

Zuari Fertilisers and Chemicals Limited

Consolidated Balance Sheet as at 31st March 2016

Amount in Rs. Lacs

		Notes	31st March 2016
I.	EQUITY AND LIABILITIES		
	Shareholders' funds		
	(a) Share capital	3	1,535.00
	(b) Reserves and surplus	4	-13,970.22
			(12,435.22)
	Minority interest	5	19,722.26
	Non-current liabilities		
	(a) Long-term borrowings	6	71,164.86
	(b) Deferred tax liabilities	7	3,628.36
	(c) Other long term liabilities	8	3,338.15
	(d) Long-term provisions	9	3,082.67
			81,214.04
	Current liabilities		
	(a) Short-term borrowings	10	1,21,341.45
	(b) Trade payables	8	54,401.00
	(c) Other current liabilities	8	33,496.28
	(d) Short-term provisions	9	1,115.31
			2,10,354.04
	Total		2,98,855.12
II.	ASSETS		
	Non-current assets		
	(a) Goodwill on consolidation (Refer note. 34)		28,212.18
	(b) Fixed assets		
	i Tangible assets	11.1	71,945.19
	ii Intangible assets	11.2	36.18
	iii Capital work-in-progress		1,317.91
	(c) Non Current Investments	12	0.00
	(d) Loans and advances	13	8,554.39
	(e) Other non-current assets	14	1,167.71
			1,11,233.56
	Current assets		
	(a) Current investments	15	-
	(b) Inventories	16	25,783.41
	(c) Trade receivables	17	1,55,740.78
	(d) Cash and bank balances	18	1,529.99
	(e) Loans and advances	13	3,567.35
	(f) Other current assets	14	1,000.03
			1,87,621.56
	Total		2,98,855.12

Summary of significant accounting policies

2

Other Notes on accounts

28 - 47

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For and on behalf of Board of Director of Zuari Fertilisers & Chemicals Limited .

For V. Sankar Aiyar & Co
Firm's Registration No.109208W
Chartered Accountants

Kapil Mehan
Director
DIN 01215092

N. Suresh Krishnan
Director
DIN 00021965

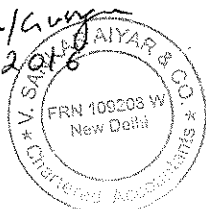
per V. Rethinam
Partner
Membership No. 10412

Bijay Kumar Biswal
Chief Financial Officer

Swati Hegde
Company Secretary

Place: New Delhi/Gurgaon
Date: 06.05.2016

Place: Gurgaon
Date: 06.05.2016



Zuari Fertilisers and Chemicals Limited

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

Amount in Rs. Lacs

		Notes	31st March 2016
I.	Income		
	(a) Revenue from operations (gross)	19	2,55,267.35
	Less: excise duty	19	1,239.52
	(b) Revenue from operations (net)		2,54,027.83
	(c) Other income	20	945.51
	Total Revenue		2,54,973.34
II	Expenses		
	(a) Cost of raw material consumed	21	1,00,485.69
	(b) Purchase of traded goods	22	87,612.70
	(c) (Increase)/decrease in inventories of finished goods, work-in-progress and traded goods	23	970.37
	(d) Employee benefits expense	24	6,045.16
	(e) Depreciation and amortization expense	26	2,901.18
	(f) Finance costs	27	17,688.26
	(g) Transport charges on finished goods		16,774.40
	(g) Other expenses	25	34,320.94
	Total		2,66,798.70
III	Profit/(Loss) before tax (I-II)		(11,825.36)
IV	Tax expenses		
	(a) Deferred tax charge		(590.54)
	(b) Income tax credit of earlier years (Net)		(4.64)
	Total tax expense		(595.18)
V	Profit/(Loss) for the year (III-IV)		(11,230.18)
VI	Less: Shares of Minority interest in profits/(Loss)		(885.93)
VII	Net Profit/(Loss) attributable to shareholders of Zuari Agro Chemicals Limited		(10,344.25)
	Basic	39	
	Earnings per equity share (nominal value of share Rs.10/-)		Rs.-67.39
	Diluted		
	Earnings per equity share (nominal value of share Rs.10/-)		Rs.-67.39

Summary of significant accounting policies

2

Other Notes on accounts

28 - 47

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For and on behalf of Board of Director of Zuari Fertilisers & Chemicals Limited .

For V. Sankar Aiyar & Co
Firm's Registration No.109208W
Chartered Accountants

Kapil Mehan
Director
DIN 01215092

N. Suresh Krishnan
Director
DIN 00021965

per V. Rethinam
Partner

Membership No. 10412

Bijay Kumar Biswal
Chief Financial Officer

Swati Hegde
Company Secretary

Place: Gurgaon

Date: 06.05.2016

Place: Gurgaon

Date: 06.05.2016



Zuari Fertilisers and Chemicals Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

3. Share Capital

	31st March 2016 Rs in lacs
Authorised :	
2,00,00,000 Equity Shares of Rs.10/- Each	2,000.00
2,00,00,000 Preference Shares of Rs.10/- Each	2,000.00
	<u>4,000.00</u>
Issued *	
1,53,50,000 Equity Shares of Rs.10/- Each Fully paid	1,535.00
Subscribed and Paid-up *	
1,53,50,000 Equity Shares of Rs.10/- Each Fully paid	1,535.00
Total	<u>1,535.00</u>

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

Equity Shares	31 st March 2016	
	in Numbers	Rs in lacs
At the beginning of the year	153,50,000	1,535.00
Issued during the year	-	-
Outstanding at the end of the year	<u>153,50,000</u>	<u>1,535.00</u>

b. Terms/Rights attached to equity Shares

The Company have only one class of equity shares having a par value of Rs.10/- Share. Each share holder of equity shares is entitled to one vote per share.

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

Name of Shareholder	31 st March 2016	
	No. of Shares held	% Holding in Class
Zuari Agro Chemicals Limited	153,50,000	100.00

4. Reserves and Surplus

	31st March 2016 Rs in lacs
<u>Surplus / (deficit) in the statement of profit and loss</u>	
Balance as per last financial statements	(3,625.97)
Net Profit/(Loss) for the year	(10,344.25)
Net surplus in the statement of profit and loss	<u>(13,970.22)</u>
Total Reserves and Surplus	<u>(13,970.22)</u>

5. Minority Interest

	31st March 2016 Rs in lacs
Percentage Share of Minority	46.97%
Share in Equity Share Capital	5,568.77
Share in the Reserves	14,153.49
Total	<u>19,722.26</u>

6. Long Term Borrowings

	Non Current 31st March 2016 Rs in lacs	Current Maturities 31st March 2016 Rs in lacs
Inter Corporate Deposits	38,816.70	15,731.25
Term Loan	30,089.29	10,887.32
Unsecured loan	<u>2,258.87</u>	<u>3.66</u>
	71,164.86	26,622.23
Less: Amount disclosed under the head Other Current Liabilities (Refer Note no 8)	-	26,622.23
	<u>71,164.86</u>	<u>0.00</u>

ZFCL

Terms: Inter Corporate Deposits

Interest - Rs.96.36 Crores, 20.00 Crores, 2.25 Crores, 415.2195415 Crores & Rs.11.65 Crores @ 11.25%, 14.25%, 14.00%, 13.25% & 15.00% p.a. respectively

Maturity - Repayable in 26 months

Term Loan from Corporation Bank- Rs. 30.00 Crores (Sanctioned)

Interest @ 12% per annum

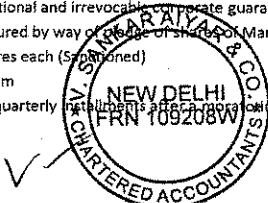
Maturity - Repayable in 24 quarterly installments commencing from December, 2014

* Secured by 100% unconditional and irrevocable corporate guarantee of Zuari Agro Chemicals Ltd (ZACL) and equitable mortgage of specific unencumbered land parcel (at Zuari Nagar in Goa) owned by ZACL, further secured by way of pledge of shares of Mangalore Chemicals and Fertilisers Ltd (MCFL).

Term Loan - Rs. 150.00 Crores each (Sanctioned)

Interest @ 12.50% per annum

Maturity - Repayable in 16 quarterly installments commencing from the first term period of one year from the date of first disbursement.



Zuari Fertilisers and Chemicals Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

MCFL

Terms of repayment:

(Secured by first charge on the project assets, and first / second pari-passu charge on all of the Company's assets including all movable and immovable assets both present and future excluding assets specifically charged to other lenders)

Secured

34,35.87 Lakhs repayable monthly in 3 years 8 months with interest @ 13.75% pa

2,81.87 Lakhs repayable quarterly in 6 years with interest @14.85% pa

54,28.52 Lakhs repayable half yearly in 6 years with interest @2.60% pa

11,84.00 Lakhs repayable monthly in 3 years with interest @13.25% pa

13,06.97 Lakhs repayable half yearly in 7 years with interest @ 1.40 % pa

Unsecured

22,58.87 Lakhs repayable quarterly in 1 year with rate of interest @ 10.50% p.a.

7. Deferred tax liabilities (Net)

	31st March 2016 Rs in lacs
Deferred tax liabilities	
Fixed assets Impact of difference between tax depreciation and depreciation/amortisation charged for the financial reporting	14,995.39
Gross deferred tax liabilities	<u>14,995.39</u>
Deferred tax assets	
Other Deferred Tax Assets	770.26
Brought forward losses and unabsorbed depreciation	10,596.77
Gross deferred tax assets	<u>11,367.03</u>
	<u>3,628.36</u>
Net deferred tax liabilities/(assets)	<u>3,628.36</u>

8. Other Liabilities

	Non Current 31st March 2016 Rs in lacs	Current 31st March 2016 Rs in lacs
Trade payables	-	54,401.00
	-	54,401.00

*The Company has not received any information from parties regarding their registration under Micro, small and Medium Enterprises (Development) Act, 2006. In the circumstances, disclosures relating to amount remaining unpaid as at the year end together with interest, if any, payable under the Act are not ascertainable.

Other Liabilities

Trade deposits - dealers	3,338.15	1.24
Current maturities of long term borrowings	-	26,622.23
Unclaimed statutory liabilities to be credited to Investor Education and Protection Fund as and when due :		
- Unclaimed dividends	-	412.13
Interest accrued but not due on loans and deposits	-	408.31
Deferred premium on forward contracts	-	296.27
Advances from dealers and others	-	1.88
Payables towards capital goods	-	400.96
Employee benefit payable	-	758.17
Statutory obligations	-	1,534.49
Other dues	-	3,060.60
	<u>3,338.15</u>	<u>33,496.28</u>
Total	<u>3,338.15</u>	<u>87,897.28</u>

9. Provisions

	Long-term 31st March 2016 Rs in lacs	Short-term 31st March 2016 Rs in lacs
Provision for employee benefits		
Gratuity	1,385.16	146.12
Leave encashment	532.36	178.75
	<u>1,917.52</u>	<u>324.87</u>
Others provisions		
Provision for Currency Swap	1,165.15	788.95
	<u>1,165.15</u>	<u>790.44</u>
Total	<u>3,082.67</u>	<u>1,115.31</u>



Zuari Fertilisers and Chemicals Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016
10. Short term borrowings

	31st March 2016 Rs in lacs
Secured - From Banks	
a. Cash Credit (Including working capital demand loans)	49,062.95
b. Buyers Credit	72,278.50
Secured Borrowings	<u>1,21,341.45</u>
Total	<u>1,21,341.45</u>

Cash Credit - Canara Bank
(Against hypothecation of inventories and book debts)
Buyer's Credit
(Secured by first pari-passu charge on present and future stock of fertilizers including work-in-progress and raw materials, book debts, outstanding monies, receivables, claims, bills, contracts, engagements, securities, investments, rights and fixed assets of the Company (except assets effectively otherwise hypothecated / charged or mortgaged to the lenders))

12. Non-Current Investments

	31st March 2016 Rs in lacs
Trade Investments (valued at cost, unless stated otherwise) Other than Trade, Quoted	
Investments in Preference Shares (fully paid) (Trade) (Unquoted) Bangalore Beverages Limited 2,00,000 Redeemable cumulative preference shares of Rs.1/- each with coupon rate of 10% p.a. repayable after 20 years	20,000.00
Total	<u>20,000.00</u>
Less : Provision for diminution in value (refer note 33)	(20000.00)
Total	<u>-</u>

13. Loans and Advances

(Considered good unless otherwise stated)

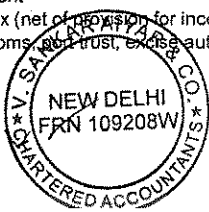
	Non Current 31st March 2016 Rs in lacs	Current 31st March 2016 Rs in lacs
Capital advances		
Unsecured, considered good		
Others	676.08	-
	<u>676.08</u>	<u>-</u>
Security deposits		
Unsecured, considered good	673.75	0.12
	<u>673.75</u>	<u>0.12</u>
Advances recoverable in Cash or Kind		
Unsecured, considered good		
Inter corporate deposits - Mcdowells Holdings Limited	-	2,000.00
- Purpose: Financial Assistance to the body Corporate		
Expenditure on proposed project at Ras-AL-Khaimah	3,105.11	-
Others	-	1,551.64
Doubtful	-	1,668.28
	<u>3,105.11</u>	<u>5,219.92</u>
Less: Provision for Doubtful Advances (refer note 33)	-	1,668.28
	<u>3,105.11</u>	<u>3,551.64</u>

Note:

- (i) The Company is planning to set up a phosphatic fertilizer plant in Ras-Al-Khaimah (RAK) in United Arab Emirates in collaboration with Ras Al Khaimah Maritime City Free Zone Authority. Expenditure on consultancy and related expenditure amounting to Rs. 3,105.11 Lacs have been shown under loans and advances, pending decision on issue of shares to the Company in the proposed Joint Venture project.
- (ii) Though the ICD with Mcdowells Holdings Limited (MHL) has been periodically extended at their request, the Holding Company is hopeful of recovering the outstanding balance and hence considered good and recoverable.
- (iii) Particulars of loans and investments required under section 185 (4) of the Companies Act, 2013 - see note 12 & 13 above.

Other Loans and Advances

Unsecured, considered good		
MAT credit entitlement	3,760.00	-
Advance income tax (net of provision for income tax)	339.45	-
Balances with customs, port trust, excise authorities and other government authorities	-	15.59
	<u>4,099.45</u>	<u>15.59</u>
	<u>8,554.39</u>	<u>3,567.35</u>



Zuari Fertilisers and Chemicals Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

14. Other Assets

(Unsecured, considered good unless stated otherwise stated)

	Non Current 31st March 2016 Rs in lacs	Current 31st March 2016 Rs in lacs
Interest accrued on ICD	-	53.26
Unamortised premium on forward contracts	1,165.13	545.33
Other receivable	-	401.44
Long term deposits with banks (Pledged with Sales Tax Authorities)	2.58	-
Total	1,167.71	1,000.03

16. Inventories (valued at lower of cost and net realisable value)

	31st March 2016 Rs in lacs
Raw materials	10,800.59
Packing materials	29.18
Work-in-progress	335.67
Finished goods	627.09
Traded goods	6,160.61
Fuel oil	3,359.88
Stores and spares	4,470.39
Total	25,783.41

17. Trade receivables

	Non Current 31st March 2016 Rs in lacs	Current 31st March 2016 Rs in lacs
Trade receivables outstanding for a period exceeding six months from the date they are due for payment	-	-
Secured, considered good	-	218.35
Unsecured, considered good (including subsidy receivable)	-	1,05,898.81
- Subsidy receivable (for the period upto 30.09.2015)	-	-
	(A) -	1,06,117.16
Other receivables		
Secured by deposits held	-	2,239.29
Unsecured, considered good (including subsidy receivable)	-	47,384.33
	(B) -	49,623.62
Total	-	1,55,740.78

18. Cash and bank balances

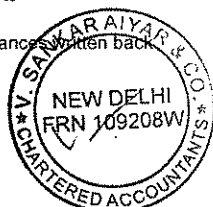
	Non Current 31st March 2016 Rs in lacs	Current 31st March 2016 Rs in lacs
Cash and cash equivalents		
a. Balances with banks		
- On Current accounts	-	811.58
- On Unpaid dividend accounts	-	412.13
b. Cash in hand	-	2.08
c. Cheques in hand	-	3.20
	-	1,228.99
Other bank balances		
Margin Money deposits	-	301.00
Total	-	1,529.99

19. Revenue from operations

	31st March 2016 Rs in lacs
Revenue from operations	
Sale of products	
Finished/Waste products	1,54,710.40
Traded products	1,00,556.95
Revenue from operations (gross)	2,55,267.35
Less: Excise duty	1,239.52
Revenue from operations (net)	2,54,027.83

20. Other income

	31st March 2016 Rs in lacs
Interest Income on	
Income Tax Refund	5.39
Intercorporate Deposits	361.18
Others	221.16
Service Income - Staff development and other supports	21.16
Foreign Exchange Gain	10.09
Excess provisions/unclaimed liabilities/unclaimed balances written back	0.50
Insurance Claim	94.01
Scrap Sale	153.19
Miscellaneous income	78.83
Total	945.51



Zuari Fertilisers and Chemicals Limited
Notes to Consolidated Financial Statements for the year ended 31st March 2016

21. Cost of Raw Materials consumed:

	31st March 2016 Rs in lacs
Opening Stock	9,431.98
Add : Purchases	1,01,854.30
Less: Inventory at the end of the year	(10,800.59)
Cost of Raw Materials Consumed	<u>1,00,485.69</u>

22. Purchase of traded products:

	31st March 2016 Rs in lacs
Traded goods purchase	87,612.70
Total	<u>87,612.70</u>

23. (Increase)/decrease in inventories

	31st March 2016 Rs in lacs
Inventories at the end of the year	
Finished products	627.09
Traded products	6,160.61
Work-in-progress	335.67
	<u>7,123.37</u>
Inventories at the beginning of the year	
Finished products	2,994.06
Traded products	4,048.33
Work-in-progress	1,051.35
	<u>8,093.74</u>
Total	<u>970.37</u>

24. Employee benefit expense

	31st March 2016 Rs in lacs
Salaries, wages and bonus	4,663.97
Contribution to provident and other funds	797.91
Gratuity	-11.73
Staff welfare expenses	595.01
Total	<u>6,045.16</u>

25. Other expenses

	31st March 2016 Rs in lacs	31st March 2016 Rs in lacs
Stores and spares consumed		1,211.97
Consumption of packing materials		1,709.86
Increase in excise duty and cess on stocks		12.25
Power, fuel and water		16,369.70
Bagging and Contract Labour charges		456.93
Rent		1,130.38
Insurance		614.88
Repairs and maintenance		
Plant & machinery	2,571.58	
Buildings	168.36	
Others	374.95	
		<u>3,114.89</u>
Project expenses written off (shelved Project)		0.03
Loss on disposal of fixed assets (net)		281.94
CSR Expenses		120.57
Exchange differences (net)		3,371.51
Loading / unloading Charges		28.20
Miscellaneous expenses		5,897.83
Total		<u>34,320.94</u>

26. Depreciation and amortisation expense

	31st March 2016 Rs in lacs
Depreciation of tangible assets	2,897.92
Amortization of intangible assets	3.26
Total	<u>2,901.18</u>

27. Finance costs

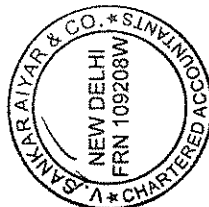
	31st March 2016 Rs in lacs
Interest expense	17,074.90
Premium on foreign exchange forward cover	600.19
Bank charges	13.17
Total	<u>17,688.26</u>



Zuari Fertilisers and Chemicals Limited

11. Fixed Assets (Refer Note 1 (d), (e) & (f))

Particulars	Tangible											(Amount in Rs. Lacs)		
	Computers	Office & Lab Equipments	Plant & Machinery	Furniture & Fixtures	Building	Land Leasehold	Railway Sidings	Vehicles - Owned	Vehicles - Leased	Others	Land Freehold	Total	Intangible Computer Software	Grand Total
Cost														
As at 01.04.2015	7.36	1,521.44	82,723.98	615.69	6,913.47	391.29	703.15	133.30	150.40	2.83	7,230.07	1,00,392.98	351.97	1,00,744.95
Additions	17.45	272.77	8,106.02	16.32	4,524.85	-	-	58.17	-	-	-	12,937.41	28.43	12,965.84
Disposals	-	23.38	1,231.91	9.97	22.09	-	-	-	-	-	-	1,345.52	196.17	1,541.69
As at 31.03.2016	24.81	1,770.83	89,598.09	622.04	11,416.23	391.29	703.15	75.13	150.40	2.83	7,230.07	1,11,984.87	184.28	1,12,169.10
Depreciation														
As at 01.04.2015	5.15	845.22	33,427.05	340.36	2,682.81	-	202.74	68.44	124.83	2.83	-	37,699.43	330.16	38,029.59
Adjustment	6.08	138.97	2,797.58	71.10	270.90	11.75	46.53	8.05	16.86	-	-	3,367.82	4.26	3,372.08
Charge for the year	-	21.80	977.60	9.62	7.91	-	-	10.64	-	-	-	1,027.57	186.37	1,213.94
Written back	-	-	-	-	-	-	-	-	-	-	-	-	-	-
As at 31.03.2016	11.23	962.39	35,247.03	401.84	2,945.80	11.75	249.27	65.85	141.69	2.83	-	40,039.68	148.05	40,187.73
Net Block														
As at 31.03.2016	13.58	807.44	54,352.06	220.20	8,470.43	379.54	453.88	9.28	8.71	-	7,230.07	71,945.19	36.18	71,981.37
As at 31.03.2015	2.21	676.22	49,296.93	275.33	4,230.66	391.29	500.41	64.86	25.57	-	7,230.07	62,693.55	21.81	62,715.36



11A. Capital work in progress (At Cost)

Particulars	31 March, 2016		31 March, 2015	
Civil Construction		2,545.42		2,545.42
Engineering, Procurement & Construction Management (EPCM)		540.49		540.49
Plant & Machinery and supplies		2,319.40		2,312.59
Pre - operative Expenses				
- Consultancy	253.65		253.65	
- Consultancy Engineering	147.87		147.87	
- Travelling & conveyance	52.91		52.91	
- Communications	1.67		1.67	
- Interest	945.15		838.03	
- Trial run loss (upto 31.03.15)	2.66		2.66	
- Trial run loss (01.04.15 to 31.05.15)	3.59		-	
- Insurance	35.91		35.91	
- Rates & Taxes	37.51		33.69	
- Rent	5.01		4.87	
- Others	51.94	1,537.86	49.50	1,420.75
		6,943.17		6,819.25
Less: Transferred to Fixed Assets		6,943.17		-
	Total	-		6,819.25
10B. Trial Run Expenditure				
Raw Material Consumed:				
Opening Stock	302.12		-	
Add: Purchases and expenses thereon	1,437.04		1,806.18	
Less: Closing Stock - transfer to Statement of Profit & Loss	1,426.07	313.10	302.12	1,504.05
Opening Stock - Semi Finished		937.40		
- Finished		570.38		
Stores & Consumables Consumed:				
Opening Stock	21.92		-	
Purchases	42.91		86.38	
Less: Closing Stock	33.48	31.35	21.92	64.47
Contract Labour Charges		23.60		118.24
Electricity & Water		6.97		132.26
Freight outward		12.03		43.54
Other Expenses		0.15		24.60
Cost of Finished Materials Sold		1,894.99		1,887.15
Less:				
Sales - GSSP		-		242.30
Subsidy		-		134.41
Closing Stock - Semi Finished as on 31.05.2015		953.35		937.40
- Finished as on 31.05.2015		938.05		570.38
Net Trial run loss (carried to capital work in progress)		3.59		-2.66



ZUARI FERTILISERS AND CHEMICALS LIMITED

CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

1.1 Corporate Information

Zuari Fertilisers and Chemicals Limited (ZFCL) (the Holding Company) is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. It was incorporated on 11th August 2009. The Company is primarily engaged in the business of manufacture, purchase and sale of fertilizers.

Mangalore Chemicals & Fertilizers Limited (MCFL) (the Subsidiary Company) domiciled in India, is incorporated under the Companies Act, 1956 and its shares are listed on the Bangalore Stock Exchange, BSE Limited and National Stock Exchange of India Limited. The Company is primarily engaged in the business of manufacture, purchase and sale of fertilizers.

1.2 Measurement of EBITDA

As permitted by the *Guidance Note*, the Company has chosen to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate line item on the face of the statement of profit and loss. The Company measures EBITDA on the basis of profit/ (loss) from continuing operations. In its measurement, the Company does not include depreciation and amortization expense, finance costs and tax expense.

1.3 Basis of Preparation of Financials Statements

The Consolidated financial statements relate to Zuari Fertilisers and Chemicals Limited and its subsidiary Mangalore Chemicals & Fertilizers Limited, which are incorporated in India. ZFCL has an ownership interest of 53.03% in the subsidiary. The consolidated financial statements have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). These financial statements have been prepared to comply in all material respects with the Notified Accounting Standards by Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 (to the extent notified). The financial statements have been prepared on a going concern basis and under the historical cost convention. In the preparation of these consolidated financial statements, investments in subsidiary have been accounted for in accordance with AS-21 (Accounting for Consolidated Financial Statements)

The Consolidated financial statements have been prepared on the following basis –

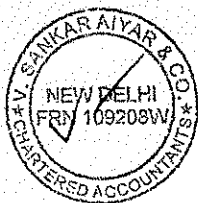
Subsidiary company have been consolidated on a line-by-line basis by adding together the book values of the like items of assets, liabilities, income and expenses, after eliminating all significant inter-company balances and inter-company transactions and also unrealized profits or losses. For consolidation of income and expenses of MCFL, income and expenses for the period June, 2015 to March, 2016 have been considered, as acquisition of MCFL was completed on 18th May, 2015.

Minority interest in net profit of consolidated subsidiary for the year has been identified and adjusted against the income in order to arrive at the net income attributable to the shareholders of the Company. Their share of net assets has been identified and presented in the Consolidated Balance Sheet separately.

2. SUMMARY OF SIGNICANT ACCOUNTING POLICIES

2.1 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 amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. 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 the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.



ZUARI FERTILISERS AND CHEMICALS LIMITED

CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

2.2 Tangible Fixed Assets

The Fixed assets of the company are stated at historical cost less accumulated depreciation. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

2.3 Depreciation on Tangible Fixed Assets

The Holding Company has adopted life of certain assets based on technical advice, which are different from the life prescribed in schedule II of the Companies Act, 2013. The life adopted (years) for different assets are as under

Office Equipments – 5/10/25
Computers – 3/7
Building – 10/15/30/60
Plant & Machinery – ranging between 5 to 40
Furniture & Fixture – 5/10

The Company has adopted component accounting as required under Schedule II to the Companies Act, 2013. Due to application of Schedule II to the Companies Act, 2013, and AS 10 the Company identifies and determines cost of each component/part of the asset separately, if the component/part has a cost which is significant to the total cost of the asset and has useful life that is materially different from that of the remaining asset. These components are depreciated separately over their useful life; the remaining components are depreciated over the life of the principal asset.

The Subsidiary Company depreciates fixed assets on the straight-line method based on useful life prescribed under Schedule II to the Companies Act 2013, as amended. Fertilizer plant has been classified as 'Continuous Process Plant'.

Incremental value of fixed assets arising out of revaluation is depreciated over their remaining useful lives. Written down value of insurance spares is charged off in the year of replacement of the existing part in the fixed asset.

2.4 Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. They are amortized on useful economic life (three years) as prescribed in Part C of Schedule II to the Companies Act, 2013. All intangible assets are assessed for impairment whenever there is an indication that they may be impaired.

2.5 Leases

Finance Leases, which effectively transfer substantially all the risks and benefits incidental to ownership of the leased item to the Company are capitalised at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to the Profit and Loss Statement.



ZUARI FERTILISERS AND CHEMICALS LIMITED
CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

2.6 Revenue Recognition

Sale is recognised on the despatch / delivery of goods to the customer. Sale is exclusive of excise duty, where applicable.

Under the New Pricing Scheme for Urea, the Government of India reimburses in the form of subsidy to the Fertilizer Industry the difference between the concession price based on the cost of production and the selling price realised from the farmers as fixed by the Government from time to time. Changes in input and other costs as estimated by the management, as per known policy parameters are recognised in the Profit and Loss Statement for the year. This has been accounted on the basis of movement of fertilizers from the factory as per the procedure prescribed by the Government and not on the basis of ultimate sales.

Revenue from sale of goods, including concession in respect of SSP Fertilizers receivable from the Government of India under the New Pricing Scheme/Concession Scheme, is recognized when the significant risk and rewards of ownership of the goods have passed to the customers. The Company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the Company. Hence, they are excluded from revenue. Excise Duty deducted from turnover (gross) is the amount that is included in the amount of turnover (gross) and not the entire amount of liability assessed during the year.

Subsidy for Phosphatic and Potassic (P&K) fertilisers are recognized based on the sales effected by ZACL to the dealers as per rates notified by the Government of India in accordance with Nutrient Based Subsidy Policy from time to time.

85% of the claim subsidy is paid by Govt. of India "on account" payment on 1st point sale. The balance 15% claim is released subject to State Government Certification of quantity and quality in m-FMS as well as fertilizer receipt confirmation by retail dealers. However, claims for the period April 01, 2015 are yet to be filed.

Concession for DAP, MOP and Complex Fertilizers is recognised as per the rates notified by the Government of India. This has been accounted on the basis of receipt of fertilizers in the district as per the procedure prescribed by the Government and not on the basis of ultimate sales.

Insurance claims are accounted on acceptance.

Revenue from services is recognised as per the terms and conditions of the Contract / Agreement.

Other interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

2.7 Forward Exchange Contracts

In respect of Forward Exchange Contracts entered into by the Company, the difference between the contracted rate and the rate at the date of transaction is recognised as gain or loss over the period of contract. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognised as income or as expense for the year.

2.8 Inventories

Raw materials, components, stores and spares are valued at lower of cost and net realizable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which



ZUARI FERTILISERS AND CHEMICALS LIMITED

CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

they will be incorporated are expected to be sold at or above cost. Cost of raw materials, components and stores and spares is determined on a weighted average basis.

Work-in-progress and finished goods are valued at lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity. Cost of finished goods includes excise duty and is determined on a weighted average basis.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

2.9 Foreign currency translation

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction. The exchange differences are recognized as income or as expenses in the period in which they arise.

All current assets and current liabilities in foreign currency outstanding on the date of the Balance Sheet are converted at the exchange rates prevailing on the date of the Balance Sheet. The resultant differences are recognised in Profit and Loss Statement.

The currency swap contracts entered into by the Company, are initially recognised in the financial statements at the value determined on the basis of net cash flow arising or incurring through these contracts. The gain or loss that is determined to be an effective hedge is recognised in the Profit and Loss statement in the same period or periods during which the asset acquired or liability assumed affects profit or loss.

2.10 Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund are charged to the statement of profit and loss for the year when the contributions are due. The company has no obligation, other than the contribution payable to the provident fund.

In respect of subsidiary, Gratuity, a defined benefit retirement plan, to the employees is covered under the appropriate schemes of the Life Insurance Corporation of India. The gratuity is unfunded in case of holding Company. Liability is charged to Profit and Loss Statement based on an actuarial valuation carried out at the balance sheet date, by an independent Actuary.

Superannuation, which is a defined contribution scheme, is administered by Life Insurance Corporation of India. The contributions to the said scheme are charged to the Profit and Loss statement on an accrual basis.

Leave Encashment benefits payable to employees is unfunded, determined and recognised at the balance sheet date in the accounts as per the actuarial valuation. Expenditure incurred on payment made to employees under Voluntary Retirement Scheme (VRS) is charged to Profit and Loss Statement in the year of payment.

2.11 Impairment of Assets

Impairment of asset is reviewed and recognised in the event of changes and circumstances indicating that the carrying amount of an asset is not recoverable. Difference between the carrying amount of an asset and the recoverable value, if any, is recognised as impairment loss in the Profit and Loss Statement in the year of impairment.



ZUARI FERTILISERS AND CHEMICALS LIMITED
CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

2.12 Income Tax

Provision for Income Tax comprises of current taxes and also deferred taxes. Provision for current tax is made based on the tax liability computed as per the provisions of Income Tax Act, 1961. Deferred tax liability is recognised for future tax consequences of temporary differences between the tax basis and carrying values of assets and liabilities. Deferred tax assets are recognised if there is reasonable certainty that they will be realized and are reviewed every year. Where there is unabsorbed depreciation or carry forward losses under tax laws, deferred tax asset is recognised to the extent there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which deferred tax assets can be realized. The tax effect is calculated on the accumulated timing differences at the end of the year based on enacted and substantially enacted tax laws.

The tax effect is calculated on the accumulated timing differences at the end of the year based on enacted or substantially enacted tax laws.

2.13 Segment Reporting

The Company's business comprises of manufacture, purchase and sale of fertilisers and related products constituting a single segment. The sales of these products are predominantly made in India. Hence, the Segment information as per 'Accounting Standard 17 – Segment Reporting' is not required to be disclosed.

2.14 Earnings per share

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

2.15 Provisions & Contingent Liabilities

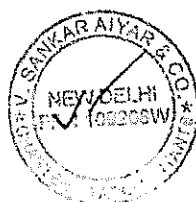
A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Contingent liability are not recognized but disclosed in the note.

2.16 Borrowing Cost

Borrowing costs that are directly attributable to the acquisition / construction of qualifying assets are capitalised while the other borrowing costs are expensed.

2.17 Investments

Long Term investments are stated at cost. Provision for diminution in value is made to recognize a decline, other than temporary, in the value of long-term investments.



ZUARI FERTILISERS AND CHEMICALS LIMITED
CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

28 Capital Commitment

Particulars	(in Lakhs)	
	2015-16	
Estimated amount of contract remaining to be executed as Capital Account and not provided for	798.79	

29. Contingent Liability

Particulars	(in Lakhs)	
	2015-16	
Outstanding Bank Guarantee	694.68	
Claims against the Company, not acknowledged as debts	86.79	
Disputed income tax liabilities	488.95	
Disputed customs duty liability under appeal by Company before CESTAT	90.60	
Bonus for 2014-15 pursuant to amendment to Payment of Bonus Act, 1965	6.03	

30. Related party disclosures as per Accounting Standard 18

- a) Ultimate Holding Company : Zuari Agro Chemicals Limited
b) Fellow Subsidiary : Zuari Agri Sciences Limited (formerly knoww as Zuari Seeds Limited)
c) Joint venture of Holding Company : Paradeep Phosphates Limited

Key Management Personnel of Subsidiary Company -

Deepak Anand, Managing Director **
N.Suresh Krishnan, Managing Director **
K.Prabhakar Rao, Whole-time Director

** Mr.Deepak Anand was Managing Director till 31.12.2015. Mr.N.Suresh Krishnan was appointed as Managing Director w.e.f. 01.01.2016.

Related party transactions –

Considered for full financial year 2015-16

(in Lakhs)

Particulars	2015-16		
	ZACL	ZASL	PPL
Payment made on their behalf	9.64	0.83	-
Payment made on our behalf	53.41	-	-
Receipt of ICDs	32,748.70	-	-
Interest Expenses	7,556.04	-	-
Sales of Fertilisers	3,267.96	-	36.86
Purchase of Raw Material	27,135.26	-	-



ZUARI FERTILISERS AND CHEMICALS LIMITED
CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Technical Services Received	174.69	-	-
Interest Receivable	404.79	-	-
Rendering of Services	3.71	-	-

Remuneration to Key Management Personnel
(in Lakhs)

2015-16
73.63

Closing Balances as at March 31, 2016

Sr.No.	Name of Company	Dr. / Cr.	<i>(in Lakhs)</i>
			Amount Rs. Lacs
1	Zuari Agro Chemicals Limited	Cr.	21,614.32
2	Zuari Agro Chemicals Limited (Sales)	Dr.	959.11
3	Zuari Agro Chemicals Limited - ICD	Cr.	54,547.95
4	Zuari Agro Chemicals Limited - Purchase	Cr.	1,005.36
5	Zuari Agri Sciences Limited	Cr.	0.83

31. Exposure in foreign currency

a) Forward Contracts outstanding as on Balance Sheet date --

Particulars	Currency	2015-16
Trade Payables	USD Lacs	607.56
	Lacs	4,06,66.16
Foreign Currency Term Loan	Euro Lacs	83.93
	Lacs	6,973.69

b). Details of unhedged foreign currency exposure

Particulars	Currency	2015-16
Accrued Interest	USD Lacs	2.89
	Lacs	191.48
Trade Payables	USD Lacs	630.47
	Lacs	41,772.04
Foreign Currency Term Loan	Euro Lacs	14.15
	Lacs	1,067.73



ZUARI FERTILISERS AND CHEMICALS LIMITED

CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

32. The net worth of the Holding Company is fully eroded as the accumulated consolidated loss as at the reporting date stands at Rs.12,435.21 Lacs as against the shareholder's fund of Rs.1,535.00 Lacs. The Consolidated accounts also shows net loss of Rs.10,344.24 Lacs during the year. Further, based on the future profitability projections and financial support from the ultimate holding company, the management does not foresee any uncertainty relating to future outcome in terms of the negative networth turning positive. Considering the above, these financial statements have been drawn up on going concern assumption, which, in the opinion of the management, is considered appropriate.

33. Exceptional & Extraordinary item

During the year, the Audit Committee of subsidiary had directed expeditious investigation in relation to all the transactions with United Breweries Holdings Ltd [UBHL] and its group companies [UB Group] referred in paragraphs (a) & (b) below. Pursuant to the directions of the Audit Committee, M/s. Ernst & Young LLP were engaged to carry out the forensic investigation as required and the presentation made by them, at the meeting of the Audit Committee and Board of Directors held on 06 May 2016, stated that during the earlier financial years, the transactions involved in investment in the preference shares of the Bangalore Beverages Limited [BBL], a UB Group entity and advances to UBHL, may have involved irregularities and elements of mismanagement in the Company.

The Company is taking necessary legal advice in connection with the findings of M/s. Ernst & Young LLP.

a. Exceptional Item

During the financial years 2010-11 & 2011-12, payments of Rs.5200 lakhs were made to UBHL which was adjusted over a periods towards certain amounts payable to UBHL. The outstanding dues of Rs.1668 lakhs as at 31 March 2016 from UBHL is provided as exceptional item in view of the uncertainty of recoverability.

b. Extraordinary Item

During the earlier financial years, funds were invested as subscription to optionally convertible Redeemable Cumulative Preference Shares of Rs.100/-each with a coupon rate of 0.001% repayable after 20 years in BBL during 2012-13 for Rs.20,000 lakhs. The said investment in the preference share capital of BBL was redeemed by fresh issue and subscription of 2,00,000 Redeemable Cumulative Preference Shares of Re.1/- each with a coupon rate of 10% repayable after 20 years at a premium of Rs.9,999/- per share during 2013-14. In June 2015, an attempt was made for early redemption by mutual consent as per the terms of issue of the said preference shares which was futile. Accordingly, in view of the developing circumstances, a provision for the investment in the preference share capital of Rs.20000 lakhs in BBL is made.

The subsidiary has considered above 2 provisions as extraordinary items. However, the management of Holding Company has taken a view to consider above two provisions as pre existing on date of acquisition even though the provisions were made by Subsidiary after the date of acquisition in their books of accounts. Accordingly, net worth of the subsidiary has been reduced by 21,668 lakhs as on the date of acquisition, resulting in the increase of Goodwill by Rs 11,490 lakhs.



ZUARI FERTILISERS AND CHEMICALS LIMITED
CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

34. As per the practice consistently followed by the Company, the concession rate for Urea has been recognized based on latest notification rates under NPS-III and further adjusted with input price escalation (de-escalation) aggregating (76,785.15 lacs) for the year 2015-16 as estimated by Management (previous year 17,656.36 lacs).

35. Value of imported and indigenous Raw Materials and Spare parts consumed
 Considered for full financial year 2015-16 (in Lakhs)

Particulars	2015-16			
	Imported	%	Indigenous	%
Raw Materials	1,14,694.69	99.84	5,858.91	82.80
Component	-	-	288.77	4.08
Spare Parts	180.55	0.16	928.20	13.12
Total	1,14,875.24	100	7,075.88	100

36. CIF value of imports

Considered for full financial year 2015-16 (in Lakhs)

Particulars	2015-16
Capital Goods	3922.55
Spare Parts	368.55
Raw Material	60,416.61
Fuel Oil	
Traded Goods	29,773.09
Total	94,480.80

37. Expenditure in foreign currency

Considered for full financial year 2015-16 (in Lakhs)

Particulars	2015-16
Travel	11.49
Consultancy	-
Interest	584.76
Subscription	-
Others	30.60
Total	626.85

38. Earnings in foreign currency

Considered for full financial year 2015-16 (in Lakhs)

Particulars	2015-16
Exports (FOB Value)	274.27
Total	274.27

39. Earning Per Share

Particulars	2015-16
Profit / (Loss) for the year (In Rs. Lacs)	(10,344.24)
Weighted Average number of equity shares	1,53,50,000
Face value per share	10
Basic and dilute earning per share	(67.39)



ZUARI FERTILISERS AND CHEMICALS LIMITED
CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

40. Finance Lease

The subsidiary company has acquired some vehicles on finance lease. The minimum lease rentals outstanding on 31st March 2016 in respect of these assets is as follows –

(in Lakhs)

	Total Minimum Lease Payments outstanding	Future interest on Outstanding	Present value of minimum lease payments
Payable not later than 1 year	3.71	0.05	3.66
Total	3.71	0.05	3.66

General Description of Lease Terms:

- i) Lease rentals are charged on the basis of agreed terms.
- ii) Assets are taken on lease over a period of 3/5 years.

41. Accounting for taxes on income

Particulars	Deferred Tax Asset/(Liability) as on 31.03.2015	For the year	Deferred Tax Asset/(Liability) as on 31.03.2016
Business loss & unabsorbed depreciation	11,125.65	4,652.77	15,778.42
Other deferred tax assets	748.21	30.05	778.26
Difference between book & tax depreciation	(15,530.00)	(1,884.28)	(17,414.28)
Net deferred tax Asset/(Liability) for the year	(3,656.14)	2,798.54	(857.60)

Out of this DTA of Rs.2,770.77 Lacs of holding Company has not been recognized, considering as a matter of prudence.

42. Employee benefits (AS-15 Revised)

The following data is given from report of the Actuary.

Economic Assumptions:

Particulars	2015-16
Discount Rate	8%
Expected rate of return on plan asset	8%
Future salary increase	9% for first two years and 7.50% thereafter



ZUARI FERTILISERS AND CHEMICALS LIMITED
CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Details of Defined Contribution Plan in respect of the Group:

	2015-16
Contribution to Provident Fund	159.17
Contribution to Superannuation Fund	72.70
Contribution to Contributory pension fund	103.03
Total	334.90

Gratuity

	2015-16
a. Reconciliation of opening and closing balances of defined benefit obligation	
Defined Benefit obligation at beginning of the year	1,761.33
Current Service Cost	79.69
Interest Cost	128.31
Actuarial loss/(gain)	252.61
Past Service Cost	31.66
Benefits paid	(245.75)
Defined Benefit obligation at end of the year	2,007.86
b. Reconciliation of opening and closing balances of fair value of Assets (by subsidiary only)	
Fair value of plan assets at beginning of the year	376.33
Expected return on plan assets	16.28
Actuarial gain/(loss)	29.72
Contribution by the employer	300.00
Benefits paid	(245.75)
Fair value of plan assets at year end	476.58
Actual return on plan assets	46.00
c. Reconciliation of fair value of assets and obligations	
Fair value of plan assets as at end of the year	4,76.58
Present value of obligation as at end of the year	20,07.86
Liability recognised in Balance Sheet	15,31.28
d. Expenses recognised during the year	
Current Service Cost	79.69
Interest Cost	128.31
Expected return on plan assets	(16.28)
Actuarial gain/(loss)	228.89
Past Service Cost	31.66
Net Cost for the year	4,46.27
e. Investments (by subsidiary only)	% Invested As at



ZUARI FERTILISERS AND CHEMICALS LIMITED**CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016**

	31st March 2016
L.I.C Group Gratuity (Cash Accumulation) Policy	100

43. Capitalisation of Mahad Project – SSP Fertiliser

The date of commencement of commercial production has been taken as 1st June, 2015. Accordingly, directly attributable expenses including trial run production upto May 31st, 2015 have been considered for capitalization. In respect of main lump sum contract involving EPCM Services, Supplies, Civil Construction work and Erection and installation of Plant & Machinery, the management have allocated the costs over identified Plant & Machinery and Building on a reasonable basis duly certified by the technical staff of the Company. Further, the expenses directly attributable to the construction and trial run have been allocated over the different assets comprising of Plant & Machinery and Building.

44. Goodwill on Consolidation

The Goodwill in the consolidated Financial Statements represents the excess of the purchase consideration of investment over the Parent Company's share in the net assets of it's subsidiary – Mangalore Chemicals & Fertilisers Limited (MCFL).

Investments in	Particulars	Amount in Rs. Lacs
		31.03.2016
Mangalore Chemicals & Fertilisers Limited	a) Cost of investments	51,852.02
	b) Parent company's share in the net assets	23,639.85
	Goodwill (a - b)	28,212.18

45. Proposed Amalgamation with Zuari Agro Chemicals Limited (ZACL)

During the year, the Company has passed a resolution and initiated the process of amalgamation of the Company with Zuari Agro Chemicals Limited, the Holding Company along with its fellow wholly owned subsidiaries i.e. Zuari Speciality Fertilisers Limited and Zuari Agri Sciences Limited. The Objective was to consolidate the undertakings and business of all the four companies into a single unified entity since this would yield a simplified group and business structure. The appointed date for the purpose of proposed amalgamation is 1st April, 2015. The Process is in progress.



ZUARI FERTILISERS AND CHEMICALS LIMITED
CONSOLIDATED NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

46. Disclosure required under schedule III of Companies Act, 2013

Sr. No.	Name of Entity	Net Assets, i.e total assets minus total liabilities		Share in Profit or Loss	
		As % of consolidated net assets	Amount (In Rs Lacs)	As % of consolidated net assets	Amount (In Rs Lacs)
1	Parent				
	I. Zuari Fertilizers Chemicals Ltd	88.73	-11034.22	86.54	-8943.24
2	Indian Subsidiaries				
	I. Mangalore Chemical and Fertilizers Ltd	(337.44)	41961.12	228.16	23578.12
3	Minority interest in subsidiaries	158.60	-19722.26	(8.57)	885.93
4	Elimination and adjustment due to consolidation	190.10	-23639.85	(206.12)	21301.19
	Total	100.00	-12435.21	100.00	10334.24

47. Previous year figures are not shown as this is the first year of consolidation.

