.00	1000.00
Reliance Fixed Horizon Fund - XXXIV Series 3 - Direct Growth Plan	10	5000000	5000000	500.00	500.00
Reliance Fixed Horizon Fund - XXXIV Series 7 - Direct Growth Plan	10	15000000	15000000	1500.00	1500.00
DHFL Pramerica Fixed Duration Fund - Series AH - Direct Plan - Growth	1000	10000000	10000000	1000.00	1000.00
ADITYA BIRLA SUN LIFE FIXED TERM PLAN - SERIES QU (1100 DAYS) - REGULAR GROWTH	10	10000000	0	1000.00	0.00
HDFC FMP 1105D AUG 18 (1) REG-GR	10	10000000	0	1000.00	0.00
Kotak FMP Series 240 GROWTH (REGULAR PLAN)	10	10000000	0	1000.00	0.00
RELIANCE FIXED HORIZON FUND - XXXVIII - SERIES 12 - GROWTH PLAN	10	10000000	0	1000.00	0.00
L&T FMP SERIES XVII - PLAN C (1114 Days) GROWTH	10	10000000	0	1000.00	0.00
UTI FIXED TERMINCOME FUND SERIES XXX-V (1135 DAYS) - REGULAR GROWTH PLAN	10	5000000	0	500.00	0.00
HDFC FMP 1120D MARCH 2019 (1) - DIRECT - GROWTH - SERIES 44	10	15000000	0	1500.00	0.00
SBI Blue Chip Fund - Regular Plan - Growth	10	3692780	3692780	1400.00	1400.00
Kotak Select Focus Fund - Grwoth (Regular Plan)	10	4634850	4634850	1500.00	1500.00
Principal Emerging Blue Chip Fund - Regular Plan - Growth	10	1327857	1327857	1400.00	1400.00
L&T India Value Fund - Growth	10	1246296	1246296	400.00	400.00
Aditya Birla Sun Life India Reforms Fund - Growth - Regular Plan	10	0	2828815	0.00	500.00
Franklin Build India Fund - Growth	10	3891078	3891078	1300.00	1300.00
Franklin India Smaller Companies Fund - Growth	10	411175	411175	200.00	200.00
Reliance large CAP Fund - Growth Plan Growth Option	10	2896402	2896402	1000.00	1000.00
Reliance Vision Fund-Growth Plan-Growth option	10	0	80083	0.00	500.00
Tata Equity P/E Fund Regular Plan-Growth	10	697682	697682	1000.00	1000.00
Kotak Infrastructure & Economic Reform Fund Standard Growth (Regular Plan)	10	4289636	4289636	1000.00	1000.00
L&T Infrastructure Fund-Growth	10	0	5260389	0.00	1000.00
L&T Midcap Fund-Growth	10	0	331301	0.00	500.00
HDFC FMP 1430 Days July 2017(1)-Direct-Growth Series 38	10	10000000	10000000	1000.00	1000.00
Kotak Series 210-Direct-Growth	10	6500000	6500000	650.00	650.00
Reliance Fixed Horizon Fund-XXXI-Sr.9-Direct Growth	10	0	2500000	0.00	250.00
DSP BR FMP Series 217-40M-Grwoth	10	2000000	2000000	200.00	200.00
DSP BR FMP Series 224-39M-Grwoth	10	2094870	2094870	209.49	209.49
Franklin India FMP Series 1- Plan B-Growth	10	1000000	1000000	100.00	100.00
Franklin India FMP Series 2- Plan B-Growth	10	2000000	2000000	200.00	200.00
Franklin India FMP Series 3- Plan C-Growth	10	2906560	2906560	290.66	290.66
Franklin India FMP Series 2- Plan A-Growth	10	2000000	2000000	200.00	200.00
UTI FTIF Series XXVIII-IV-Growth	10	2000000	2000000	200.00	200.00
ADITYA BIRLA SUN LIFE FTP SERIES RW(1202D)-GR	10	2000000	0	200.00	0.00
ADITYA BIRLA SUN LIFE FTP SERIES RY-GROWTH	10	2000000	0	200.00	0.00
FRANKLIN INDIA FMP SERIES 5 PLAN B(1244D)-GROWTH	10	2000000	0	200.00	0.00
FRANKLIN INDIA FMP SERIES 5 PLAN C(1259D)-G	10	2000000	0	200.00	0.00
HDFC FMP 1126D MARCH-2019(1)-GR.	10	1325105	0	132.51	0.00



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

	Face Value Rs.	Nos. As at 31st March, 2019	Nos. As at 31st March, 2018	As at 31st March, 2019 Amount (Rs. in Lacs)		As at 31st March, 2018 Amount (Rs. in Lacs)	
HDFC FMP 1224D DEC 2018(1)-REG-GR	10	2000000	0	200.00		0.00	
UTI FTIF SERIES XXX-XV(1223D)-GR.	10	2000000	0	200.00		0.00	
					26082.66		20500.15
Total Quoted Investments					26087.72		20505.21
Total Investments					56832.27		48398.12
Aggregate amount of quoted investments					26087.72		20505.21
Market value of quoted investments					26251.89		20566.20
Aggregate amount of unquoted investments					30744.55		27892.91
Aggregate provision for diminution in value of investments					110.75		110.75

[2] Investment Property (Long term and Non-trade)

Particulars	Gross Block (at cost)			Depreciation/Amortization			Net Block	
	As at 01.04.18	Additions	As at 31.03.19	As at 01.04.18	For the year	As at 31.03.19	As at 31.03.19	As at 31.03.18
Leasehold Land	373.77	—	373.77	2.50	0.20	2.70	371.07	371.27
Building	856.49	—	856.49	200.41	29.29	229.70	626.79	656.08
Total	1,230.26	—	1,230.26	202.91	29.49	232.40	997.86	1,027.35
Previous Year	957.01	—	957.01	188.77	27.72	216.50		
Total Non Current Investments (I+II)							57830.13	49425.47



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(Rs. in Lakhs)

	As at 31st March, 2019	As at 31st March, 2018
16 Long-term loans and advances		
(Unsecured, considered good, unless otherwise stated)		
Capital advances		
– Considered good	9849.30	9243.07
– Considered doubtful	423.83	423.83
	10273.13	9666.90
Less: Provision for doubtful deposits	423.83	423.83
	9849.30	9243.07
Security deposits		
– Considered good	20132.74	16948.36
– Considered doubtful	147.46	205.47
	20280.20	17153.83
Less: Provision for doubtful deposits	147.46	205.47
	20132.74	16948.36
Advances recoverable in cash or in kind		
– Considered good	6170.01	3414.71
– Considered Doubtful	22.50	58.64
	6192.51	3473.35
Less: Provision for doubtful advances	22.50	58.64
	6170.01	3414.71
Inter corporate deposits		
Prepaid expenses	811.35	1152.56
Loans to employees	0	0.87
Electricity charges refund claimed	389.83	389.83
Balances in Excise, Service Tax and VAT Accounts	1824.81	1835.02
Entertainment tax refund claimed	1591.6	2633.97
Service tax - disputed amount paid	22.07	22.07
Income tax paid (net of provisions)	23616.93	12979.64
MAT credit entitlement	79759.07	27278.37
	144167.71	75898.47
Group Share in Joint Ventures	0.19	0.20
Total	144167.90	75898.67
17 Other non-current assets		
Deposits		
Non-current bank balances (from note no. 21)	752.10	633.11
Derivative financial assets	132.11	74.04
Amount recoverable towards claim (see note no. 42(a)(ia))		
Considered good	87.97	147.97
Considered doubtful	914.16	854.16
	1002.13	1002.13
Less: Provision for doubtful claims	(914.16)	(854.16)
	87.97	147.97
Interest accrued		
– on investments	48.94	40.69
– on bank fixed deposits	12.18	27.98
	1033.30	923.79



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

	Face Value Rs.	Nos. As at 31st March, 2019	Nos. As at 31st March, 2018	As at 31st March, 2019 Amount (Rs. in Lacs)	As at 31st March, 2018 Amount (Rs. in Lacs)
18 CURRENT INVESTMENTS (Non-trade, at cost, unless otherwise stated)					
A] CURRENT PORTION OF LONG TERM INVESTMENTS					
i) Investment in Mutual Funds					
Investment in Venture Capital Fund					
GFL Kshitij Venture Capital Fund	121	250000	250000	302.50	811.75
				302.50	811.75
ii) Investment in Government or Trust Securities					
ILL National Saving Certificate (Held in the name of Directors & pledged with Government Authorities)				35.03	30.60
B] CURRENT INVESTMENT					
i) Investment in Mutual Funds - Quoted					
GFL Religare Invesco FMP Series 23-Plan L (370 Days)-Regular Plan Growth	10	0	10,000,000	0.00	1000.00
GFL HDFC FMP 370 Days June 2014(2) Series 31 Regular - Growth	10	0	10,000,000	0.00	1000.00
GFL SBI Debt Fund Series A35-369Days -Direct - Growth	10	0	10,000,000	0.00	1000.00
GFL Reliance Fixed Horizon Fund-XXVI Series 33 - Direct Plan -Growth Plan	10	0	10,000,000	0.00	1000.00
ILL HDFC FMP 371 Days June 2014(2)Series.31-Growth	10	0	10,000,000	0.00	1000.00
ILL Reliance Fixed Horizon Fund-XXXI-Sr.9-Direct Growth	10	2500000	0	250.00	0.00
ii) Investment in Mutual Funds - Unquoted					
ILL ICICI Prudential liquid Fund-Direct Plan-Growth	10	85330	122536	210.30	301.84
ILL Kotak Liquid Fund-Direct Plan-Growth	10	2812	0	100.00	0.00
ILL Aditya Birla Sun Life Cash Plus-Growth-Regular Plan	100	0	416840	0.00	1150.00
ILL ICICI Prudential Liquid Plan-Growth-Regular Plan	100	3046	12518	7.30	30.00
IWL IDBI mutual Fund-Regular Growth option	10	50000	50000	5.00	5.00
IWL SBI Saving Fund -Regular plan-Growth	10	6963537	0	2007.00	0.00
IWL ABSL Saving Fund - Growth Direct	10	35953	0	127.00	0.00
DSP BR Short Term Fund -Growth	10	1014223	1014223	240.60	240.60
DSP BR Income Opportunities Fund-Growth	10	0	894077	0.00	250.00
Franklin Templeton India Short Term Income Plan-Growth	1000	0	25216	0.00	670.59
Aditya BSL Cash Manager Fund-Growth	10	0	69962	0.00	283.02
ICICI Prudential Flexible Income Plan-Growth	10	8,093	31537	28.26	102.02
UTI Treasury Advantage Fund-Growth	10	0	22575	0.00	526.83
DSP BR Arbitrage Fund-Growth	10	600382	600382	60.04	60.04
Aditya BSL Corporate Bond Fund-Growth	10	0	3344267	0.00	420.36
ICICI Prudential Ultra Short Term Plan-Growth	10	0	182187	0.00	31.64
ICICI PRU Regular Savings Fund Growth	10	3363923	3363923	557.91	557.91
TATA Short Term Bond Fund-Growth	10	0	734846	0.00	200.00
UTI Short Term Income Fund Growth	10	0	3848355	0.00	739.48
Aditya Birla Sunlife Liquid Fund Growth	10	226838	0	651.34	0.00
Franklin India Liquid Fund Growth	1000	1796	0	49.57	0.00
Franklin Templeton India Ultra Short Bond Fund-Growth	10	310415	0	75.00	0.00
ICICI PRU Liquid Plan-Growth	10	121077	0	320.00	0.00
UTI Liquid Cash Plan-Growth	1000	38601	0	1155.05	0.00
				5844.37	10569.33
Group Share in Joint Venture				0.00	0.00
Total current investments				6181.90	11411.68
Aggregate amount of unquoted current investments				5844.37	10569.33



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(Rs. in Lakhs)

	As at 31st March, 2019	As at 31st March, 2018
19 Inventories		
(For basis of valuation see note no. 3(f))		
Raw materials	64551.48	69080.25
Work-in-progress	35784.09	26499.21
Finished goods	30085.27	14824.31
Stock-in-trade	17.90	10.22
Stores and spares	10084.79	7884.17
Others		
– Fuel	443.46	1797.24
– Packing Material	850.07	641.74
– By products	165.97	151.95
– Food and Beverages	825.68	619.09
– Construction Materials	16989.20	9883.66
	19274.38	13093.68
Sub-total	159797.91	131391.84
Group Share in Joint Ventures	—	—
Total	159797.91	131391.84
20 Trade receivables		
(Unsecured, considered good, unless otherwise stated)		
Considered good	214256.62	195633.85
Considered doubtful	647.38	744.30
	214904.00	196378.15
Less: Provision for doubtful Trade receivables	(647.38)	(744.30)
	214256.62	195633.85
Group Share in Joint Ventures	—	—
Total	214256.62	195633.85
21 Cash and bank balances		
21.1 Cash & cash equivalents		
Balances with banks in current accounts	6483.87	5885.65
Cheques on hand	—	24.06
Bank deposits with original maturity upto 3 months	295.67	3186.48
Cash Credit accounts	8.45	1527.10
Cash in hand	653.29	475.95
Group Share in Joint Ventures	4.38	0.82
Total cash and cash equivalents	7445.66	11100.06

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(Rs. in Lakhs)

	As at 31st March, 2019	As at 31st March, 2018
21.2 Other Bank Balances		
- In unpaid dividend accounts	290.75	288.87
- Margin Money with banks		
- Deposit with original maturity for more than 3 months but less than 12 months	13322.18	7247.82
- Bank deposits with original maturity of more than 12 months	942.41	1665.21
	14555.34	9201.90
Less: Amount disclosed under note no. 17 - Other non-current assets	-752.10	-633.11
Sub-total	13803.24	8568.79
Group Share in Joint Ventures	—	—
Total	21248.90	19668.85
22 Short-term loans and advances		
(Unsecured, considered good, unless otherwise stated)		
Advance to suppliers		
- Considered good	24777.72	21600.35
- Considered doubtful	59.04	59.04
	24836.76	21659.39
Less: Provision for doubtful advances	59.04	59.04
	24777.72	21600.35
Loans and advances to related parties		
- Inter Corporate deposits	52.39	107.54
Others	—	150.00
Prepaid expenses	4579.06	3331.41
Advances recoverable in cash or in kind	699.85	336.67
Other receivables	—	41.16
Security deposits	1,064.87	1,811.40
Advance income tax (net of provisions)	118.77	60.26
Inter-corporate deposits (see note no. 50)	3,664.90	2762.98
- Considered doubtful	—	700.00
	3,664.90	3462.98
Less: Provision for doubtful inter corporate deposits	—	700.00
	3,664.90	2762.98
Electricity duty and Custom duty refund claimed	2,076.16	1,620.60
Balances in Excise, Service Tax and VAT accounts	8675.61	4959.42
	45709.33	36781.79
Group Share in Joint Ventures	48.50	53.50
Total	45757.83	36835.29



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(Rs. in Lakhs)

	As at 31st March, 2019	As at 31st March, 2018
23 Other current assets		
Assets held for disposal	102.96	102.96
Insurance claims lodged	63.02	—
Unbilled revenue	2004.57	735.82
Interest accrued	106.72	107.18
Advance recoverable	415.31	1606.94
Others	0	7.92
	2692.58	2560.82
Group Share in Joint Ventures	0.01	—
Total	2692.59	2560.82
	2018-2019	2017-2018
24 Revenue from operations		
Sale of products	422789.28	243708.58
Sale of services	137555.48	138125.49
Other operating revenues	1576.48	20549.84
	561921.24	402383.91
Less:		
Excise duty	0	(2872.56)
	561921.24	399511.35
Group Share in Joint Ventures	—	—
Total	561921.24	399511.35
25 Other income		
Interest income		
– on bank deposits	1110.46	1391.42
– on inter - corporate deposits	312.34	195.76
– on Income tax refund	3922.23	546.77
– on others	88.31	2480.51
– on long term investments	9.99	11.79
	5443.33	4626.25
Dividend income		
– on long term investments	—	39.32
– on current investments	—	—
	—	39.32
Profit on sale of investments (net)	2756.54	6053.77
– on long term investments (net of reversal of provision for diminution of Rs. NIL (previous year Rs. NIL)	430.91	449.57
– on current investments	133.11	45.57
Provision for doubtful debts written back	23.18	—
Liabilities and provisions no longer required, written back	835.16	851.37
Net gain on foreign currency transactions and translation	3720.32	2706.92



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(Rs. in Lakhs)

	As at 31st March, 2019	As at 31st March, 2018
Net Gain on settlement of derivative	—	4.64
Insurance claims	116.16	159.03
Profit on retirement /disposal of fixed assets (net)	586.98	0.10
Rental income from operating leases	530.09	529.25
Miscellaneous income	307.65	137.11
	14883.43	15602.90
Group Share in Joint Ventures	0	1.25
Total	14883.43	15604.15
26 Cost of materials consumed		
Raw materials consumed	174511.69	52457.58
Packing materials consumed	9414.22	7284.47
Cost of food and beverages	11249.51	7435.80
	195175.42	67177.85
Group Share in Joint Ventures	—	—
Total	195175.42	67177.85
27 Purchases of stock-in-trade		
Purchases of stock-in-trade	58.32	—
	58.32	—
28 Changes in inventories of finished goods, work-in-progress and stock-in-trade & by-products		
Opening stock		
Finished goods	14824.31	22232.23
Stock-in-trade	10.22	203.78
Material-in-process	8328.27	8146.57
Erection and commissioning work-in-progress	18170.93	21042.42
By-products	151.95	157.14
	41485.68	51782.14
Add: On account of subsidiaries acquired during the year	837.04	—
	42322.72	51782.14
Less : Closing stock		
Finished goods	30085.27	14824.31
Stock-in-trade	17.90	10.22
Material-in-process	11231.70	8328.27
Erection and commissioning work-in-progress	24552.38	18170.93
By-products	165.97	151.95
	66,053.22	41,485.68
Excise duty on stock of finished goods (net)	0	(453.09)
Effect of changes in exchange currency rates	(253.90)	361.49
(Increase) / Decrease in stock	(23,984.40)	10204.86



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(Rs. in Lakhs)

	As at 31st March, 2019	As at 31st March, 2018
29 Employee benefits expense		
Salaries and wages	34661.89	30501.12
Contribution to provident and other funds	1786.48	1607.22
Gratuity	115.57	159.40
Staff welfare expenses	748.71	940.02
	1832.04	1593.55
Group Share in Joint Ventures	39144.69	34801.31
Total	1.19	1.21
	39145.88	34802.52
30 Finance costs		
Interest expenses	17172.95	22839.89
Interest on Income tax	472.06	476.34
Other interest	722.27	441.09
Interest on deferred credit	—	53.60
Other borrowing costs	3397.87	2628.85
Loss on foreign currency transactions and translation	1169.46	2215.31
	22934.61	28655.08
Less: Capitalized	435.86	569.96
	22498.75	28085.12
Group Share in Joint Ventures	—	—
Total	22498.75	28085.12
31 Depreciation and amortization expense		
Depreciation and amortization of tangible assets	31327.29	28099.08
Amortization of intangible assets	2191.28	2135.71
Depreciation on investment property	27.52	30.70
Amortization of investment property	0.20	0.20
	33546.29	30265.69
Group Share in Joint Ventures	0.01	0.01
Total	33546.30	30265.70



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(Rs. in Lakhs)

	As at 31st March, 2019	As at 31st March, 2018
32 Other expenses		
Stores and spares consumed	9385.25	8,189.40
Power and fuel	60958.17	50549.22
Entertainment tax	—	21397.07
EPC, O & M, Common Infrastructure Facility and Site Development Expenses	18395.46	21,025.20
Exhibition cost	44420.91	36731.79
Freight and octroi	13035.74	10339.86
Insurance	907.64	666.61
Excise duty, custom duty and sales tax	3293.19	4188.88
Production labour charges	2667.53	2117.94
Processing charges	10168.53	942.08
Outsourced personnel cost	6510.42	5,326.50
Common facility charges	—	—
Factory expenses	837.66	653.81
Repairs to		
– Buildings	884.98	772.09
– Plant and Equipments	7179.48	6256.84
– Others	1349.48	1026.76
	9413.94	8055.69
Directors' sitting fees	69.90	63.64
Commission to directors	925.67	479.21
Rent and conducting fees	31431.66	26174.18
Rates and taxes	1822.78	1789.74
Travelling and conveyance	4138.64	3639.78
Communication expenses	209.54	215.53
Legal and professional fees and expenses	7630.27	6572.55
Lease rentals and hire charges	1771.80	868.80
Loss on retirement /disposal of fixed assets (net)	499.66	1085.42
Net loss on foreign currency transactions and translation	427.22	69.10
Amortisation of premium on forward contracts	966.13	664.28
Provision for doubtful advances	29.22	609.88
Provision for doubtful deposits	—	63.61
Provision for doubtful Trade receivables	37.13	177.56
Bad debts and remission	574.24	2815.74
Commission	287.39	538.42
Royalty	2223.17	808.40
Economic benefit payable to transferee of projects	—	8918.23
Corporate Social Responsibility (CSR) expenditure	1098.63	297.58
Miscellaneous expenses	16265.79	13794.08
	250409.47	239829.78
Group Share in Joint Ventures	0.96	6.09
Total	250410.43	239835.87

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019****33 Share-based payments****33.1 Details of the employee share option plan of Inox Leisure Limited**

Inox Leisure Limited (ILL) has a share option scheme applicable to the employees and Directors of the Company, its subsidiary companies or its holding company and any successor company thereof, as determined by the Compensation, Nomination and Remuneration Committee of ILL on its own discretion. The scheme is administered through Inox Leisure Limited - Employees Welfare Trust.

In the year ended 31st March, 2006, ILL had issued 5,00,000 equity shares of Rs. 10 each at a premium of Rs. 5 per share to Inox Leisure Limited – Employees' Welfare Trust ("ESOP Trust") to be transferred to the employees of the Company under the scheme of ESOP framed by the Company in this regard. The Company has provided finance of Rs. 75.00 Lakhs to the ESOP Trust for subscription of these shares at the beginning of the plan.

Each share option converts into one equity share of the Company on exercise. The options are granted at an exercise price of Rs. 15 per option. The option carry neither rights to dividends nor voting rights. The options granted are required to be exercised within a period of one year from the date of vesting of the respective options.

On 23rd June, 2017, stock options of 1,67,500 shares have been granted to employees and during the previous year, on 5th January, 2017, stock options of 20,000 shares have been granted to an employee of holding company. The vesting period for these equity settled options is between one to four years from the date of the respective grants. The options are exercisable within one year from the date of vesting.

The compensation costs of stock options granted to employees are accounted using the fair value method

33.2 Fair value of share options granted in the year

"The fair value has been calculated using the Black Scholes Options Pricing Model. The Black-Scholes model requires the consideration of certain variables such as volatility, risk free rate, expected dividend yield, expected option life, market price and exercise price for the calculation of fair value of the option. These variables significantly influence the fair value and any change in these variables could significantly affect the fair value of the option." "The significant assumptions made in this regard are as under: "

Particular	Options granted	
	23rd June, 2017	5th January, 2017
Date of grant	23rd June, 2017	5th January, 2017
Fair value of share option at grant date	269.10	217.56
No of share options granted	167,500	20,000
Grant date share price	281.50	230.00
Exercise price	15	15
Expected volatility	33.53% to 39.82%	38.53% to 41.80%
Option life	1.5 to 4.5 years	1.5 to 4.5 years
Dividend yield	—	—
Risk free interest rate	6.25% to 6.53%	6.09% to 6.47%

33.3 Movements in share options during the year

Particulars	2018-2019	2017-2018
Balance at beginning of year	162,500	20,000
Granted during the year	-	167,500
Forfeited during the year	7,500	20,000
Exercised during the year	38,125	5,000*
Balance at the end of year	116,875	162,500
Exercisable at the end of year	NIL	NIL
Weighted average exercise price of all stock options	Rs. 15	Rs. 15

* During the financial year 2017-18, 5000 stock options were exercised but the allotment of the same was made during the financial year 2018-19.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

33.4 Method used for accounting of share based payment plan:

The Company has used fair value method to account for the compensation cost of stock options granted to its employees and the employee of holding company. The compensation cost of Rs. 126.10 Lakhs (31st March,2018: Rs. 179.48 Lakhs) is recognised in the Statement of Profit and Loss.

33.5 Range of exercise price and weighted average remaining contractual life of outstanding options

For Options granted on 5th January, 2017:

Particulars	2018-2019	2017-2018
Number of options outstanding	10,000	15,000
Weighted Average Remaining Contractual Life (in years)	2.77	3.77
Weighted Average Exercise Price (Rs.)	15.00	15.00

For Options granted on 23rd June, 2017:

Particulars	2018-2019	2017-2018
Number of options outstanding	106,875	147,500
Weighted Average Remaining Contractual Life (in years)	3.23	4.23
Weighted Average Exercise Price (Rs.)	15.00	15.00

34 In respect of taxation matters of the Company

During the year, the Company has received appellate orders from Income-tax Appellate Tribunal ("ITAT") for two years (viz. assessment years 2012-13 and 2013-14) favourably upholding certain contentions raised by the Company, including, on the basis of decision of the jurisdictional Gujarat High Court, holding that net proceeds from sale of carbon credits by the company is a capital receipt. The consequential reduction in tax liability of Rs. 34,936.89 lakhs in respect of these two years is recognized as 'tax pertaining to earlier years' and interest of Rs. 3,609.83 lakhs on such income-tax refunds is included in other income. The Income-tax Department has filed an appeal before the Hon'ble Gujarat High Court against these ITAT orders.

Further, in the respect of earlier years, the matter has already been heard by ITAT on 25th April 2019 and the appellate orders are awaited. Considering the relief already granted by the ITAT in above two years, on the basis of decision of the jurisdictional Gujarat High Court in respect of taxability of carbon credit receipts, the Company has computed the amount of relief for the balance years also and the reduction in tax liability of Rs. 47,915.20 lakhs in respect of these years is recognized as 'tax pertaining to earlier years'.

(Rs. In Lakhs)

Particulars	2018-2019
MAT credit entitlement	(58,165.06)
Income Tax	(23,896.94)
Deferred tax	(790.09)
Net credit	(82,852.09)

34.1 In respect of taxation matters of Inox Leisure Limited ("ILL")

The contention of ILL that the amount of entertainment tax exemption availed for some of its multiplexes is a capital receipt has been accepted by Hon'ble Supreme Court in respect of the exemption availed in the state of Maharashtra, West Bengal & Gujarat on the basis of Schemes pertaining to these three States. In respect of some other states, the same has been accepted by various appellate authorities and Hon'ble High Court of Judicature at Gujarat. Provision for income tax, till the year ended 31st March, 2015, was made on this basis, to the extent the entertainment tax exemption is held as capital receipt for such multiplexes.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019**

In view of the assessment and appellate orders received during the current year and previous year, accepting certain claims of the Group, the tax liability (including deferred tax) for earlier years, is recomputed and consequential reduction in taxation for earlier years is recognised in the Statement of Profit and Loss as under:

(Rs. In Lakhs)

Particulars	2018-2019	2017-2018
MAT credit entitlement	(720.95)	(2,924.48)
Income Tax	(305.68)	(232.32)
Deferred tax	571.13	(2,213.67)
Net credit	(455.50)	(5,370.47)

35. Nature of securities and terms of repayment

i. In respect of loans taken by Gujarat Fluorochemicals Limited (GFL):

(A) The terms of repayment of secured term loans and working capital loans are stated as under:

As at 31st March, 2019

Sr. No.	Lender's Name	Loan Type	Amount outstanding Rs. in Lakhs	Terms of Repayment	Rate of Interest	Security Note
1.	ICICI Bank Limited (Hedged Part)	External Commercial Borrowing	3,073.28	Half yearly repayment, final maturity on 20th March, 2023	Hedged at 10.55% p.a. with Call Spread Option	(a)
2.	ICICI Bank Limited (Un-Hedged Part)	External Commercial Borrowing	1,490.54	Half yearly repayment, final maturity on 20th March, 2023	6M LIBOR + 4.14% p.a.	(a)
3.	The Hong Kong and Shanghai Banking Corporation Limited	External Commercial Borrowing	4,065.95	Quarterly repayment, final maturity on 15th March, 2021	Hedged at 8.24% p.a.	(b)
4.	Mizuho Bank Limited	External Commercial Borrowing	4,065.95	Quarterly repayment, final maturity on 15th March, 2021	Hedged at 8.24% p.a.	(c)
5.	Kotak Mahindra Bank Limited	Term Loan	9,500.00	Quarterly repayment, final maturity on 19th March, 2027	6M MCLR + 0.15% p.a.	(e)
6.	Daimler Financial Services India Pvt. Ltd	Vehicle Loan	115.21	Monthly repayment, final maturity on 7th August, 2021	11.25% p.a.	(f)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019
As at 31st March, 2018

Sr. No.	Lender's Name	Loan Type	Amount outstanding Rs. in Lakhs	Terms of Repayment	Rate of Interest	Security Note
1.	ICICI Bank Limited (Hedged Part)	External Commercial Borrowing	3,620.96	Half yearly repayment, final maturity on 20th March, 2023	Hedged at 10.55% p.a. with Call Spread Option	(a)
2.	ICICI Bank Limited (Un-Hedged Part)	External Commercial Borrowing	1,756.17	Half yearly repayment, final maturity on 20th March, 2023	6M LIBOR + 4.14% p.a.	(a)
3.	The Hong Kong and Shanghai Banking Corporation Limited	External Commercial Borrowing	5,748.66	Quarterly repayment, final maturity on 15th March, 2021	Hedged at 8.24% p.a.	(b)
4.	Mizuho Bank Limited	External Commercial Borrowing	5,748.66	Quarterly repayment, final maturity on 15th March, 2021	Hedged at 8.24% p.a.	(c)
5.	HDFC Bank Limited	Working Capital demand Loan	3,500.00	Bullet repayment on 28th May, 2018	8.50% p.a.	(d)

Notes:-

- a) **ICICI Bank Limited:-** The foreign currency term loan from ICICI Bank Limited is secured by way of an exclusive first ranking security interest/mortgage/hypothecation on movable and immovable assets including cash flow receivables and escrow account of 14 MW Wind Power Project at Mahidad. Further, the lender has exclusive first charge on movable fixed assets of AHF & HCFC plant located at Survey No 16/3, 26 & 27, Village Ranjitnagar 389380, Taluka Ghoghamba, District Panchmahal, Gujarat.
- b) **The Hongkong and Shanghai Banking Corporation Limited:-** The foreign currency term loan from The Hongkong and Shanghai Banking Corporation, is secured by way of first charge on pari-passu basis with Mizuho Bank Limited on immovable & movable assets of 36 MW Wind Power Project at Mahidad, Gujarat, and on movable fixed assets of DPTFE plant at Plot No 12A, GIDC Estate, Village-Dahej, Taluka-Vagra, District-Bharuch, Gujarat. Further, the lender has assignment of rights on pari-passu basis with Mizuho Bank Limited under the project agreements with respect to 36 MW Wind Power Project at Mahidad.
- c) **Mizuho Bank Limited:-** The foreign currency term loan from Mizuho Bank Limited, is secured by way of first charge on pari-passu basis with The Hongkong and Shanghai Banking Corporation Limited on immovable & movable assets of 36 MW Wind Power Project at Mahidad, Gujarat and on movable fixed assets of DPTFE plant at Plot No 12A, GIDC Estate, Village-Dahej, Taluka-Vagra, District-Bharuch, Gujarat. Further, the lender has assignment of rights on pari-passu basis with The Hongkong and Shanghai Banking Corporation Limited under the project agreements with respect to 36 MW Wind Power Project at Mahidad.
- d) **HDFC Bank Limited:-** The Working capital demand Loan facility from HDFC Bank Limited was secured by first pari-passu charge in favour of the bank by way of hypothecation over the borrower's stock and receivables, both present and future, of the Company's unit located at Plot No.12-A, GIDC Estate, Village – Dahej, Taluka Vagra, District Bharuch, Gujarat. Security charge was released on 28th March 2019.
- e) **Kotak Mahindra Bank Limited:-** The term loan from Kotak Mahindra Bank Limited, is secured by way of first and exclusive charge by way of hypothecation of movable fixed assets pertaining to Chloralkali Plant at Plot No 12A, GIDC Estate, Village-Dahej, Taluka-Vagra, District-Bharuch, Gujarat.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

f) **Daimler Financial Services India Pvt. Ltd:-** The vehicle loan from Daimler Financial Services India Pvt. Ltd, is secured by way of hypothecation of vehicle.

(B) The terms of repayment of unsecured working capital loans are as under:

As at 31st March, 2019

Sr. No.	Lender's Name	Loan Type	Amount outstanding Rs. in Lakhs	Terms of Repayment	Rate of Interest
1.	ICICI Bank Limited	Commercial Paper	4,957.09	Bullet repayment on 13th May, 2019	7.60% p.a.
2.	ICICI Bank Limited	Commercial Paper	7,431.02	Bullet repayment on 16th May, 2019	7.60% p.a.
3.	Invesco Mutual Fund	Commercial Paper	8,850.93	Bullet repayment on 20th June, 2019	7.70% p.a.
4.	Yes Bank Limited	Foreign Currency Loan- Import Finance	13,529.83	Repayment range from 2nd April, 2019 to 20th September, 2019	Interest range from 6M LIBOR + 0.32% to 6 M LIBOR + 0.87%
5.	ICICI Bank Limited	Foreign Currency Loan- Import Finance	6,374.43	Repayment range from 2nd April 2019 to 23rd September 2019..	Interest range from 6M LIBOR + 0.40% to 6 M LIBOR + 0.90%
6.	HSBC Limited	Foreign Currency Loan- Import Finance	1,962.42	Repayment range from 5th April, 2019 to 24th June, 2019	Interest range from 6M LIBOR + 1.00%
7.	IndusInd Bank Limited	Foreign Currency Loan- Import Finance	970.17	Repayment range from 11th July, 2019 to 27th August, 2019	Interest range from 6M LIBOR + 0.48%
8.	Emirates NBD Bank (P.J.S.C)	Packing Credit in Foreign Currency	7,717.97	Repayment range from 9th April, 2019 to 13th August, 2019	Interest range from 6M EURIBOR + 0.50% to 6M EURIBOR + 0.80%
9.	HSBC Limited	Packing Credit in Foreign Currency	1,551.35	Bullet repayment on 10th April, 2019	Interest range from 6M EURIBOR + 0.65%
10.	HDFC Bank Limited	Short Term Loan	3,000.00	Bullet repayment on 24th April, 2019	8.55% p.a.
11.	HDFC Bank Limited	Short Term Loan	2,500.00	Bullet repayment on 10th June, 2019	8.65% p.a.
12.	Kotak Mahindra Bank Limited	Working Capital Demand Loan	3,000.00	Bullet repayment on 26th April, 2019	8.28% p.a.
13.	Kotak Mahindra Bank Limited	Working Capital Demand Loan	4,000.00	Bullet repayment on 19th July, 2019	8.75% p.a.
14.	IDBI Bank Limited	Working Capital Demand Loan	2,500.00	Bullet repayment on 6th April, 2019	8.60% p.a.
15.	IDBI Bank Limited	Working Capital Demand Loan	1,000.00	Bullet repayment on 26th April, 2019	8.30% p.a.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019
As at 31st March, 2018

Sr. No.	Lender's Name	Loan Type	Amount outstanding Rs. in Lakhs	Terms of Repayment	Rate of Interest
1.	HDFC Bank Limited	Commercial Paper	5,972.08	Bullet repayment on 26th April, 2018	6.95% p.a.
2.	HDFC Bank Limited	Commercial Paper	2,478.44	Bullet repayment on 17th May, 2018	7.00% p.a.
3.	Kotak Mahindra Bank Limited	Commercial Paper	5,978.87	Bullet repayment on 19th April, 2018	7.27% p.a.
4.	Invesco Mutual Fund	Commercial Paper	9,899.86	Bullet repayment on 21st May, 2018	7.40% p.a.
5.	Kotak Mahindra Bank Limited	Buyer's Credit	8,376.58	Repayment range from 6th April, 2018 to 18th December, 2018	Interest range from 6M LIBOR + 0.50% to 12 M LIBOR + 1.10%
6.	Yes Bank Limited	Buyer's Credit	2,737.06	Repayment range from 3rd April, 2018 to 31st August, 2018	Interest range from 6M LIBOR + 0.50% to 12 M LIBOR + 0.55%
7.	ICICI Bank Limited	Buyer's Credit	3,502.14	Repayment range from 4th May, 2018 to 12th September, 2018	Interest range from 6M LIBOR + 0.50% to 12 M LIBOR + 0.55%
8.	BNP Paribas	Packing Credit in Foreign Currency	14,151.72	Repayment range from 4th April, 2018 to 19th September, 2018	Interest range from 6M EURIBOR + 0.29% to 6M
9.	HDFC Bank Limited	Short term Loan	1,500.00	Bullet repayment on 28th May, 2018	EURIBOR + 0.52%, & 6M LIBOR + 0.70% p.a. 8.50% p.a.

Maximum balance of commercial papers:

Maximum balance during the F.Y. 2018- 2019 was Rs. 24,500 Lakhs.

Maximum balance during the F.Y. 2017- 2018 was Rs. 24,500 Lakhs.

II. In respect of loans taken by Inox Wind Limited (IWL):

(A) Terms of repayment and securities for non-current borrowings:

a) Debentures (secured) :

- (i) 3000 non convertible redeemable debentures of Rs. 10 Lakhs each fully paid up, are issued at par, and carry interest @ 9% p.a. payable semi annually. The maturity pattern of the debentures is as under:

(Rs. in Lakhs)

Month	Principal
Sep-19	5,000.00
Mar-20	5,000.00
Sep-20	5,000.00
	15,000.00

The above debentures are secured by sole and exclusive charge by way of hypothecation of fixed

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019**

assets and certain immovable assets of its subsidiary and unconditional and irrevocable guarantee by Gujarat Fluorochemicals Limited.

b) Rupee term loan from Axis Finance Ltd :

Rupee term loan is secured by first charge of lien of FMP/other select debt mutual funds acceptable to Axis finance provided by Gujarat Fluorochemicals Limited and carries interest @ 8.5% p.a. Principal repayment pattern of the loan is as under:

(Rs. in Lakhs)

Month	Principal
Aug-20	5,056.16
	5,056.16

c) Rupee term loan from Yes Bank Ltd:-

Rupee term loan taken from Yes Bank Ltd is secured by unconditional and irrevocable corporate guarantee from Gujarat Fluorochemicals Limited and second charge on existing and future movable fixed assets of the company and carries interest @ 9.60% p.a. Principal repayment pattern of the loan is as under:

(Rs. in Lakhs)

Month	Principal
Jul-19	5,00.00
Jan-20	2,000.00
Jul-20	2,000.00
Jan-21	2,500.00
Jul-21	2,500.00
	9,500.00

d) Rupee term loan from Aditya Birla Finance Ltd:-

Rupee term loan is taken from Aditya Birla Finance Ltd is secured by second pari passu charges on the current assets, cash flows and receivables both present & Future of the company and carries interest @ 10% p.m. Principal repayment pattern of the loan is as under:

(Rs.in Lakhs)

Month	Principal
Apr-19	148.73
Jul-19	300.00
Oct-19	300.00
Jan-20	300.00
Apr-20	300.00
Jul-20	550.00
Oct-20	550.00
Jan-21	550.00
Apr-21	550.00
Jul-21	700.00
Oct-21	700.00
Jan-22	700.00
Apr-22	700.00
Jul-22	800.00
Oct-22	800.00
Jan-23	800.00
Apr-23	800.00
Jul-23	400.00
Total	9,948.73

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019
e) Other Term Loans

(Rs.in Lakhs)

Particulars	As at 31 March 2019	As at 31 March 2018
Foreign currency term loan from Bank is secured by first pari-passu charge by way of hypothecation on the entire fixed assets of Plant at Relwa Khurd Industrial Area and carries interest @ 10.25% p.a and is repayable in 18 quarterly instalments starting from 30 October 2015.	1490.18	2,812.34
Foreign currency term loan from Bank is secured by first pari-passu charge by hypothecation on the entire fixed assets of Plant at Relwa Khurd Industrial Area and carries interest @10.50% p.a and repayable in 12 quarterly instalments starting from 10 February 2017.	1679.50	3,703.13
Rupee term loan from Bank is secured by First exclusive charge on existing & future movable & immovable fixed assets of Una and Rohika Plants, carries interest @ 11.30% p.a. and is repayable in 20 quarterly instalments starting from 30 September 2014.	125.00	625.00
Rupee term loan from Bank is secured by extension of first exclusive charges on immovable fixed assets of the Company at Una, Himachal Pradesh & Bavla (Rohika), Gujarat excluding charge on land bearing survey no. 129/13 at Bavla and first exclusive charge on existing and future movable fixed assets of the company at Bavla, Gujarat and First pari passu charges on movable fixed assets of the company at Una, Himachal Pradesh (along with existing charge of District Industries Centre, Himachal Pradesh of INR 3.0 million), carries interest @ 9.10% to 10.38 % p.a. and is repayable in 20 quarterly instalments starting from 30 June 2017.	11,888.74	16,000.00
Vehicle term loan from others is secured by hypothecation of the said vehicle and carries interest @ 11.28% p.a. The loan is repayable in 36 monthly instalments starting from 3 March 2017.	71.70	88.15
Vehicle term loan from others is secured by hypothecation of the said vehicle and carries interest @ 12.00% p.a. The loan is repayable in 36 monthly instalments starting from 23 September 2015.	—	65.37

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019****(B) Terms of repayment and securities for current borrowings:**

(Rs.in Lakhs)

Particulars	As at 31 March 2019	As at 31 March 2018
Buyer's credit facilities are secured by first pari-passu charge on the current assets of the Company and carry interest rate of applicable LIBOR plus bank's spread which is generally in the range of 0.25% to 1%.	—	3,241.47
Supplier's credit facilities are secured by first pari-passu charge on the current assets of the Company and carry interest rate of applicable LIBOR plus bank's spread which is generally in the range of 0.33% to 0.65%.	17,114.32	—
Working capital demand loan from bank is secured by first pari-passu charge on the current assets of the Company and carries interest in the range of 9.9 % - 14.00% p.a.)	5900.00	6,600.00
Cash credit facilities are secured by first pari-passu charge on the current assets of the Company and carries interest rate in the range on 10% - 13.69% p.a.	30,391.90	38,430.88
Other Loan - (Invoice Purchase Finance) was secured by first pari-passu charge on the current assets of the Company and carried interest rate in the range of 8.75% p.a.	829.50	—

III. In respect of loans taken by Inox Leisure Limited (ILL):

(i) The terms of repayment of term loans from banks are as under:

As at 31st March, 2019

Particulars	Amount outstanding (Rs. in lakhs)	Terms of repayment	Rate of interest	Security Note
HDFC Bank Ltd	2,000.00	The loan is repayable in 16 equal quarterly instalments of Rs. 250 Lakhs beginning from 4 June 2017.	8.85% to 9.30%	(b)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan I)	3,437.50	The loan is repayable in 16 equal quarterly instalments of Rs. 312.50 Lakhs beginning from 7 February 2018.	8.40% to 9.25%	(c)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan II)	2,062.50	The loan is repayable in 16 equal quarterly instalments of Rs. 187.50 Lakhs beginning from 29 March 2018.	8.60% to 8.96%	(c)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan III)	1,500.00	The loan is repayable in 16 equal quarterly instalments of Rs. 125 lakhs beginning from 26 June 2018.	8.53% to 8.60 %	(c)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019
As at 31st March, 2018

Particulars	Amount outstanding (Rs. in lakhs)	Terms of repayment	Rate of interest	Security Note
Axis Bank (Term Loan II)	444.00	Repayable in 16 equal quarterly instalments of Rs. 250.00 Lakh each beginning from 31 Dec 2014.	8.75% to 9.40%	(a)
HDFC Bank Ltd	3,000.00	The loan is repayable in 16 equal quarterly instalments of Rs. 250 Lakhs beginning from 4 June 2017.	8.85% to 9.25%	(b)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan I)	4,687.50	The loan is repayable in 16 equal quarterly instalments of Rs. 312.50 Lakhs beginning from 7 February 2018.	8.40% to 8.75%	(c)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan II)	2,812.50	The loan is repayable in 16 equal quarterly instalments of Rs. 187.50 Lakhs beginning from 29 March 2018.	8.60% to 8.75%	(c)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan III)	2,000.00	The loan is repayable in 16 equal quarterly instalments of Rs. 125 lakhs beginning from 26 June 2018.	8.60%	(c)

(ii) Securities provided for secured loans
a. Axis Bank Ltd

Term loan from Axis Bank was secured by mortgage of immovable property situated at Vadodara and Anand and first exclusive charge on all movable fixed assets and current assets of some multiplexes financed by the said term loans and escrow of entire cash flows relating to such multiplexes. The entire loan has been repaid during the current financial Year.

b. HDFC Bank Ltd

Term loan from HDFC Bank is secured by mortgage of immovable property situated at Mumbai and first exclusive charge on all movable fixed assets of some multiplexes financed by the said term loan.

c. The Hongkong and Shanghai Banking Corporation Limited

Term loans from The Hongkong and Shanghai Banking Corporation Limited are secured by paripasu charge on mortgage of immovable property situated at Vadodara and first exclusive charge on all movable fixed assets and current assets of some multiplexes financed by the said term loans.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019****IV. In respect of loans taken by GFL GM Fluorspar:**

- (i) The terms of repayment of secured non current term loan from bank is as under:

As at 31st March, 2019

Particulars	Amount outstanding (Rs. in lakhs)	Terms of repayment	Rate of interest
Exim Bank	3,938.47	The ECB is repayable in 10 structured half yearly instalments commencing from 8th September, 2017.	6 Month Libor Plus 4% per annum
Finance lease obligations	71.35	The obligation under finance lease is repayable in 60 equated monthly instalments of MAD 36,960	16.60% p.a.

Note:

External commercial borrowing of USD 5.70 million is secured by way of exclusive charge on movable fixed assets of the proposed project upto value of USD 9.50 million, book debts, operating cashflows, receivables, commission, present & future revenues and unconditional irrevocable Corporate Guarantee of Gujarat Fluorochemicals Limited, India - the intermediate holding company. The term loan is repayable in the 10 structured half yearly instalments commencing from 8th September, 2017, and carries interest @ 6 months LIBOR plus 4% p.a.

As at 31st March 2017

Particulars	Amount outstanding (Rs. in lakhs)	Terms of repayment	Rate of interest
Exim Bank	4,950.04	The ECB is repayable in 10 structured half yearly instalments commencing from 8th September, 2017.	6 Month Libor Plus 4% per annum
Finance lease obligations	88.68	The obligation under finance lease is repayable in 60 equated monthly instalments of MAD 36,960	16.60% p.a.

Note:

Foreign currency term loan is secured by way of exclusive charge on movable fixed assets of the proposed project up to value of USD 9.495 million, book debts, operating cash flows, receivables, commission, present & future revenues and unconditional irrevocable Corporate Guarantee of Gujarat Fluorochemicals Limited, India.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(ii) The terms of repayment of secured current term loan from bank is as under:

As at 31st March, 2019

Particulars	Amount outstanding (Rs. in lakhs)	Terms of repayment	Rate of interest
Exim Bank	1,113.47	The ECB is repayable at the end of 180 days from the date of disbursement.	6 Month Libor Plus 3.5% per annum

Note:

Working Capital borrowing of USD 1.61 million is secured by exclusive charge on inventories, present and future receivables from Gujarat Fluorochemicals Limited, India (GFL) and irrevocable Corporate Guarantee of GFL and carries interest @ 6 months LIBOR plus 3.5% p.a. and is repayable at the end of 180 days from the date of disbursement.

As at 31st March, 2018

Particulars	Amount outstanding (Rs. in lakhs)	Terms of repayment	Rate of interest
Exim Bank	912.49	The ECB is repayable at the end of 180 days from the date of disbursement.	6 Month Libor Plus 3.5% per annum

Note:

Working Capital borrowing of USD 1.61 million is secured by exclusive charge on inventories, present and future receivables from Gujarat Fluorochemicals Limited (GFL) and irrevocable Corporate Guarantee of GFL.

V. There is no default on repayment of principal or payment of interest on borrowings.

36. Contingent liabilities :-

(a) Claims against the Group not acknowledged as debts Rs.9,842.93 Lakhs (as at 31st March 2018: Rs. 8,834.73 Lakhs). This includes:

i. In respect of Inox Leisure Limited (ILL):

In the arbitration proceedings in respect of termination notice of MOU for a proposed multiplex, the arbitrator has awarded the matter against the Company and directed the Company to pay Rs. 116.36 Lakh towards rent for the lock in period. Further, the arbitrator has also directed the Company to pay the amount of difference between the rent payable by the Company as per the MOU and the amount of actual rent received by the other party from their new tenant. The differential amount is presently not determinable. The Company has challenged the arbitration award before the Hon'ble High Court of judicature at Delhi and the same is pending.

ii. In respect of Inox Renewables Limited

Claim of Rs. 870.00 Lakhs (as at 31st March, 2018: Rs. 870.00 Lakhs) due to litigation with one of the state electricity distribution board.

iii. In respect of Inox Wind Limited

a) Claims made by contractors - Rs. 3,839.53 Lakhs (as at 31st March, 2018: Rs. 4,030.17 Lakhs).



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

Some of the suppliers have raised claims including interest on account of non-payment in terms of the respective contracts. IWL has contended that the suppliers have not adhered to some of the contract terms. At present the matters are pending before the jurisdictional authorities or are under negotiations

- b) Claims made by customers not acknowledge as debts – Rs. 4,150 lakhs (as at 31st March, 2018: Rs. 3,750 Lakhs).
 - c) In respect of claims made by five customers (as at 31st March, 2018 four customers) for non-commissioning of WTGs, the amount is not ascertainable.
- iv. In respect of GFL GM Fluorspar
- Is in respect of amount received Rs. 764.72 lakhs on account of revocation of performance guarantee, from one of the supplier of plant and equipments, due to excessive delays and non completion of the installation of the project. The same is being contested by the supplier. The revoked amount is reduced from Property, plant and equipment.
- (b) In respect of Income tax Matters Rs. 4,497.68 Lakhs (as at 31st March, 2018: Rs. 37,141.59 Lakhs). This includes
- i. In respect of Gujarat Fluorochemicals Limited
Rs. Nil Lakhs (as at 31st March, 2018: Rs. 32,389.97 Lakhs). This includes:
 - i. On account of disallowance under section 14A and reduction in the claim of deduction under section 80IA.
 - ii. On account of slump sale of wind energy business by substituting estimated market value in place of actual consideration received.

During the year, the Company has received favourable appellate orders in respect of above matters.
 - ii. In respect of Inox Leisure Limited(ILL):
During the year, various issues are settled by the appellate authorities in favour of the Company.
Assessment/reassessment dues for the assessment years 2010-11, 2011-12, 2013-14, 2014-15 are Rs. Nil (as at 31st March,2018 : Rs. 283.41 Lakhs).
 - iii. In respect of Inox Wind Limited (IWL):
Rs. 4,014.44 lakhs (31st March, 2018: Rs. 3,984.97 Lakhs)
This includes demand for assessment year 2013-14 received in the previous year, mainly on account of reduction in the amount of tax incentive claimed, which is being contested before the first appellate authority.
 - iv. In respect of Inox Renewables Limited
Rs. 483.24 Lakhs (as at 31st March 2018: Rs. 483.24 Lakhs) in respect of assessment years 2013-14, 2014-15 & 2015-16. IRL is contesting the demand and has filed appeals under the applicable laws.
- (c) In respect of excise duty & service tax matters - Rs. 26,123.53 Lakhs (as at 31st March, 2018: Rs. Rs. 24,393.17 Lakhs). This includes:
- i. In respect of Gujarat Fluorochemicals Limited
 - a. Amount of Rs. Nil (as at 31st March, 2018: Rs. 6.16 Lakhs) in respect of collection of cylinder rent charged from customers.
 - b. Amount of Rs. 387.04 Lakhs (as at 31st March, 2018: Rs. 322.12 Lakhs) in respect of Service tax on Import of services relating to supply of tangible goods, online information database access or retrieval services.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

The Company has filed appeal before CESTAT and the matters are pending.

- c. Amount of Rs. 950.02 Lakhs (as at 31st March, 2018: Rs. 2,169.49 Lakhs) for which the Company has received various show cause notices regarding input credit on certain items and freight charges recovered from buyers for supply of goods at buyers' premises. The Company has filed the replies or is in the process of filing replies.
- d. Amount of Rs. 42.05 Lakhs (as at 31st March, 2018: Rs. 211.55 Lakhs) is in respect of demand on account of cenvat credit availed on certain items. The Company has filed appeals or is in the process of filing appeals before Commissioner of Central Excise and Service tax (Appeals).
- e. Amount of Rs. 2,802.60 Lakhs (as at 31st March, 2018: Rs. 1,280.74 Lakhs) in respect of demand on account of cenvat credit availed on certain items, levy of excise duty on freight recovered from customers and credit transfer to Dahej Unit on inter unit transactions. The Company has filed appeal before CESTAT.

In respect of above Service tax and Excise matters, the Company has paid an amount of Rs. 104.00 Lakhs (as at 31st March, 2018: Rs. 65.84 Lakhs) and not charged to Statement of Profit and Loss.

ii. In respect of Inox Leisure Limited (ILL):

- a) Amount of Rs. 14,226.97 Lakhs (as at 31st March, 2018 : Rs. 16,641.03 Lakhs) is in respect of levy of service tax on film distributors' share paid by ILL and the matter is being contested by way of appeal / representation before the appropriate authorities.
- b) Amount of Rs. 6,313.22 Lakhs (as at 31st March, 2018 : Rs. 2,360.45 Lakhs) is in respect of levy of service tax on sale of food and beverages in multiplex premises and the matter is being contested by way of appeal before the appropriate authorities.

ILL has paid Rs 756.94 Lakhs (previous year Rs. 900.23 Lakhs) to the respective authorities under protest and not charged to Statement of Profit and Loss.

iii. In respect of Inox Wind Limited (IWL):

IWL has received orders for the period September 2011 to March 2016, in respect of Service Tax, levying demand of Rs. 1,401.63 Lakhs (as at 31st March, 2018: Rs. 1,401.63 Lakhs) on account of disallowance of exemption of Research & Development cess from payment of service tax. IWL has filed appeals before the first appellate authority. IWL has estimated the amount of demand which may be ultimately sustained at Rs. 32.19 lakhs and provision for the same is made during the year and carried forward as "Other indirect tax matters".

(d) In respect of Custom duty matter – Rs. 1,317.15 Lakhs (as at 31st March, 2018: Rs. 1,246.00 Lakhs).

i. In respect of Gujarat Fluorochemicals Limited:

Amount of Rs.11.82 Lakhs (as at 31st March, 2018: Rs. 11.82 Lakhs) for which the Company had received various show cause notices regarding inadmissible EPCG benefit on consumables imported. The Company has filed replies in this regard.

Amount of Rs. 1,300.97 Lakhs (as at 31st March, 2018: Rs. 1,229.82 Lakhs) The Company has received demands on account of differential custom duty on imported material on high seas basis. The Company has filed appeal before CESTAT and the matters are pending.

In respect of above Customs matters, the Company has paid an amount of Rs. 83.00 Lakhs (as at 31st March, 2018: Rs. 83.00 Lakhs) and not charged to Statement of Profit and Loss.

ii. In respect of Inox Leisure Limited (ILL):

Custom duty matter in respect of import of projectors of Rs. 4.36 Lakhs (as at 31st March, 2018: Rs. 4.36 Lakhs). In addition to this matter, ILL has also received a show cause cum demand notice from customs on import of cinematographic films. The amount of duty is yet to be quantified.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(e) In respect of VAT & CST matters Rs. 326.65 Lakhs (as at 31st March, 2018 : Rs. 492.14 Lakhs). This includes:

i. In respect of Gujarat Fluorochemicals Limited

The Company has received VAT & CST assessment orders in respect of disallowance of proportionate Input tax credit reduced on capital goods at the rate of 2% of ratio of Out of Gujarat sales (OGS) to gross turnover of sales levying VAT demand of Rs. 101.64 Lakhs & CST demand of Rs. 69.54 Lakhs for the F.Y. 2011-2012, F.Y. 2012-2013 & F.Y. 2013-14. The Company has not accepted the Order of Joint Commissioner of Commercial Tax for F.Y.2011-12 and has filed appeal before Gujarat value added Tax tribunal, Ahmedabad.

For F.Y. 2012-2013 & F.Y. 2013-2014, the Company has filed appeal before Joint Commissioner of Commercial Tax (Appeals).

ii. In respect of Inox Leisure Limited

Demand of Rs. Nil (as at 31st March, 2018: Rs. 261.87 Lakhs) pursuant to reassessment order for the year 2008-09. During the year, the Company has opted to settle the entire liability under the amnesty scheme and accordingly the amount payable under the amnesty scheme is charged to the Statement of Profit and Loss.

iii. In respect of Inox Wind Limited (IWL)

IWL had received orders for the financial years ended 31st March, 2013 and 31st March, 2014, In respect of Himachal Pradesh VAT, levying penalty of Rs. 112.87 lakhs for delayed payment of VAT. IWL had filed appeals before the first appellate authority. During the year ended 31st March, 2015, IWL had received appellate order for the year ended 31st March, 2014 confirming the levy of penalty and IWL has filed further appeal against the said order. However, IWL has estimated the amount of penalty which may be ultimately sustained at Rs. 53.78 lakhs and provision for the same was made during the year ended 31st March, 2015. After adjusting the amount of Rs. 23.35 lakhs paid against the demands, the balance amount of Rs. 30.43 lakhs is carried forward as "Other indirect tax matters(net of payments)" in Note 25.

iv. In respect of Inox Renewables Limited (IRL)

IRL has received Rajasthan VAT demand for F.Y.2012-13 of Rs. 96.38 lakhs (as at 31st March, 2018: Nil). IRL is contesting the demand and has filled appeal under the applicable laws.

(f) In respect of property tax matters Rs. Nil (as at 31st March, 2018 : Rs. 224.00 Lakhs). This represents:

i. In respect of Inox Leisure Limited (ILL):

The quantum of property tax levied in case of one multiplex is disputed and the matter was pending before Court of Small Causes and Hon'ble High Court of judicature at Bombay. Estimated provision for the same was made by ILL. (see Note 25)

The management has reviewed the position and pending settlement of dispute, has decided to pay the entire demand and the same is charged as expense during the year.

(g) In respect of Entertainment tax demands Rs. 3,625.48 Lakhs (as at 31st March, 2018: Rs. 4,083.87 Lakhs). This includes:

i. In respect of Inox Leisure Limited

a) Demand of Rs. 3,523.16 Lakhs (as at 31st March, 2018: Rs. 3246.41 Lakhs) in respect of some multiplexes pertaining to exemption period and the same is contested by way of appeal before appropriate authorities.

b) Demand of Rs. Nil (as at 31st March, 2018: Rs. 735.14 Lakhs) in respect of one multiplex where the eligibility for exemption from payment of entertainment tax was rejected and the matter is decided in favour of the Company by the Hon'ble High Court.

c) Other demands of Rs. 102.32 Lakhs (as at 31st March, 2018: Rs. 102.32 Lakhs) are mainly in respect of levy of entertainment tax on service charges and convenience fee collected.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

ILL has paid Rs 586.46 Lakhs (previous year Rs. 282.57 Lakhs) to the respective authorities under protest.

(h) In respect of stamp duty matters Rs. 263.81 Lakhs (as at 31st March, 2018 : Rs. 263.81 Lakhs)

- i. In respect of Inox Leisure Limited
Authority has raised the demand for non-payment of stamp duty on Leave & License Agreement in respect of one of the multiplexes holding the same as lease transaction. Stay has been granted and the matter is pending before the Board of Revenue.

Other matters:

- i) Inox Leisure Limited (ILL) may be required to charge additional cost of Rs. 389.83 Lakhs (as at 31st March, 2018: Rs. 389.83 Lakhs) towards electricity from 1st June, 2007 to 31st March, 2010 pursuant to the increase in the tariff in case the appeal made with Maharashtra Electricity Regulatory Commission 'MERC' by ILL through the Multiplex Association of India is rejected and the case filed in the Supreme Court by one of the electricity supplier against the order of the Appellate Tribunal for Electricity, dated 19th January, 2009, for change in category, in favour of the appeal made by the Multiplex Association of India is passed in favour of the electricity supplier. ILL has paid the whole amount to the respective authorities under protest.
- ii) In respect of the Supreme Court judgement dated 28 February 2019 on applicability of Provident Fund on certain components of employees' remuneration, clarifications/notification from the Government authorities is awaited as regard implementation of the same. Hence, additional liability, if any, in respect of earlier period cannot be ascertained. The Group has made a provision on a prospective basis from the date of the said order
- iii) Claims in respect of labour matters amount is not ascertainable.
- iv) In respect of Labour Cess under BOCW Act, 1966 - Rs. 61.11 Lakhs (31 March 2018: Nil)

IWL has received the order for the financial year ended 31 March 2015, 31 March 2016 in respect of Labour Cess on construction work at Relwa Khurd MP plant.

- v) Corporate guarantee given by Inox Leasing and Finance Limited to ICICI Bank in respect of loan taken by Inox India Pvt. Ltd. for general business purpose, USD 8.49 million (previous year USD 17.55 million) and to Aditya Birla Finance Ltd. Rs. 54.60 crores (previous year Rs. 67.20 crores) respectively. Inox India Limited has fully liquidated the loan to ICICI Bank during the current year 2018-19.

In respect of above matters, no additional provision is considered necessary as the Group expects favourable outcome. Further, it is not possible for the Group to estimate the timing and amounts of further cash outflows, if any, in respect of these matters.

37. In respect of Entertainment-tax exemption claimed and its treatment in these accounts:

The Entertainment tax exemption in respect of some of the Multiplexes of the ILL has been accounted on the basis of eligibility criteria as laid down in the respective Schemes but is subject to final orders yet to be received from respective authorities. Accordingly, ILL has recognized Rs. Nil during the year ended 31st March, 2019 (previous year Rs. 160.55 lakh) being Entertainment Tax exemption in respect of such Multiplexes. Cumulative amount as on 31st March, 2019 is Rs. 3716.48 lakhs (31st March, 2018: Rs. 4,075.77 lakhs)

38. Commitments:

- (a) Estimated amount of contracts remaining to be executed on capital account and not provided for, net of advances, is Rs. 41,971.89 Lakhs (as at 31st March, 2018 : Rs. 46,503.11Lakhs).
- (b) Amount of customs duty exemption availed by the Inox Wind Limited ('IWL') under EPCG Scheme for which export obligations are required to be fulfilled within stipulated period - Rs. 2,651.54 Lakhs (31st March, 2018 Rs. 2,983.84 Lakhs). IWL has recognised deferred grant income under EPCG scheme upto the Financial year ending 31 March 2019 amounting to Rs.1,111.38 lakhs (previous year Rs. 930.79 lakhs) against which export obligation is yet to fulfilled by IWL.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

- (c) Commitments for the operating multiplexes for minimum period of operations in terms of respective State Government policies equivalent to the exemption availed from commencement till reporting date as at 31st March, 2019 : Rs. 6,571.70 Lakhs (as at 31st March, 2018 : Rs. 10,049.04 Lakhs).

The above amount includes amount of entertainment tax disputes pertaining to exemption period reported under Note 44 as at 31st March, 2019 : Rs. 502.78 Lakhs (as at 31st March, 2018 : Rs. 1,237.91 Lakhs).

- (d) Capital commitment towards partly paid shares – Rs. 16,800.00 Lakhs (31st March, 2018 Rs. 16,800.00 Lakhs)
- (e) Company has issued a Letter of Comfort to IndusInd Bank Limited for credit facilities of Rs. 2500 lakhs (previous year Rs. 1500 lakhs to RBL Ltd.) granted by them to INOX FMCG Limited. In the current year, the said facilities have been fully satisfied by INOX FMCG Limited.

39. Leasing arrangements

As a Lessee

- a) Leasing arrangements for multiplexes

ILL is operating some of the multiplexes under operating lease/ business conducting arrangement. These arrangements are for an initial period of 3-30 years with a minimum lock-in period of 2-15 years and the agreements provide for escalation after pre-determined periods. The Group does not have an option to purchase the leased premises at the expiry of the lease periods.

Lease payments recognised as expenses in the Statement of Profit and Loss is Rs. 24,373.17 Lakhs (31st March, 2018: RS. 19841.82 Lakhs) and in the pre-operative expense is Rs.323.75 lakhs (31st March, 2018: Rs.Nil) in respect of such lease arrangements.

Non-cancellable operating lease commitments

(Rs.in Lakhs)

Particulars

Not later than 1 year
Later than 1 year and not later than 5 years
Later than 5 years

Total

	As at 31 March 2019	As at 31 March 2018
Not later than 1 year	24,545.17	20,281.93
Later than 1 year and not later than 5 years	106,557.63	82,404.51
Later than 5 years	283,001.10	159,605.39
Total	414,103.90	262,291.83

- (b) in respect of plants/Offices taken on operating Lease

The Plants taken on operating lease are for initial non-cancellable period of 10 years which can be further extended at the mutual option of both the parties. The future minimum lease payments under these lease arrangements are as under:

(Rs. In Lakhs)

Particulars

Payments recognized as an expense

	2018-2019	2017-2018
Payments recognized as an expense	66.13	64.40

(Rs. In Lakhs)

Particulars

Non-Cancellable Operating Lease commitments
not later than one year
later than one year and not later than five years
later than five years

	As at 31 March 2019	As at 31 March 2018
Non-Cancellable Operating Lease commitments not later than one year	98.57	76.40
later than one year and not later than five years	246.90	169.61
later than five years	—	—

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

- (c) In respect of Office taken on operating Lease
GFL LLC's only leasing agreement is in respect of office premises for initial non - cancellable period of 60 months.

Particulars	(Rs. In Lakhs)	
	2018-2019	2017-2018
Payments recognized as an expense	1.73	—

Particulars	(Rs. In Lakhs)	
	As at 31st March, 2019	As at 31st March, 2018
Non-Cancellable Operating Lease commitments not later than one year	34.17	—
later than one year and not later than five years	141.69	—
later than five years	—	—

- d) Interest in land taken on lease and classified as operating lease:
The leasehold land are generally taken for the period of 20 to 99 years. The entire lease premium is already paid and future rentals are nominal. Amortisation of such lease payments is included in "Rent and common facilities charges" in Statement of Profit and Loss and the balance remaining amount to be amortised is included in balance sheet as 'Prepayments Leasehold land'.
- e) In respect of other assets
The Group's other significant leasing arrangements are in respect of operating leases for premises (offices and residential accommodations). These lease arrangements are cancellable, range between 06 to 60 months and are usually renewable by mutual consent on mutually agreeable terms. These Lease payment are included in "Rent and common facilities charges" in Note 39 'Other expenses'.

As a Lessor

In respect of assets given on operating Lease

Operating leases relate to Investment Properties owned by the Company with lease terms of between 11 to 60 months and are usually renewable by mutual consent on mutually agreeable terms. All operating lease contracts contain market review clauses in the event that the lessee exercises its option to renew. Lessee does not have an option to purchase the property at the expiry of the lease period.

Rental Income earned by the Company from its Investment Properties and direct operating expenses arising on the investment properties for the year are set out in Note 32 and Note 39 respectively.

Particulars	(Rs. In Lakhs)	
	As at 31st March, 2019	As at 31st March, 2018
Non-Cancellable Operating Lease Receivable not later than one year	283.82	596.94
later than one year and not later than five years	—	318.32
later than five years	—	—



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

40 Details of other provisions:

Particulars	(Rs. In Lakhs)	
	2018-2019	2017-2018
a) Provision for municipal taxes		
Opening balance	115.95	185.61
Addition during the year	224.00	283.38
Paid during the year	339.95	353.04
Closing balance	—	115.95
b) Provision for Service tax on rentals		
Opening balance	1,067.21	1,074.63
Addition during the year	—	—
Paid during the year	—	7.42
Closing balance	1,067.21	1,067.21
c) Provision for other indirect tax matters		
Opening balance	117.61	30.43
Addition during the year	126.93	87.18
Paid during the year	—	—
Closing balance	244.54	117.61

- (i) Provision for municipal tax was in respect of disputed amount pertaining to one of the Group's multiplexes. The entire amount is paid during the current year.
- (ii) Provision for service tax is in respect of service tax payable on renting of immovable property, for the period from 1 June 2007 to 30 September 2011, which was defined as a taxable service by the Finance Act, 2010, with retrospective effect from 1 June 2007. The matter is pending before the Hon'ble Supreme Court of India.
- (iii) Provision for other indirect taxes is in respect of matters contested by the Group at appropriate levels against the demands raised by the respective tax authorities.

41. The major components of the net deferred tax assets and liability are as under :

i. Deferred Tax Liabilities (net):

S.No.	Particulars	Amount (Rs. in Lakhs)	
		2018-19	2017-18
(A)	Deferred Tax Liabilities		
(i)	On account of difference between tax depreciation and depreciation/amortisation charged in books	39868.07	36332.92
(ii)	Others	0.00	0.00
	Total	39868.07	36332.92
(B)	Deferred Tax Assets		
(i)	Expenditure allowable on payment basis	1139.72	928.27
(ii)	Others	1426.76	1029.07
	Total	2566.48	1957.34
	Net Deferred Tax Liability (A-B)	37301.59	34375.58

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

ii. Deferred Tax Assets (Net):

		Amount (Rs. in Lakhs)	
S.No.	Particulars	2018-19	2017-18
(A)	Deferred Tax Assets		
(i)	Expenditure allowable on payment basis	1214.43	1054.46
(ii)	Unabsorbed losses	17607.35	14223.42
(iii)	Depreciation	17.21	12.45
(iv)	Others	451.46	454.83
	Total	19290.45	15745.16
(B)	Deferred Tax Liabilities		
(i)	Depreciation	9687.77	9156.61
	Total	9687.77	9156.61
	Net Deferred Tax Assets (A-B)	9602.68	6588.55

42 Employee Benefits:

(a) Defined Contribution Plans

"The Group contributes to the Government managed provident & pension fund for all qualifying employees." "Contribution to Provident fund of Rs. 1,565.61 Lakhs (31st March, 2018: Rs. 1,421.72 Lakhs) is recognized as an expense and included in 'Contribution to Provident & Other funds' in the Statement of Profit and Loss and Rs. 88.74 Lakhs (31st March, 2018: Rs. 78.04 Lakhs) is included in pre-operative expenses."

(b) Defined Benefit Plans:

The Group has defined benefit plan for payment of gratuity to all qualifying employees. It is governed by the payment of Gratuity Act, 1972. Under this Act, an employee who has completed five years of service is entitled to the specified benefit. The level of benefits provided depends on the employee's length of services and salary at retirement age. The Group's defined benefit plan is unfunded.

There are no other post retirement benefits provided by the Group

The most recent actuarial valuation of the present value of the defined benefit obligation were carried out as at 31st March, 2019 by member of the institute of the Actuaries of India. The present value of the defined benefit obligation, the related current service cost and past service cost, were measured using the projected unit credit method.

(i) Movement in the present value of the defined benefit obligation are as follows:

(Rs In Lakhs)

Particulars	Gratuity	
	As at 31st March, 2019	As at 31st March, 2018
Opening defined benefit obligation	2,908.06	2,682.29
Current Service Cost	638.40	701.56
Interest cost	213.75	173.65
Actuarial gains / (losses) on obligation:		
a) arising from changes in financial assumptions	(173.34)	(434.87)
b) arising from experience adjustments	69.90	(41.26)
Past service cost, including losses/(gains) on curtailments	—	5.01
Benefits paid	(187.51)	(178.74)
Present value of obligation as at year end	3,469.26	2,907.64

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019**

(ii) Components of amount recognized in profit and loss account are as under:

(Rs In Lakhs)

Particulars**Gratuity**

	As at 31st March, 2019	As at 31st March, 2018
Current Service Cost	638.40	701.56
Actuarial gains / (losses)	(103.44)	(208.37)
Past service cost and (gains)/losses from settlements	—	5.01
Net interest expense	213.75	173.65
Amount recognized in profit & loss	748.71	671.85

(iii) The principal assumptions used for the purposes of the actuarial valuations were as follows.

Particulars**Valuation (Gratuity)**

	As at 31st March, 2019	As at 31st March, 2018
Discount rate	7.49% to 7.61%	7.42% to 7.63%
Expected rate of salary increase	7% to 8%	7% to 8%
Employee Attrition Rate	5% to 10%	5% to 10%
Mortality IALM(2006-08) Ultimate Mortality Table		

Estimates of future salary increases considered in actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

"These plans typically expose the Group to actuarial risks such as interest rate risk and salary risk" a) Interest risk: a decrease in the bond interest rate will increase the plan liability. "b) Salary risk: the present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, a variation in the expected rate of salary increase of the plan participants will change the plan liability."

(c) Other employment benefits:

Leave benefits

The liability towards leave benefits(annual earned and sick leave), based on actuarial valuation, carried out by using Projected accrued benefit method resulted in increase in liability by Rs. 214.53 Lakhs (31st March,2018: Rs 116.33 Lakhs), which is included in the employee benefits in the Statement of Profit and Loss.

The principal assumptions used for the purposes of the actuarial valuations were as follows.

Particulars**Valuation (Leave Encashment)**

	As at 31st March, 2019	As at 31st March, 2018
Discount rate	7.49% to 7.61%	7.42% to 7.63%
Expected rate of salary increase	7% to 8%	7% to 8%
Employee Attrition Rate	5% to 10%	5% to 10%
Mortality		

IALM (2006-08) Ultimate Mortality Table

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019
iv. Other disclosures : Experience Adjustment

(Rs in Lakhs)

	2018-19	2017-18	2016-17	2015-16	2014-15
(i) Gratuity					
Present value of Defined benefit obligations	3,438.77	2,877.17	2,661.13	1,976.61	1,578.41
Experience (Gain)/Loss on obligation	(111.86)	(257.48)	(104.84)	49.91	13.60
(ii) Leave Encashment					
Present value of Defined benefit obligations	543.01	531.46	884.80	509.46	405.20
Experience (Gain)/Loss on obligation	(220.81)	(361.30)	(113.99)	(12.06)	(135.00)

43. Related Party disclosures
(A) Where control exists:
Subsidiary company – Gujarat Fluorochemicals Limited

(B) Other related parties with whom there are transactions during the year:

The following Companies were accounted for as Associates have now been reclassified as Subsidiaries w.e.f 15th December 2018

Khatiyu Wind Energy Private Limited-Subsidiary of IWISL incorporated on 17th April 2017

Ravapar Wind Energy Private Limited-Subsidiary of IWISL incorporated on 20th April 2017

Nani Virani Wind Energy Private Limited-Subsidiary of IWISL incorporated on 20th April 2017

Associates-

Following subsidiaries of IWISL incorporated during the previous year, have subsequently ceased to be subsidiaries and accounted as an "associate"

Name of the Company	Date of incorporation	Accounted as "associate" w.e.f.
Wind Two Renergy Private Limited	4/20/2017	12/30/2017
Wind Four Renergy Private Limited	4/21/2017	12/30/2017
Wind Five Renergy Private Limited	4/20/2017	12/30/2017
Wind One Renergy Private Limited	4/26/2017	11/29/2018
Wind Three Renergy Private Limited	4/20/2017	11/29/2018

*IWISL has cancelled various binding agreements (including call & put option agreement and voting rights agreement) with a party. Due to cancellation of the binding agreements, it is assessed that the IWISL has gained control over such companies in terms of Ind AS 110: Consolidated Financial Statements. Therefore, the IWISL has accounted for investment in such companies as investment in 'subsidiary' from the date of gaining control.

** During the year, IWISL has entered into various binding agreements with a party to, inter-alia, transfer the shares of such companies at a future date and defining rights of the respective parties. In view of the provisions of these binding agreements, it is assessed that IWISL has ceased to exercise control over such companies in terms of Ind AS 110: Consolidated Financial Statements. Therefore, IWISL has accounted for investment in such companies as investment in 'associate' from the date of cessation of control.

Joint Venture-

Swarnim Gujarat Private Limited



INOX LEASING AND FINANCE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

Key Management Personnel –

Mr. P K Jain (Managing Director)
Mr. D K Jain (Non Executive Director)
Mr. V K Jain (Managing Director of GFL)
Mr. D K Sachdeva (Whole Time Director)
Mr. Anand Bhusari (Whole Time Director)
Mr. Shailendra Swarup (Non Executive Director)
Mr. Om Prakash Lohia (Non Executive Director)
Mr. Deepak Asher (Non Executive Director)
Mr. Shanti Prasad Jain (Non Executive Director)
Mr. Rajagopalan Doraiswami (Non Executive Director)
Ms. Vanita Bhargava (Non Executive Director)
Mr. Chandra Prakash Jain (Non Executive Director)
Mr. Devansh Jain - (Whole Time Director in Inox Wind Limited)
Mr. Rajeiv Gupta (Whole Time Director in Inox Wind Limited upto 18th May 2018)
Mr. Kailash Lal Tarachandani - (Chief Executive Officer in Inox Wind Limited & Whole Time Director w.e.f 19th May, 2019)
Mr. Alok Tandon – (Chief Executive Officer in Inox Leisure Limited)
Mr. Siddharth Jain – (Non Executive Director in ILL & IWL)
Mr. V. Sankaranarayanan - (Non Executive Director in IWL & IRL)
Mr. Amit Jatia – (Non Executive Director in Inox Leisure Limited)
Ms. Girija Balkrishnan – (Non Executive Director in Inox Leisure Limited)
Mr. Haigreve Khaitan – (Non Executive Director in Inox Leisure Limited)
Mr. Kishore Biyani – (Non Executive Director in Inox Leisure Limited)
Mr. Bhupesh Kumar Juneja - (Whole Time Director in Inox Renewables Limited)
Ms. Pooja Paul - Non-executive director in IRL
Mr. Manoj Dixit - (Executive Director in Inox Wind Infrastructure Services Limited)
Mr. Vineet Davis - (Executive Director in Inox Wind Infrastructure Services Limited)
Mr. Mukesh Manglik - (Non Executive Director in IWISL)
Mr. Mukesh Patni - (Non Executive Director in MSEIL)
Ms. Bindu Saxena - Non Executive Director in IWL

Enterprises over which a Key Management Personnel, or his relatives, have significant influence –

Devansh Gases Private Limited
Devansh Trademart LLP
Inox India Private Limited
Inox Air Products Private Limited
Inox Chemicals LLP
Refron Valves Limited
Rajni Farms Private Limited
Siddhapavan Trading LLP
Siddho Mal Trading LLP
Inox FMCG Private Limited
Swarup & Company

Shareholder having significant influence in a subsidiary:

Global Mines SARL, Morocco



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(ii) Particulars of transactions

(Rs. in Lakhs)

Particulars	Subsidiary Company		Associates/Joint Venture		Key Management Personnel (KMP)		Enterprises over which KMP or his relatives have significant influence		Total	
	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18
A) Transactions during the year										
Dividend received										
Gujarat Fluorochemicals Limited	2020.04	2020.04							2020.04	2020.04
Total	2020.04	2020.04							2020.04	2020.04
Sale of Goods										
Inox Air Products Private Limited							1.40	1.26	1.40	1.26
Refron Valves Limited							0.06	0.11	0.06	0.11
Inox India Private Limited							3.18	2.44	3.18	2.44
Inox FMCG Private Limited							-	3.72	-	3.72
Wind Two Renergy Private Limited			24,361.90	-					24,361.90	-
Wind Three Renergy Private Limited			3,393.22	-					3,393.22	-
Wind Four Renergy Private Limited			6,190.48	-					6,190.48	-
Wind Five Renergy Private Limited			12,542.86	-					12,542.86	-
Total			46,488.46	-			4.64	7.53	46,493.10	7.53
Purchase of Assets										
Inox India Private Limited							0.56	8.25	0.56	8.25
Inox Air Products Private Limited							-	19.37	-	19.37
Total							0.56	27.62	0.56	27.62
Purchase of Goods										
Inox Air Products Private Limited							1,204.72	557.49	1,204.72	557.49
Inox India Private Limited							4,083.76	3,625.21	4,083.76	3,625.21
Refron Valves Limited							-	0.08	-	0.08
Inox FMCG Private Limited							0.18	118.90	0.18	118.90
Total							5,288.66	4,301.68	5,288.66	4,301.68
Purchase of Services										
Inox India Limited							-	1.05	-	1.05
Total							-	1.05	-	1.05
Equity shares Subscribed										
Swarnim Gujarat Private Limited			10.00	-					10.00	-
Total			10.00	-					10.00	-
Advances given towards purchases of goods/assets										
Inox India Private Limited							-	1,019.75	-	1,019.75
Total							-	1,019.75	-	1,019.75
Advances received against sale of goods/services										
Wind Two Energy Private Limited				- 7,175.00						- 7,175.00
Wind Four Energy Private Limited				- 5,381.25						- 5,381.25
Wind Five Energy Private Limited				- 5,381.25						- 5,381.25
Total				- 17,937.50						- 17,937.50
Inter Corporate deposit given										
Inox FMCG Private Limited							-	100.00	-	100.00
Wind One Energy Private Limited			0.11	-					0.11	-
Wind Two Energy Private Limited			-	0.55					-	0.55
Wind Three Energy Private Limited			51.44	-					51.44	-
Wind Four Energy Private Limited			-	0.55					-	0.55
Wind Five Energy Private Limited			-	0.55					-	0.55
Total			51.55	1.65			-	100.00	51.55	101.65
Inter corporate deposits received back										
Wind Two Energy Private Limited			0.85	-					0.85	-
Wind Four Energy Private Limited			0.85	-					0.85	-



INOX LEASING AND FINANCE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(ii) Particulars of transactions

(Rs. in Lakhs)

Particulars	Subsidiary Company		Associates/Joint Venture		Key Management Personnel (KMP)		Enterprises over which KMP or his relatives have significant influence		Total	
	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18
Wind Five Energy Private Limited			0.85	-					0.85	-
Inox FMCG Private Limited							100.00	-	100.00	-
Total			2.55	-			100.00	-	102.55	-
Interest income										
Inox FMCG Private Limited				-			3.57	21.00	3.57	21.00
Wind One Energy Private Limited			0.04	-					0.04	-
Wind Two Energy Private Limited			0.10	0.02					0.10	0.02
Wind Three Energy Private Limited			1.35	-					1.35	-
Wind Four Energy Private Limited			0.10	0.02					0.10	0.02
Wind Five Energy Private Limited			0.10	0.02					0.10	0.02
Total			1.69	0.06			3.57	21.00	5.26	21.06
Expenses (Repairs)										
Inox Air Products Private Limited							-	0.50	-	0.50
Refron Valves Limited							-	1.17	-	1.17
Total							-	1.67	-	1.67
Reimbursement of expenses (paid)/Payments made on behalf of the Company										
Devansh Gases Private Limited							7.32	7.32	7.32	7.32
Total							7.32	7.32	7.32	7.32
Reimbursement of expenses (received)/Payments made on behalf by the Company										
Gujarat Fluorochemicals Limited	2.43	2.52							2.43	2.52
Inox Air Products Private Limited							8.37	6.28	8.37	6.28
Total	2.43	2.52					8.37	6.28	10.80	8.80
Reimbursement of Expenses of IWL Offer For Sale of shares										
Devansh TradeMart LLP							-	20.92	-	20.92
Inox Chemicals LLP							-	20.92	-	20.92
Siddho Mal Trading LLP							-	20.92	-	20.92
Siddhapavan Trading LLP							-	20.92	-	20.92
Total							-	83.68	-	83.68
Rent Received										
Inox Air Products Private Limited	57.50	69.00					144.90	144.90	144.90	144.90
Gujarat Fluorochemicals Limited			0.76	0.44			0.72	0.72	57.50	69.00
Others									1.48	70.16
Total	57.50	69.00	0.76	0.44			145.62	145.62	203.88	284.06
Rent paid										
Inox Air Products Private Limited							2.40	2.40	2.40	2.40
Devansh Gases Private Limited							24.00	24.00	24.00	24.00
Rajni Farms Pvt. Ltd.							12.00	12.00	12.00	12.00
D.K.Sachdeva					1.20	1.20			1.20	1.20
Total					1.20	1.20	38.40	38.40	39.60	39.60
O&M Charges & Lease Rents paid										
Inox Air Products Private Limited							194.93	188.18	194.93	188.18
Transaction with shareholder having significant influence in a subsidiary:										
(Rs.in Lakhs)										
Particulars	2018-19	2017-18								
Royaty Expense										
Global Mines SARL, Morocco	62.23	-								



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

(ii) Particulars of transactions

(Rs. in Lakhs)

Particulars	Subsidiary Company		Associates/Joint Venture		Enterprises over which KMP or his relatives have significant influence		Total	
	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18
B) Amounts outstanding								
Amounts payable								
Inox India Private Limited					327.34	-	327.34	-
Refron Valves Limited					-	1.37	-	1.37
Inox Air Products Private Limited					153.52	101.80	153.52	101.80
Inox FMCG Private Limited					-	1.86	-	1.86
Total					480.86	105.03	480.86	105.03
Advance From Customers								
Wind Two Energy Private Limited			-	7,175.00			-	7,175.00
Wind Four Energy Private Limited			1,571.87	5,381.25			1,571.87	5,381.25
Wind Five Energy Private Limited			-	5,381.25			-	5,381.25
Total			1,571.87	17,937.50			1,571.87	17,937.50
Amounts Receivable								
a) Trade /Other Receivables								
Gujarat Fluorochemicals Limited	12.27	0.77					12.27	0.77
Refron Valves Limited					4.94	13.33	4.94	13.33
Inox Air Products Private Limited			5,180.00	-			5,180.00	-
Wind Two Energy Private Limited			3,504.19	-			3,504.19	-
Wind Three Energy Pvt. Ltd.			3,090.00	-			3,090.00	-
Wind Five Energy Private Limited			0.33	-	0.33	-	0.33	-
Inox India Private Limited			4.38	2.30			4.38	2.30
Others								
Total	12.27	0.77	11,778.57	2.30	5.27	13.33	11,796.11	16.40
b) Loans & Advances								
Inox India Private Limited					-	546.87	-	546.87
c) Inter Corporate Deposit given								
Wind One Energy Private Limited			0.41	-			0.41	-
Wind Two Energy Private Limited			-	0.85			-	0.85
Wind Three Energy Private Limited			51.74	-			51.74	-
Wind Four Energy Private Limited			-	0.85			-	0.85
Wind Five Energy Private Limited			-	0.85			-	0.85
Inox FMCG Private Limited						250.00	-	250.00
Total	-	-	52.15	2.55	-	250.00	52.15	252.55
b) Interest Accrued on ICD given								
Wind One Energy Private Limited			0.06	-			0.06	-
Wind Two Energy Private Limited			-	0.03			-	0.03
Wind Three Energy Private Limited			0.18	-			0.18	-
Wind Four Energy Private Limited			-	0.03			-	0.03
Wind Five Energy Private Limited			-	0.03			-	0.03
Inox FMCG Private Limited			-	-		20.44	-	20.44
Total	-	-	0.24	0.09	-	20.44	0.24	20.53

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019****C) Compensation of Key management personnel**

Particulars	(Rs. In Lakhs)	
	2018-19	2017-18
(i) Remuneration paid -		
Mr. V K Jain	702.67	651.32
Mr. D K Jain	740.67	479.21
Mr. P K Jain	185.00	-
Mr. D K Sachdeva	23.80	23.46
Mr. Anand Bhusari	162.67	137.72
Mr. Devansh Jain	92.64	50.64
Mr. Rajeev Gupta	9.99	76.20
Mr. Kailash Lal Tarachandani	128.53	120.66
Mr. Manoj Dixit	28.11	24.52
Mr. Vineet Davis	40.79	40.79
Mr. Alok Tandon	127.67	107.35
Mr. Bupesh Juneja	83.64	79.08
(ii) Director sitting Fees paid	66.90	63.64
Total	2,393.08	1,854.59

Note: The remuneration of directors and Key Management Personnel (KMP) is determined by the Nomination and Remuneration Committee having regard to the performance of individuals and market trends. As the liabilities for the defined benefit plans and other long term benefits are provided on actuarial basis for the Group as a whole, the amount pertaining to KMP are not included above. Contribution to Provident Fund (defined contribution plan) is Rs.44.89 lakhs (previous year Rs.37.44 lakhs) included in the amount of remuneration reported above.

The amount of remuneration reported above includes:

Share options exercised under ESOP of Rs. 12.14 Lakhs (previous year Nil)

D) Professional fees includes payment made to:

Particulars	(Rs. In Lakhs)	
	2018-2019	2017-2018
1) Mr. Deepak Asher	30.00	30.00
2) Swarup & Company	-	25.00
Total	30.00	55.00

Notes to Related Party Disclosures

- Sales, purchases and service transactions with related parties are made at arm's length price.
- Amounts outstanding are unsecured and will be settled in cash or receipts of goods and services.
- No expense has been recognised for the year ended 31st March, 2019 and 31st March, 2018 for bad or doubtful trade receivables in respect of amounts owed by related parties.
- There have been no guarantees received or provided for any related party receivables or payables.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

44 Foreign Currency Exposure -hedged

The Group enters into call spread option contract and Cross Currency Swap agreement to hedge the foreign currency risk and interest rate risk.

Outstanding Contracts	Exchange Rate		Foreign currency (in Lakhs)		Nominal amounts (Rs in Lakhs)	
	As at 31st March, 2019	As at 31st March 2018	As at 31st March 2019	As at 31st March 2018	As at 31st March 2019	As at 31st March 2018
Principal only swaps (POS) contracts (Assets)	69.04	65.18	208.02	55.56	14,361.58	3,620.97
Forward contracts						
USD 69.04 -	200.73	-	13,858.07	-		
EUR 77.48 -	200.73	-	15,553.32	-		
GBP 89.59 -	25.00	-	2,239.51	-		
CNY 10.34 -	115.52	-	1,194.45	-		
Principal only swaps (POS) contracts (Liability)	-	65.11	-	276.57	-	18,007.13

44.1 Foreign Currency Exposure -Unhedged

The Group is subject to the risk that changes in foreign currency values impact the Company's exports revenue, imports of material/capital goods, services/royalty etc and borrowings. Exchange rate exposures are managed within approved policy parameters by entering in to foreign currency forward contracts, options and swaps.

Foreign exchange transactions are covered with in limits placed on the amount of uncovered exposure, if any, at any point in time. The aim of the Group's approach to management of currency risk is to leave the Group with no material residual risk.

The carrying amount of unhedged Foreign Currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

Particulars	As at 31st March, 2019	As at 31st March, 2018
Liabilities		
USD	37,420.86	28,714.78
Euro	10,672.41	17,730.54
Others	8,813.44	1,595.89
Assets		
USD	18,080.82	15,162.81
Euro	9,046.65	7,955.07
Others	106.57	598.00

45 Treasury shares in case of Inox Leisure Limited (ILL):

Pursuant to the Composite Scheme of Amalgamation ("Scheme") of ILL's subsidiary Fame India Limited ("Fame") and subsidiaries of Fame with ILL, which was operative from 1st April, 2012, ILL had allotted fully paid up 3,45,62,206 equity shares of Rs. 10 each to the shareholders of the transferor companies on 10th July, 2013, including fully paid up 2,44,31,570 equity shares of Rs. 10 each to INOX Benefit Trust ("Trust") towards shares held by ILL in Fame. These shares are held by the Trust exclusively for the benefit of ILL.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019**

Particulars of shares of ILL held by the Trust, at cost, are as under:

Particulars	(Rs. In Lakhs)	
	As at 31st March, 2019	As at 31st March, 2018
No. of shares	4,350,092	4,350,092
Cost (Rs. in lakhs)	3,266.98	3,266.98

The ILL's interest in the Trust, being akin to Treasury Shares, in accordance with their substance and economic reality, is deducted from Total Equity. Any profit or loss arising from sale of Treasury Shares by the Trust will be recorded separately as 'Reserve on sale of Treasury Shares' in other equity, being transactions relating to the capital of ILL.

46 Exceptional Items:

(Rs. In Lakhs)

Particulars	2018-2019	2017-2018
Income		
Profit from sale of shares on Inox Wind Limited (Net of expense)	-	4,558.34
Total	-	4,558.34
Expenses		
(a) Loss on measurement of non-current assets held for sale pursuant to sale of wind farm projects and other related items (see Note (a) below)	-	102.76
(b) Provision towards claim for reimbursement of cost of fit-outs incurred by the Group at one of its proposed multiplex. (see Note (b) below)	-	854.16
(c) Non-utilization penalty for extension of time limit to utilize industrial plot for completion of construction of factory building (see Note (c) below)	824.00	-
(d) Provision towards entertainment tax along with interest due to High Court order passed against entertainment tax exemption in respect of one of the multiplexes of the Group (see Note (d) below)	499.69	-
Total	1,323.69	956.92
Net Exceptional Items	(1,323.69)	3,601.42

Note (a):

"The Group was operating wind farm projects comprising of 139 Wind Turbine Generators (WTGs) for generation and sale of power. During the year ended 31st March 2017, the Group has entered into Business Transfer Agreements (BTAs) to sell the projects comprising of 125 WTG's to Independent Power Producers (IPPs). Accordingly, these WTGs were classified as 'assets classified as held for sale'. The loss of Rs. 20,784.02 lakhs being the difference between the amount on measurement of these non-current assets at the lower of their carrying amounts and fair value less cost of sale, after considering the amount available in revaluation reserve, was recognised in the Statement of Profit and Loss and was included in exceptional items during year ended 31st March 2017."

"During the previous year ended 31st March, 2018, the Group had recognized further loss of Rs. 1,092.21 Lakhs being the lower of the carrying amounts of assets and fair value less cost of sale. The Group had recovered foreign exchange fluctuation loss (including amount capitalized to fixed assets in earlier years as per para D13AA of Ind AS 101) and charges paid on prepayment of borrowings in respect of these WTGs and the net surplus of Rs. 989.45 Lakhs was recognized during the previous year. The net loss of Rs. 102.76 lakhs for the year ended 31st March 2018 was included in exceptional items.""

As per Business Transfer Agreements (BTAs) to sell the projects to Independent Power Producers (IPPs), all economic benefits of the Wind Turbine Generators (WTGs) belong to the IPPs with effect from 1st May 2017. Accordingly, Other Expenses include the provision for amount payable towards such benefits to the IPPs of Rs. 8,918.23 Lakhs for the year ended 31st March 2018. As per terms and conditions of the BTAs, the Group was also entitled to receive interest on equity capital invested (as reduced by payments received on a time to time basis) and net outgoings paid by the Group for operation of above projects during the period. Such interest of Rs. 2,265.19 lakhs for year ended 31st March, 2018 is included in other income.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019

Note (b):

The Group had issued termination notice for one of its proposed multiplex seeking refund of security deposit and reimbursement of cost of fit outs incurred by the Group aggregating to Rs 914.16 Lakhs which was carried forward as amount recoverable towards claim in Note 12 "Other financial assets". During the year Group has received Arbitration Award and the claim of the Group towards reimbursement of cost of fit outs is decided against the Group. Even though the Group is taking further legal steps in this regard, provision of Rs. 854.16 Lakhs is made towards this claim.

Note (c):

The Group has taken an industrial plot on lease at Dahej-2 from Gujarat Industrial Development Corporation and was required to commence construction of factory building within stipulated period. During current year, the Group was required to pay a sum of Rs. 824 Lakhs as non-utilization penalty for permitting extension of time limit to utilize the said plot.

Note (d):

In respect of one of the multiplexes of the Group, the jurisdictional High Court has passed an order upholding the reversal of entertainment tax exemption. Even though the Group is taking further legal steps in this regard, the amount of entertainment tax exemption of Rs. 410 Lakhs recognized earlier, along with interest of Rs. 90 Lakhs payable thereon, is charged to the Statement of Profit and Loss.

47 Segment information

47.1 The Group has following business segments:

- a) "Chemicals - Comprising of Refrigeration gases, Caustic soda, Chloromethane, polytetrafluoroethylene (PTFE), Fluoropolymers, Fluoromonomers, Specialty Fluorointermediates, Specialty Chemicals and allied activities. ""
- b) "Wind Energy Business – Comprising of manufacture and sale of Wind Turbine Generators (WTGs), providing related Erection, Procurement & Commissioning (EPC), Common Infrastructure Facilities, development of wind farms and Operation & Maintenance (O&M) services.""
- c) Power - Comprising of Power Generation.
- d) Theatrical Exhibition – Comprising of operating and managing multiplex cinema theatres.

The amount of expenditure capitalized in the Consolidated Financial Results represents cost of WTGs manufactured and services for their erection and commissioning provided by Wind Energy Business segment and capitalized in other segments.

47.2 Inter-segment revenue comprises of:

- a) Wind Turbine Generators manufactured by Wind Energy business segment (including Erection and Commissioning services), capitalized as PPE in other segments and is priced at estimated market value.
- b) Operations & Maintenance services provided by Wind Energy business segment to other segments and is priced at estimated market value.

47.3 Chemicals business is operated in two geographical markets viz. domestic and overseas markets. The main manufacturing facilities of chemicals business in India are common for India and overseas market and hence it is not possible to directly attribute or allocate on a reasonable basis the expenses, assets and liabilities to these geographical segments. In respect of power segment, the entire production is indigenously sold. All multiplexes/theatres are located in India. The entire revenue of WTG segment is from domestic market. The disclosures regarding geographical segments are made accordingly.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019****47.4 Information about Primary (Business) Segments.**

(Rs. In Lakhs)

Particulars	2018-2019	2017-2018
1 Segment Revenue		
i. Chemicals	272,926.43	212,161.28
ii. Wind Energy Business	136,482.00	36,716.00
iii. Power	1,939.71	18,575.50
iv. Theatrical Exhibition	168,398.61	155,295.57
v. Others, Un-allocable and Corporate	460.01	531.34
Total Segment Revenue	580,206.76	423,279.69
Less : Inter Segment Revenue Wind Energy Business	18,285.52	23,768.34
Total External Revenue	561,921.24	399,511.35
2 Segment Result		
i. Chemicals	70,181.69	44,024.35
ii. Wind Energy Business	1,399.68	(24,019.26)
iii. Power	(300.00)	8,218.00
iv. Theatrical Exhibition	20,268.69	11,507.51
Total Segment Result	91,550.06	39,730.60
Add/(Less): Un-allocable Income/(Expenses) (Net)	10,578.57	10,999.70
Less: Finance cost	22,498.75	28,085.12
Total Profit before tax and exceptional items	79,629.88	22,645.18
3 Other information		
I Segment Assets		
i. Chemicals	509,631.70	352,119.56
ii. Wind Energy Business	360,286.70	358,283.00
iii. Power	52,867.39	34,605.87
iv. Theatrical Exhibition	140,858.00	118,861.16
v. Others, Un-allocable and Corporate	116,668.57	130,821.59
Total Segment Assets	1,180,312.36	994,691.18

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019
II Segment Liabilities

i. Chemicals	44,331.46	41,848.36
ii. Wind Energy Business	120,516.90	114,905.77
iii. Power	1,468.44	3,651.83
iv. Theatrical Exhibition	32,016.90	23,505.15
v. Others, Un-allocable and Corporate	255,459.79	213,365.82
Total Segment Liabilities	453,793.49	397,276.93

III Segment Capital Employed

i. Chemicals	465,300.24	310,271.20
ii. Wind Energy Business	239,769.80	243,377.23
iii. Power	51,398.95	30,954.04
iv. Theatrical Exhibition	108,841.10	95,356.01
v. Others, Un-allocable and Corporate	(138,791.22)	(82,544.23)
Total Segment Capital Employed	726,518.87	597,414.25

IV Capital Expenditure (Including Capital Advances)

i. Chemicals	50,586.77	43,314.13
ii. Wind Energy Business	13,682.35	18,687.62
iii. Power	2,242.43	21,806.06
iv. Theatrical Exhibition	24,979.00	15,918.28
v. Others, Un-allocable and Corporate	-	0.34
Total Capital Expenditure (Including Capital Advances)	91,490.55	99,726.43

V Depreciation & Amortization

i. Chemicals	16,233.41	15,274.73
ii. Wind Energy Business	6,637.17	5,362.95
iii. Power	689.92	521.62
iv. Theatrical Exhibition	9,906.03	9,026.85
v. Others, Un-allocable and Corporate	79.77	79.55
Total Depreciation & Amortization	33,546.30	30,265.70

VI Non-cash expenses (other than depreciation)

i. Chemicals	(1,139.89)	107.40
ii. Wind Energy Business	-	(2,168.47)
iii. Power	3.55	423.83
iv. Theatrical Exhibition	(414.76)	709.66
v. Others, Un-allocable and Corporate	-	-
Total Non-cash expenses (other than depreciation)	(1,551.10)	(927.58)

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March, 2019****48. Breakup of goodwill and capital reserve on consolidation:**

Particulars	2018-2019	2017-2018
Goodwill on consolidation	2,488.86	2,488.86
Capital reserve on consolidation	-181.91	-181.91
Net goodwill on consolidation	2,306.95	2,306.95
Movement During the year	2018-2019	2017-2018
Opening balance	2,306.95	2,307.90
Add: On acquisition of subsidiaries	-	-0.95
Less: Goodwill on consolidation written off	-	-
Closing balance	2,306.95	2,306.95

49. Earnings Per Share

Particulars	2018-2019	2017-2018
Profit for the year (Rs. In lakhs)	69633.92	14509.05
Equity shares outstanding at the beginning & at the end of the year – (Nos.)	9993467	9993467
Nominal value of each share – (in Rs)	10.00	10.00
Basic and Diluted Earnings per share (in Rs.)	696.79	145.18

As per our report of even date attached
for **S.C. BANDI & CO.**
Chartered Accountants

S.C.BANDI
Proprietor
Membership No. 16932

Place: Mumbai
Date: 29th August, 2019

On behalf of the Board of Directors

VIJAY SAXENA
Company Secretary

D. K. JAIN
Chairman

P. K. JAIN
Managing Director

Place: Delhi
Date: 29th August, 2019



PROXY FORM

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

INOX LEASING AND FINANCE LIMITED

(CIN: U65910MH1995PLC085703)

Registered Office: 69, Jolly Maker Chambers II, Nariman Point, Mumbai – 400021.

Website: www.ilfl.co.in, **Email id:** info@ilfl.co.in

24th Annual General Meeting – 30th September, 2019

Name of the Member(s) :

Registered Address :

No. of shares held :

Folio No./ Client ID :

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DP ID :

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I/ We, being the Member(s) of _____ shares of the above named Company, hereby appoint

Name: _____ E-mail ID: _____

Address: _____

_____ Signature: _____

Or failing him/ her

Name: _____ E-mail ID: _____

Address: _____

_____ Signature: _____

Or failing him/ her

Name: _____ E-mail ID: _____

Address: _____

_____ Signature: _____

as my / our proxy to attend and vote (on a poll) for me / us and on my / our behalf at the 24th Annual General Meeting of the Company, to be held on Monday, the 30th day of September 2019, at 10:00 a..m. at Ceejay House,

**INOX LEASING AND FINANCE LIMITED**

7th Floor, Dr. Annie Besant Road, Worli, Mumbai-400018 and at any adjournment thereof in respect of such resolutions as are indicated below.

Resolution Number	Resolution	Vote (Optional see Note 2) (Please mention no. of shares)		
		For	Against	Abstain
Ordinary business				
1.	Adoption of the a. Audited Standalone Financial Statements of the Company for the Financial Year ended 31st March, 2019, the report of Auditors thereon and the report of the Board of Directors for the said year; b. Audited Consolidated Financial Statements of the Company for the Financial Year ended 31st March, 2019 and the report of the Auditors thereon.			
2.	Ratify and confirm the payment of Interim Dividend as Final Dividend for the Financial Year 2018-19.			
3.	Appointment of Director in place of Mr. V.K Jain, (DIN: 00029968) who retires by rotation and, being eligible, seeks re-appointment.			

Signed this _____ day of _____ 2019.

Affix Re 1/- Revenue Stamp

Signature of Shareholder

Signature of Proxy Holder(s)

Notes:

- This form of proxy, in order to be effective, should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.**
- It is optional to indicate your preference. If you leave the 'For', 'Against' or 'Abstain' column blank against any or all of the resolutions, your proxy will be entitled to vote in the manner as he/she may deem appropriate.

**INOX LEASING AND FINANCE LIMITED**

(CIN: U65910MH1995PLC085703)

Registered Office: 69, Jolly Maker Chambers II, Nariman Point, Mumbai – 400021.

24th Annual General Meeting – 30th September, 2019

FORM MGT-12**ATTENDANCE FORM/BALLOT FORM****[Pursuant to Section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]**

(TO BE USED BY SHAREHOLDERS PERSONALLY PRESENT/ THROUGH PROXY AT THE MEETING AND HAVE NOT OPTED FOR E-VOTING)

1.	Name and address of the Sole/First named Shareholder	
2.	Name (s) of the Joint Holder(s) (if any)	
3.	Registered Folio No./DPID-Client ID	
4.	Number of Shares held	
5.	I/We hereby exercise my/our attendance/vote(s) in respect of the resolutions set out below by recording my/our assent or dissent to the said Resolutions by placing the tick (☑) mark at the appropriate box below:	

Resolution No.	Resolutions	No. of shares	For	Against
Ordinary Business				
1.	Adoption of the a. Audited Standalone Financial Statements of the Company for the Financial Year ended 31st March, 2019, the report of Auditors thereon and the report of the Board of Directors for the said year; b. Audited Consolidated Financial Statements of the Company for the Financial Year ended 31st March, 2019 and the report of the Auditors thereon.			
2.	Ratify and confirm the payment of Interim Dividend as Final Dividend for the Financial Year 2018-19.			
3.	Appointment of Director in place of Mr. V.K. Jain, (DIN:00029968) who retires by rotation and, being eligible, seeks re-appointment.			

Place:

Date:

Signature of Shareholder/Proxy

Notes: This form is to be used for exercising attendance/voting at the time of 24th Annual General Meeting to be held on Monday, the 30th September 2019 by shareholders/Proxy. Duly filled in and signed ballot form should be dropped in the Ballot box kept at the venue of AGM.



ROUTE MAP TO THE VENUE OF THE ANNUAL GENERAL MEETING

