

NOTES

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Note
01

BASIS OF CONSOLIDATION AND SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of consolidation

The consolidated financial statements relate to Eicher Motors Limited (the Company), its subsidiary companies and a joint venture. The Company, its subsidiaries and joint venture constitute the Group.

(i) Basis of preparation

The consolidated financial statements of the Company and its subsidiaries and jointly controlled entities (together the 'Group') have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable. The consolidated financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the consolidated financial statements are consistent with those followed in the previous year.

(ii) Principles of consolidation

The consolidated financial statements have been prepared on the following basis:

i. The financial statements of the subsidiary companies and joint venture used in the consolidation are drawn upto the same reporting date as of the Company i.e. fifteen months ended March 31, 2016.

ii. The financial statements of the Company and its subsidiary companies have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. The intra-group balances and intra-group transactions and unrealised profits have been fully eliminated.

iii. The financial statements of the joint venture company have been combined by using proportionate consolidation method and accordingly, venturer's share of each of the assets, liabilities, income and expenses of jointly controlled entity is reported as separate line items in the Consolidated Financial Statements.

iv. The excess of cost to the Company of its investments in the subsidiary companies and joint venture over its share of equity of the subsidiary companies and joint venture, at the dates on which the investments in the subsidiary companies and joint ventures are made, is recognised as 'Goodwill' being an asset in the consolidated financial statements. Alternatively, where the share of equity in the subsidiary companies and joint ventures as on the date of investment is in excess of cost of investment of the Company, it is recognised as 'Capital Reserve' and shown under the head 'Reserves and Surplus', in the consolidated financial statements.

v. Minority interest in the net assets of consolidated subsidiaries consists of the amount of equity attributable to the minority shareholders at the dates on which investments are made by the Company in the subsidiary companies and further movements in their share in the equity, subsequent to the dates of investments as stated above.

(iii) The following subsidiary companies are considered in the consolidated financial statements:

Name of the subsidiary company	Country of Incorporation	% voting power held as at March 31, 2016	% voting power held as at December 31, 2014
Direct subsidiary			
VE Commercial Vehicles Limited (VECVL)	India	54.4%	54.4%
Royal Enfield North America Limited (incorporated w.e.f. March 23, 2015)	U.S.A.	100.0%	NA
Royal Enfield Brasil Comercio De Motocicletas LTDA (acquired on August 18, 2014)	Brazil	99.9%	NA
Indirect subsidiaries*			
Eicher Engineering Solutions, Inc. (EES, Inc.) (100% subsidiary company of VECVL)	U.S.A.	54.4%	54.4%
Eicher Engineering Solutions (Beijing) Co., Ltd. (100% subsidiary company of EES, Inc.)	China	54.4%	54.4%
Eicher Engineering Solutions (Shanghai) Co., Ltd. (100% subsidiary company of EES, Inc.)	China	54.4%	54.4%
V E C V Lanka (Private) Limited (VECV Lanka) (100% subsidiary company of VECVL)	Sri Lanka	54.4%	54.4%

* Effective holding % of the Company through its subsidiary.

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(iv) The following joint venture company is considered in the consolidated financial statements:

Name of the joint venture company	Country of Incorporation	% voting power held as at March 31, 2016	% voting power held as at December 31, 2014
Eicher Polaris Private Limited (EPPL)	India	50%	50%

(b) Significant accounting policies

(i) Use of estimates

The preparation of the consolidated financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the period/year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

(ii) Inventories

Inventories are valued at the lower of cost and moving weighted average price and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads and, where applicable, excise duty.

(iii) Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

(iv) Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

(v) Depreciation and amortisation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of moulds and dies depreciated over the useful life of 5 to 15 years, wherein, the life of the said assets has been assessed based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc. Asset costing less than Rs. 5,000 each are fully depreciated in the year of capitalisation

Leasehold land are amortised over the period of lease term

Depreciation on addition to fixed assets is provided on pro-rata basis from the month the assets are put to use. Depreciation on sale/deduction from fixed assets is provided for up to the month of sale, deduction, discardment as the case may be.

Intangible assets comprising of product design, prototypes, etc., either acquired or internally developed are amortised over a period of ten years, the estimated minimum useful life of the related products. Cost of software is amortised over a period of 5 years or less depending on the estimated useful life of asset.

The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation method is revised to reflect the changed pattern.

Depreciation on fixed assets in case of EES Inc., and its subsidiary companies, is charged on the straight line method on a prorata basis from the month the assets are put to use using the estimated lives specified under the Internal Revenue Service. The estimated lives for various categories of the assets are as follows:

Type of Asset	Estimated useful life
Company software	3 years
Office equipment	5 years
Furniture and fixtures	7 years
Plant and machinery	7 years

(vi) Revenue recognition

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the dispatch of goods to customers. Sales include excise duty but exclude sales tax and value added tax

Interest income is recognised on a time proportionate basis taking into account the amount invested and rate applicable. Dividend income is accounted for when the right to receive is established.

(vii) Fixed assets (Tangible / Intangible)

Fixed assets are carried at cost less accumulated depreciation/ amortisation and impairment losses, if any. The cost of fixed assets comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use. Subsequent expenditure on fixed assets after its purchase / completion is capitalised only if such expenditure results in an increase in the future benefits from such asset

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beyond its previously assessed standard of performance.

Fixed assets acquired and put to use for project purpose are capitalised and depreciation thereon is included in the project cost till commissioning of the project.

Capital work-in-progress:

Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

Pre-operative expenditure (pending allocation)

Expenses directly related to construction activity or incidental thereto, are allocated to fixed assets at the time of completion of the project.

Intangible assets under development

Expenditure on Research and development eligible for capitalisation are carried as Intangible assets under development where such assets are not yet ready for their intended use.

(viii) Foreign currency transactions

Transactions denominated in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction.

Monetary items denominated in foreign currencies at the period/year-end are translated at the exchange rates prevailing on the Balance Sheet date. Non-monetary items denominated in foreign currencies are carried at cost.

Any income or expense on account of exchange differences either on settlement or on translation of transactions are charged to the Statement of Profit and Loss.

In case of foreign subsidiary companies, the assets and liabilities have been translated into Indian Rupees at the closing exchange rate at the period/year end whereas revenues and expenses reflected in the statement of profit and loss have been translated into Indian Rupees at annual average exchange rate for the reporting period. The resultant translation exchange differences are accumulated in "Foreign currency translation reserve" to be recognised as income or expense in the period in which net investment in concerned foreign subsidiary companies is disposed off.

(ix) Investments

Long term investments are carried individually at cost, less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments includes acquisition charges such as brokerage, fees and duties.

(x) Employee benefits

Employee benefits includes compensated absences (leave encashment and sick leave), long service awards and contribution to provident fund, employees' state insurance, superannuation fund, gratuity fund.

Defined contribution plans

The Company's contribution to provident fund, employees' state insurance, superannuation fund are considered as defined contribution

plans and are charged as an expense as they fall due based on the amount of contribution required to be made. In respect of certain employees, provident fund contributions are made to a Trust where the interest rate payable to the members of such Trust shall not be lower than the statutory rate of interest declared by the Central Government under the Employees Provident Funds and Miscellaneous Provisions Act, 1952 and shortfall, if any, shall be made good by the Company. The remaining contributions are made to a government administered provident fund towards which the Company has no further obligations beyond its monthly contributions.

Defined benefit plans

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

Long-term employee benefits

Compensated absences and long service awards which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the Balance Sheet date. The cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date and actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur.

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the period/year when the employees render the service.

(xi) Employee share based payments

The Company has formulated Employee Stock Option Scheme (ESOS) in accordance with the SEBI Guidelines. The Scheme provide for grant of options to employees of the Company to acquire equity shares of the Company that vest in a graded manner and that are to be exercised within a specified period. In accordance with the SEBI Guidelines, the Company has constituted an Employee Stock Option Plan - 2006. Employee Stock Options granted by the Company are accounted under the 'Intrinsic Value Method' stated in the Guidance Note on Employee Share Based Payments issued by the Institute of Chartered Accountants of India.

(xii) Borrowing costs

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the

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extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

(xiii) Leases

Lease arrangements where the risk and rewards incidental to ownership of the assets substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the statement of profit and loss.

(xiv) Earnings per share

Basic earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares outstanding during the period/year.

Diluted earnings per share is computed by dividing the profit after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

(xv) Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961. The provision for taxation for the period from January 1, 2015 to March 31, 2016 comprises the residual tax liability for the assessment year 2015-16 relevant to the year April 1, 2014 to March 31, 2015 and the liability, which has accrued on the profit for the period April 1, 2015 to March 31, 2016, under the provisions of the Income-tax Act, 1961.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised.

Current and deferred tax relating to items directly recognised in reserves are recognised in reserves and not in the Statement of Profit and Loss.

(xvi) Research and development expenses

Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss. Development costs of products are also charged to the Statement of Profit and Loss unless a product's technological feasibility has been established, in which case such expenditure is capitalised. The amount capitalised comprises expenditure that can be directly attributed or allocated on a reasonable and consistent basis to creating, producing and making the asset ready for its intended use. Fixed assets utilised for research and development are capitalised and depreciated in accordance with the policy stated for Fixed assets (Tangible/Intangible).

(xvii) Impairment of assets

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss.

(xviii) Provisions and contingencies

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

(xix) Provision for warranty

The estimated liability for product warranties is recorded when products are sold. These estimates are established using historical information on the nature, frequency and average cost of warranty claims and management estimates regarding possible future incidence based on corrective actions on product failures. The timing of outflows will vary as and when warranty claim will arise.

As per the terms of the contracts, the Company provides post-contract services / warranty support to some of its customers. The Company accounts for the post-contract support / provision for warranty on the basis of the information available with the Management duly taking into account the current and past technical estimates.

(xx) Operating cycle

Based on the nature of products / activities of the Group and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

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Note 02	SHARE CAPITAL	RS. IN CRORES	
		As at March 31, 2016	As at December 31, 2014
	Particulars		
	Authorised		
	3,00,00,000 (3,00,00,000) Equity shares of Rs. 10 each	30.00	30.00
	1,01,000 (1,01,000) Redeemable cumulative preference shares of Rs. 100 each	1.01	1.01
	Total	31.01	31.01
	Issued, subscribed and fully paid up		
	2,71,61,183 (2,71,04,783) Equity shares of Rs. 10 each	27.16	27.10
	Total	27.16	27.10

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to their shareholding.

Particulars	As at March 31, 2016		As at December 31, 2014	
	Nos.	Rs. in crores	Nos.	Rs. in crores
At the beginning of the period/year	2,71,04,783	27.10	2,70,38,883	27.04
Issued during the period/year - ESOP	56,400	0.06	65,900	0.06
Outstanding at the end of the period/year	2,71,61,183	27.16	2,71,04,783	27.10

Particulars	As at March 31, 2016		As at December 31, 2014	
	Nos.	% holding in the in the class	Nos.	% holding in the class
Eicher Goodearth Trust	32,71,723	12.05%	32,71,723	12.07%
Anita Lal	30,23,167	11.13%	30,23,167	11.16%
The Simran Siddhartha Tara Benefit Trust	67,99,828	25.04%	67,99,828	25.09%
Aktiebolaget Volvo (PUBL), Volvo, Sweden	-	-	22,75,610	8.40%

(iii) EMPLOYEE STOCK OPTION PLAN				
a.	2,08,900 (2,08,900) options on October 22, 2007, exercisable over a period of seven years after vesting on October 23, 2010 at an exercise price of Rs. 462 (including premium of Rs. 452) per option, out of which 3,000 (29,500) options are outstanding at period/year end. During the period/year, 26,500 (2,500) equity shares were issued and allotted as fully paid up at an exercise price of Rs. 462 (including premium of Rs. 452 each) per equity share.	c.	15,400 (15,400) options on November 8, 2010, exercisable over a period of seven years after vesting on November 8, 2013 at an exercise price of Rs. 1,411 (including premium of Rs. 1,401) per option out of which Nil (Nil) options are outstanding at period/year end. During the period/year, Nil (15,400) equity shares were issued and allotted as fully paid up at an exercise price of Rs. 1,411 (including premium of Rs. 1,401 each) per equity share.	
b.	40,000 (40,000) options on April 29, 2010, exercisable over a period of seven years after vesting on April 29, 2011 at an exercise price of Rs. 695 (including premium of Rs. 685) per option are outstanding as at period/year end.	d.	1,08,200 (1,08,200) options on May 6, 2011, exercisable over a period of seven years after vesting on May 6, 2014 at an exercise price of Rs. 1,162 (including premium of Rs. 1,152) per option out of which 32,100 (60,200) options are outstanding at period/year	

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- end. During the period/year, 28,100 (48,000) equity shares were issued and allotted as fully paid up at an exercise price of Rs. 1,162 (including premium of Rs. 1,152 each) per equity share.
- e. 5,400 (5,400) options on February 11, 2012, exercisable over a period of seven years after vesting on February 11, 2015 at an exercise price of Rs. 1,770 (including premium of Rs. 1,760) per option out of which 3,600 (5,400) options are outstanding at period/year end. During the period/year, 1,800 (Nil) equity shares were issued and allotted as fully paid up at an exercise price of Rs. 1,770 (including premium of Rs. 1,760 each) per equity share.
- f. 5,000 (5,000) options on December 16, 2013, exercisable over a period of seven years after vesting on December 15, 2016 at an exercise price of Rs. 4,915 (including premium of Rs. 4,905) per option are outstanding as at period/year end.
- g. 22,500 (22,500) options on August 11, 2014, exercisable over a period of seven years after vesting on August 11, 2017 at an exercise price of Rs. 8,477.50 (including premium of Rs. 8,467.50) per option out of which 16,000 (22,500) options are outstanding at period/year end. During the period/year, 6,500 (Nil) options were forfeited.
- h. 5,400 (5,400) options on November 12, 2014, exercisable over a period of seven years after vesting on November 12, 2017 at an exercise price of Rs. 12,993.65 (including premium of Rs. 12,983.65) per option are outstanding as at period/year end.
- i. 22,300 (Nil) options on January 12, 2015, exercisable over a period of seven years after vesting on January 11, 2016 at an exercise price of Rs. 14,739 (including premium of Rs. 14,729) per option are outstanding as at period/year end.
- j. 4,500 (Nil) options on March 20, 2015, exercisable over a period of seven years after vesting on March 19, 2018 at an exercise price of Rs. 16,112 (including premium of Rs. 16,102) per option are outstanding as at period/year end.
- k. 53,000 (Nil) options on May 08, 2015, exercisable over a period of seven years after vesting on May 07, 2018 at an exercise price of Rs. 14,807 (including premium of Rs. 14,797) per option are outstanding as at period/year end.
- l. 6,590 (Nil) options on July 21, 2015, exercisable over a period of seven years after vesting on July 20, 2018 at an exercise price of Rs. 21,248 (including premium of Rs. 21,238) per option are outstanding as at period/year end.
- m. 7,800 (Nil) options on November 06, 2015, exercisable over a period of seven years after vesting on November 05, 2018 at an exercise price of Rs. 17,678 (including premium of Rs. 17,668) per option are outstanding as at period/year end.
- n. 4,200 (Nil) options on February 05, 2016, exercisable over a period of seven years after vesting on February 04, 2019 at an exercise price of Rs. 16,894 (including premium of Rs. 16,884) per option are outstanding as at period/year end.
- o. Each option entitles the holders thereof to apply for and be allotted one equity share of the face value of Rs. 10 each.

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Note 03	RESERVES AND SURPLUS		RS. IN CRORES	
			As at March 31, 2016	As at December 31, 2014
	Particulars			
A	Capital reserve			
	Opening balance	0.25		0.25
	Add / Less: Movement during the period/year	-		-
	Closing balance	0.25		0.25
B	Capital redemption reserve			
	Opening balance	1.41		1.41
	Add / Less: Movement during the period/year	-		-
	Closing balance	1.41		1.41
C	Securities premium account			
	Opening balance	607.67		599.87
	Add / Less: Movement during the period/year @	4.75		7.80
	Closing balance	612.42		607.67
D	General reserves			
	Opening balance	388.33		321.98
	Add: Amount transferred from surplus in the statement of profit and loss	143.33		66.35
	Closing balance	531.66		388.33
E	Surplus in the statement of profit and loss			
	Opening balance	1,491.86		1,105.47
	Less : Depreciation on transition to Schedule II of the Companies Act, 2013 on tangible fixed assets with Nil remaining useful life (net of deferred tax) (also refer note no. 43)	7.61		-
	Add: Profit for the period/year	1,277.88		615.36
	Less: Appropriations			
	Interim dividend (amount per share Rs. 100.0 (Rs. Nil))	271.61		-
	Proposed final dividend (amount per share Rs. Nil (Rs. 50.0))	-		135.52
	Tax on dividend	55.29		27.10
	Transferred to general reserve	143.33		66.35
	Total appropriations	470.23		228.97
	Net surplus in the statement of profit and loss	2,291.90		1,491.86
F	Foreign currency translation reserve			
	Opening balance	(0.76)		(0.60)
	Addition during the period/year	0.25		-
	Deductions during the period/year	-		0.16
	Closing balance	(0.51)		(0.76)
	Total (A+B+C+D+E+F)	3,437.13		2,488.76

@ Represents premium @ Rs. 452 per equity share on 26,500 (2,500) equity shares, @ Rs. 1,152 per equity share on 28,100 (48,000) equity shares, @1401 per equity share on Nil (15,400) equity shares and @ Rs. 1,760 per equity share on 1,800 (Nil) equity shares issued and allotted during the period/year under Employee Stock Option Scheme.

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Note 04	DEFERRED TAX LIABILITIES (NET)	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Deferred tax liabilities on		
Accelerated depreciation *	387.67	324.31
Sub-total (A)	387.67	324.31
Less: Deferred tax assets on		
Business loss carried forward and unabsorbed depreciation	12.21	53.38
Accrued expenses deductible on payment	10.75	11.69
Provision for gratuity	-	3.40
Provision for compensated absences and other employee benefits	12.22	9.49
Provision for doubtful debts and advances	5.85	4.94
Others	8.46	2.06
Sub-total (B)	49.49	84.96
Net deferred tax liabilities Total (A-B)	338.18	239.35

* Refer note 43

Note 05	OTHER LONG-TERM LIABILITIES	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Capital creditors	1.42	2.04
Advances from customers	2.35	3.94
Security deposits received	12.08	10.89
Total	15.85	16.87

Note 06	LONG-TERM PROVISIONS	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Provision for employee benefits		
Gratuity	-	8.66
Compensated absences (including leave encashment)	39.15	32.14
Other employee benefits	14.53	4.42
Sub-total (A)	53.68	45.22
Provision for warranties	81.78	27.39
Sub-total (B)	81.78	27.39
Total (A+B)	135.46	72.61
Share of long-term provision of joint venture	0.98	0.22
Total	136.44	72.83

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Note 07 SHORT-TERM BORROWINGS		RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014	
Secured			
Loan repayable on demand			
- From bank			
Cash credit *	26.29	27.56	
Short term loan#	37.01	30.80	
Unsecured			
Loan repayable on demand			
- From bank			
Overdraft facility	22.57	-	
Total	85.87	58.36	

* Includes:

- (a) Rs. 21.56 crores (Rs. 25.33 crores) is secured by current assets of the Eicher Engineering Solutions, Inc. and by an irrevocable letter of credit issued by the Kotak Mahindra Bank, India.
- (b) Rs. 4.73 crores (Rs. 2.23 crores) is secured by an irrevocable letter of credit issued by the ICICI Bank Limited, India.

Rs. 37.01 crores (Rs. 30.80 crores) secured by way of first pari passu hypothecation charge on all existing and future receivables and current assets of the Company.

Note 08 TRADE PAYABLES		RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014	
Total outstanding dues of micro enterprises and small enterprises			
Dues to micro and small enterprises*	76.88	37.64	
Sub-total (A)	76.88	37.64	
Total outstanding dues of creditors other than micro enterprises and small enterprises			
Acceptances	774.10	349.60	
Other trade payables	1,647.55	1,121.86	
Sub-total (B)	2,421.65	1,471.46	
Total (A+B)	2,498.53	1,509.10	
Share of trade payables of joint venture #	10.79	3.57	
Total	2,509.32	1,512.67	

* Refer Note No. 34

share of trade payable of joint venture does not include any dues of micro enterprises and small enterprises

Note 09 OTHER CURRENT LIABILITIES		RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014	
Capital creditors			
Dues to micro enterprises and small enterprises	0.85	0.62	
Others	39.88	89.84	
Unpaid dividend*	13.32	3.77	
Advance from customers	329.92	245.92	
Employee dues	135.13	88.27	
Statutory remittances (contributions to PF and ESIC, withholding taxes, excise duty, VAT, service tax, etc.)	156.98	209.22	
Gratuity payable	-	6.77	
Book overdraft	6.55	-	
	682.63	644.41	
Share of trade payables of joint venture	6.30	9.35	
Total	688.93	653.76	

* Does not include any amounts outstanding as at March 31, 2016 which are required to be credited to Investor Education and Protection Fund.

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Note 10	SHORT-TERM PROVISIONS		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	Provision for employee benefits			
	Gratuity	-	0.21	
	Compensated absences (including leave encashment)	2.85	2.55	
	Other employee benefits	0.86	11.78	
	Sub-total (A)	3.71	14.54	
	Provision for warranties	78.76	64.45	
	Provision for income tax	0.47	-	
	Proposed dividend	-	135.52	
	Provision for tax on proposed dividend	-	33.94	
	Sub-total (B)	79.23	233.91	
	Total (A+B)	82.94	248.45	
	Share of short term provision of joint venture	0.08	0.02	
	Total	83.02	248.47	

Note 11	FIXED ASSETS										RS. IN CRORES		
	Assets	Gross block (At cost)				Depreciation / Amortisation				Net block			
As at December 31, 2014		Additions during the period/ year \$	Deductions during the period/ year	As at March 31, 2016	As at December 31, 2014	For the period/ year @	Adjustments [^]	As at March 31, 2016	As at March 31, 2016	As at December 31, 2014			
(A) Tangible assets													
Land *													
- Freehold	119.83	0.06	-	119.89	-	-	-	-	119.89				119.83
- Leasehold	130.48	0.04	-	130.52	4.05	3.47	-	7.52	123.00				126.43
Buildings *	406.23	120.25	0.26	526.22	51.80	24.96	0.25	76.51	449.71				354.43
Plant and equipment	1,726.43	615.20	17.49	2,324.14	524.69	292.63	15.50	801.82	1,522.32				1,201.74
Furniture and fixtures	86.43	17.76	0.55	103.64	16.86	8.29	0.46	24.69	78.95				69.57
Office equipments	121.06	43.64	9.27	155.43	58.27	43.33	7.26	94.34	61.09				62.79
Vehicles	78.18	45.33	9.63	113.88	33.65	20.15	5.63	48.17	65.71				44.53
Share of tangible assets of joint venture	2.07	135.21	0.68	136.60	0.30	9.38	0.09	9.59	127.01				1.77
Sub-total (A)	2,670.71	977.49	37.88	3,610.32	689.62	402.21	29.19	1,062.64	2,547.68				
Previous year	2,155.86	565.73	50.88	2,670.71	546.50	178.32	35.20	689.62					1,981.09
(B) Intangible assets													
Product designs, prototypes etc.	341.87	42.07	0.36	383.58	61.73	40.21	0.10	101.84	281.74				280.14
Computer/ production softwares	101.49	22.22	1.15	122.56	54.09	23.26	0.47	76.88	45.68				47.40
Goodwill	22.28	-	-	22.28	22.28	-	-	22.28	-				-
Share of intangible assets of joint venture	1.01	30.79	-	31.80	0.31	2.80	-	3.11	28.69				0.70
Sub-total (B)	466.65	95.08	1.51	560.22	138.41	66.27	0.57	204.11	356.11				
Previous year	143.41	324.36	1.12	466.65	96.63	41.94	0.16	138.41					328.24
(C) Capital work-in-progress (including pre-operative expenditure pending allocation amounting to Rs. 0.75 crore (Rs. 18.60 crores) with share of joint venture amounting to Rs. 0.43 crore (Rs. 16.62 crores) (Refer Note No. 11A) (including share of joint venture amounting to Rs. 2.23 crores (Rs. 69.24 crores))													117.91
(D) Intangible assets under development (including share of joint venture amounting to Rs. 2.38 crores (Rs. 23.31 crores))													291.88
Total (A+B+C+D)													2,728.13

* Title deeds for land and other properties at Alwar, Chennai and Jhajjar are pending for mutation /endorsement in favour of the Company.

Title deeds for lands at SEZ Pithampur and title deeds for lands and other properties at Ahmedabad, Bhiwandi and Gurgaon are pending for mutation/endorsement in favour of VE Commercial Vehicles Limited (a subsidiary company).

@ Includes

- Rs. 0.58 crore (Rs. 0.42 crore) transferred to capital work-in-progress

- Rs. 16.53 crores (Rs. Nil) adjusted from the opening balance of retained earnings on account of schedule II to the Companies Act, 2013. Also refer note 43.

- Rs. 0.67 crore (Rs. 0.49 crore) transferred to pre-operative expenditure (pending allocation).

\$ Includes Rs. 0.55 crore (Rs. 0.26 crore) on account of foreign exchange fluctuation.

^ Net off by Rs. 0.48 crore (Rs. 0.21 crore) on account of foreign exchange fluctuation.

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Note 11.A	PRE-OPERATIVE EXPENDITURE (PENDING ALLOCATION)	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Payments to and provisions for employees		
Salaries, wages, bonus etc.	0.72	0.82
Contribution to provident and other funds	0.03	0.05
Repairs and maintenance		
Plant and machinery	-	0.01
Legal and professional charges	-	0.01
Travelling expenses	-	0.04
Development expenses	-	0.15
Share of pre-operative expenditure of joint venture (including contribution to provident fund Rs. 0.18 crore (Rs. 0.18 crore), depreciation and amortisation amounting to Rs. 0.67 crore (Rs. 0.49 crore))	11.22	11.97
	11.97	13.05
Add: Balance brought forward from previous year (including share of joint venture Rs. 16.62 crores (Rs. 4.65 crores))	18.60	5.93
	30.57	18.98
Less: Capitalised during the year (including share of joint venture Rs. 27.41 crores (Rs. Nil))	29.82	0.38
Total	0.75	18.60

Note 12	NON-CURRENT INVESTMENTS	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Long term *		
Unquoted trade investment in :		
50,000 (50,000) Equity shares of Rs. 10 each fully paid up of Pithampur Auto Cluster Ltd.	0.05	0.05
Joint Venture company		
Eicher Group Foundation (Licence under Section 8(1) of the Companies Act, 2013) acquired during the period \$	-	-
Sub-total (A)	0.05	0.05
\$ Cost of investment is stated as Rs. Nil as the same cannot be distributed to the members in the event of liquidation. Actual cost of investment of Rs. 5,00,000 has been charged to the Statement of Profit and Loss in the current period.		
Unquoted non-trade investment in :		
Debt mutual funds		
Units of face value Rs. 10 each		
Nil (1,00,00,000) units of HDFC FMP 370 D Sep 2013-1-Regular-GR	-	10.00
Nil (1,50,00,000) units of Reliance Fixed Horizon fund XXIV Series -11-Growth Plan	-	15.00
Nil (1,50,00,000) units of ICICI Pru FMP series 68-368 Days Plan G Regular Plan Cumulative	-	15.00
Nil (50,00,000) units of SBI Debt Fund Series 366 Days-46-Dir-Growth	-	5.00
Nil (2,00,00,000) units of ICICI Pru FMP series 72-368 Days Plan A Direct Plan Cumulative	-	20.00
Nil (1,83,07,306) units of Reliance Interval Fund-II-Series 4-DP-Growth Plan	-	20.00
Nil (1,50,00,000) units of Reliance Interval Fund-III-Series1-DP-Growth Plan	-	15.00
10,00,00,000 (10,00,00,000) units of Kotak FMP-Series 150 (1109 Days) Direct Growth	10.00	10.00
15,00,00,000 (15,00,00,000) units of ICICI Prudential FMP Series 75-1100 Days Plan N-Direct-Growth	15.00	15.00

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Note 12	NON-CURRENT INVESTMENTS (CONTD.)		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	10,00,00,000 (10,00,00,000) units of ICICI Prudential FMP Series 75-1100 Days Plan T-Regular-Growth	10.00	10.00	
	15,00,00,000 (15,00,00,000) DWS Fixed Maturity Plan-Series 82 (1100 Days) Direct Growth	15.00	15.00	
	2,50,00,000 (Nil) units of UTI Fixed Term Income Fund-Series XXII-X-Direct Growth	25.00	-	
	1,00,00,000 (Nil) units of DWS Fixed Maturity Plan-Series 91 (1100 Days) Direct Growth	10.00	-	
	1,50,00,000 (Nil) units of UTI Fixed Term Income Fund-Series XVII-XIII-Direct Growth	15.00	-	
	1,50,00,000 (Nil) units of Reliance Interval Fund-IV Series 3-Direct -Growth	15.00	-	
	1,36,59,709 (Nil) units of HDFC FMP 370 Days February 2014 (1) Series 29 - Regular	13.66	-	
	2,00,00,000 (Nil) units of HDFC FMP 369 Days February 2014 (2) Series 29 - Regular	20.00	-	
	1,00,00,000 (Nil) units of Reliance Fixed Horizon Fund-XXIX-Series 8-Growth Direct	10.00	-	
	3,00,00,000 (Nil) units of HDFC FMP 370 Days March 2014 (1) Series 29 - Regular	30.00	-	
	90,96,615 (Nil) units of UTI Fixed Term Income Fund-Series XVII-XVI-Direct Growth	9.10	-	
	2,00,00,000 (Nil) units of ICICI Prudential FMP Series 73-368 Days Plan D-Direct Plan-Cumulative	20.00	-	
	2,00,00,000 (Nil) units of Reliance Fixed Horizon Fund-XXIX-Series 1-Growth Direct	20.00	-	
	1,37,33,497 (Nil) units of Birla Sun Life Fixed Term Plan-Series KZ-Direct Growth	13.73	-	
	2,50,00,000 (Nil) units of ICICI Prudential FMP series 74-369 Days Plan B-Direct Plan Growth	25.00	-	
	2,50,00,000 (Nil) units of Reliance Fixed Horizon Fund-XXVI-Series 9-Direct Plan - Growth	25.00	-	
	1,00,00,000 (Nil) units of Reliance Fixed Horizon Fund-XXVI-Series 9-Regular Plan Growth	10.00	-	
	1,00,00,000 (Nil) units of UTI Fixed Term Income Fund-Series XVIII-V-Direct Growth	10.00	-	
	2,50,00,000 (Nil) units of HDFC FMP 369 Days April 2014 (2) Series 31 - Regular	25.00	-	
	2,00,00,000 (Nil) units of HDFC FMP 367 Days April 2014 (1) Series 31 - Regular	20.00	-	
	1,50,00,000 (Nil) units of HDFC FMP 370 Days May 2014 (1) Series 31 Regular Growth	15.00	-	
	1,30,00,000 (Nil) units of HDFC FMP 366 Days May 2014 (1) - Direct Growth	13.00	-	
	2,00,00,000 (Nil) units of ICICI Prudential FMP Series 74-369 Days Plan K-Direct Plan Cum	20.00	-	
	80,00,000 (Nil) units of Reliance Fixed Horizon Fund-XXVI -Series 31-Direct Plan Growth	8.00	-	
	1,50,00,000 (Nil) units of ICICI Prudential FMP Series 74-369 Days Plan T Regular Plan-Growth	15.00	-	
	80,00,000 (Nil) units of HDFC FMP 370 Days June 2014 (2) Series 31 - Regular Growth Option	8.00	-	
	1,50,00,000 (Nil) units of ICICI Prudential FMP Series 74-370 Days Plan X Direct Plan Cumulative	15.00	-	
	2,00,00,000 (Nil) units of SBI Debt Fund Series A-35 (369 Days) Regular Plan-Growth	20.00	-	
	3,50,00,000 (Nil) units of SBI Debt Fund Series B-27 (1100 Days) Direct Plan-Growth	35.00	-	
	50,00,000 (Nil) units of Birla Sun Life Fixed Term Plan-Series LQ -Direct Growth	5.00	-	

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Note 12	NON-CURRENT INVESTMENTS (CONTD.)	RS. IN CRORES	
Particulars		As at March 31, 2016	As at December 31, 2014
2,00,00,000 (Nil) units of ICICI Prudential FMP Series 76-1155 Days Plan K-Direct Plan-Growth		20.00	-
2,00,00,000 (Nil) units of ICICI Prudential FMP Series 76-1142 Days Plan M-Direct-Growth		20.00	-
2,00,00,000 (Nil) units of SBI Debt Fund Series B-9 (1105 Days) Direct-Growth		20.00	-
1,50,00,000 (Nil) units of ICICI Prudential FMP Series 78-1212 Days Plan A-Direct Growth		15.00	-
1,50,00,000 (Nil) units of ICICI Prudential FMP Series 76-1132 Days Plan P-Direct-Growth		15.00	-
2,00,00,000 (Nil) units of Birla Sun Life Fixed Term Plan-Series NE (1100 Days)		20.00	-
2,00,00,000 (Nil) units of Religare Invesco FMP Series 27 Plan C (1100 Days) Direct Sub Plan Growth		20.00	-
2,00,00,000 (Nil) units of Kotak FMP-Series 185 (1176 Days) Direct Growth		20.00	-
2,50,00,000 (Nil) units of HDFC FMP 1176 Days January 2016 (1) Direct Growth Series-35		25.00	-
1,00,00,000 (Nil) units of ICICI Prudential FMP Series 78-1190 Days Plan E-Direct Plan-Cumulative		10.00	-
2,50,00,000 (Nil) units of HDFC FMP 1167 Days January 2016 (1) Direct Growth Series-35		25.00	-
6,00,00,000 (Nil) units of Reliance Fixed Horizon Fund-XXX-Series 4-Direct Growth Plan		60.00	-
1,00,00,000 (Nil) units of HDFC FMP 1155 Days February 2016 (1) Direct Growth Series-35		10.00	-
3,00,00,000 (Nil) units of Birla Sun Life Fixed Term Plan-Series NK (1196 Days) Growth Direct		30.00	-
2,00,00,000 (Nil) units of ICICI Prudential FMP Series 78-1170 Days Plan I-Direct Plan-Cumulative		20.00	-
4,00,00,000 (Nil) units of ICICI Prudential FMP Series 78-1150 Days Plan N-Direct Plan-Cumulative		40.00	-
1,18,48,125 (Nil) units of Reliance Fixed Horizon Fund-XXV Series 26-Regular Growth		11.85	-
Units of face value Rs. 1,000 each			
25,670 (Nil) units of PFC Tax Free Bond		2.57	-
1,41,940 (Nil) units of IRFC Tax Free Bond		14.19	-
Sub-total (B)		919.10	150.00
Repurchase price of unquoted non-trade current investments in Debt Mutual funds amounting to Rs. 1,010.85 crores (Rs. 160.19 crores) * At cost as reduced by diminution in values, if any.			
Investment property (at written down value)			
Land (including buildings and plant and equipments thereon)			
Cost		20.34	23.58
Less: Depreciation to date (includes depreciation for the period/year Rs. 0.96 crore (Rs. 0.47 crore))		10.99	13.03
Sub-total (C)		9.35	10.55
Total (A+B+C)		928.50	160.60

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Note 13	LONG-TERM LOANS AND ADVANCES	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Unsecured, considered good		
Capital advances	126.81	167.86
Security deposits	27.53	23.68
Loans and advances to employees	2.25	2.03
Balance with government authorities	54.46	52.65
Advance income tax (net of provision for taxation)	-	15.58
MAT credit entitlement	298.89	190.50
Others	-	0.04
Sub Total (A)	509.94	452.34
Unsecured, considered Doubtful		
Balance with government authorities	8.21	8.21
	8.21	8.21
Less: Provision for doubtful advances	8.21	8.21
Sub Total (B)	-	-
Sub Total (A+B)	509.94	452.34
Share of long-term loans and advances of joint venture	2.97	25.73
Total	512.91	478.07

Note 14	OTHER NON-CURRENT ASSETS	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Fixed deposits [#]	84.41	134.93
	84.41	134.93
Share of other non-current assets of joint venture [#]	5.36	-
Total	89.77	134.93

Pledged with banks

Note 15	CURRENT INVESTMENTS [#]	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Unquoted non-trade investment in :		
Debt mutual funds		
Units of face value Rs. 10 each		
Nil (51,66,277) units of IDFC Super Saver Income Fund	-	10.00
Nil (1,08,62,401) units of IDFC Money Manager Fund - Investment Plan - Growth - (Regular Plan)	-	15.00
Nil (2,00,00,000) units of IDFC Fixed Term Plan Series 69 Direct Plan - Growth	-	20.00
Nil (1,30,00,000) units of HDFC FMP 366D May 2014-1-Direct-GR	-	13.00
Nil (2,00,00,000) units of HDFC FMP 367D Apr 2014-1-Regular-GR	-	20.00
Nil (2,50,00,000) units of HDFC FMP 369D Apr 2014-2-Regular-GR	-	25.00
Nil (2,00,00,000) units of HDFC FMP 369D Feb 2014-2-Regular-GR	-	20.00
Nil (2,00,00,000) units of HDFC FMP 370D Feb 2014-1-Regular-GR	-	20.00
Nil (80,00,000) units of HDFC FMP 370D Jun 2014-2-Regular-GR	-	8.00
Nil (3,00,00,000) units of HDFC FMP 370D Mar 2014-1-Regular-GR	-	30.00
Nil (1,50,00,000) units of HDFC FMP 370D May 2014-1-Regular-GR	-	15.00
Nil (2,30,00,000) units of BirlaSunlife Fixed Term Plan Series JZ-Growth Direct	-	23.00
Nil (2,20,00,000) units of BirlaSunlife Fixed Term Plan Series JZ-Growth Regular	-	22.00

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Note 15	CURRENT INVESTMENTS # (CONTD.)	RS. IN CRORES	
		As at March 31, 2016	As at December 31, 2014
	Particulars		
	Nil (2,00,00,000) units of BirlaSunlife Fixed Term Plan Series KZ-Growth Direct	-	20.00
	Nil (50,00,000) units of BirlaSunlife Fixed Term Plan Series LQ-Growth Direct	-	5.00
	Nil (80,00,000) units of Reliance Fixed Horizon Fund XXVI Series -31- DP- Growth Plan	-	8.00
	Nil (2,50,00,000) units of Reliance Fixed Horizon Fund XXVI Series -9- DP- Growth Plan	-	25.00
	Nil (1,00,00,000) units of Reliance Fixed Horizon Fund XXVI Series -9- Growth Plan	-	10.00
	Nil (1,00,00,000) units of Kotak FMP series 138 Direct-Growth	-	10.00
	Nil (1,00,00,000) units of Tata FMP series 46 scheme L-DP - Growth-INF277K01XM1	-	10.00
	Nil (1,00,00,000) units of Tata FMP series 46 scheme P-DP - Growth-INF277K01YCO	-	10.00
	Nil (2,00,00,000) units of SBI Debt Fund Series 369 Days-A 35-Dir-Growth	-	20.00
	Nil (1,50,00,000) units of SBI Debt Fund Series 366 Days-52-Dir-Growth	-	15.00
	Nil (1,50,00,000) units of UTI Fixed Term Income Fund Series XVII-XIII (369 Days)- Direct Growth Plan	-	15.00
	Nil (3,00,00,000) units of UTI Fixed Term Income Fund Series XVII-XVI (367 Days)- Direct Growth Plan	-	30.00
	Nil (1,00,00,000) units of UTI Fixed Term Income Fund Series XVIII-V (370 Days)- Direct Growth Plan	-	10.00
	Nil (2,50,00,000) units of ICICI Pru FMP series 74-369 Days Plan B Direct Plan Cumulative	-	25.00
	Nil (2,00,00,000) units of ICICI Pru FMP series 72-366 Days Plan M Direct Plan Cumulative	-	20.00
	Nil (2,00,00,000) units of ICICI Pru FMP series 73-368 Days Plan D Direct Plan Cumulative	-	20.00
	Nil (2,00,00,000) units of ICICI Pru FMP series 74-369 Days Plan K Direct Plan Cumulative	-	20.00
	Nil (1,50,00,000) units of ICICI Pru FMP series 74-369 Days Plan T Regular Plan Cumulative	-	15.00
	Nil (1,50,00,000) units of ICICI Pru FMP series 74-370 Days Plan X Direct Plan Cumulative	-	15.00
	Nil (1,50,00,000) units of Reliance Fixed Horizon Fund-XXV Series 26- Regular Growth	-	15.00
	1,14,85,100 (1,14,85,100) units of HDFC Medium Term Opportunity Fund-Growth	15.00	15.00
	1,00,00,000 (1,00,00,000) units of IDFC Fixed Term Plan-Series 21-Direct Growth	10.00	10.00
	1,80,85,308 (1,80,85,308) units of Birla Sun Life Interval Income Fund Annual Plan-Series X-Direct Growth	20.00	20.00
	50,00,000 (50,00,000) units of Reliance Interval Fund-II-Series 1-Regular Growth	5.00	5.00
	1,00,00,000 (1,00,00,000) units of ICICI Prudential FMP Series 72-368 Days Plan D-Direct Plan-Cumulative	10.00	10.00
	1,70,95,461.38 (45,82,531) units of IDFC Yearly Interval Fund-Series II-Direct Growth	20.00	5.00
	1,00,00,000 (1,00,00,000) unit of Birla Sun Life Fixed Term Plan-Series KD-Direct Growth	10.00	10.00
	3,00,00,000 (3,00,00,000) units of ICICI Prudential FMP Series 72-366 Days Plan K-Direct Plan-Cumulative	30.00	30.00
	1,82,37,359 (5,50,00,000) units of Reliance Fixed Horizon Fund-XXV-Series 18-Direct Plan - Growth Option	18.24	55.00
	5,96,88,759 (3,20,99,784) units of Reliance Yearly Interval Fund-Series 2-Regular Growth Option	68.00	35.00
	1,80,00,000 (1,80,00,000) units of DSP BlackRock Fixed Maturity Plan-Series 146-12 Months-Direct Growth	18.00	18.00
	3,00,00,000 (3,00,00,000) units of DSP BlackRock Fixed Maturity Plan-Series 149-12 Months-Regular Growth	30.00	30.00
	45,39,257 (1,00,00,000) units of Kotak FMP-Series 143 (370 Days) Direct Growth	4.54	10.00
	1,84,28,933 (1,84,28,933) units of Reliance Yearly Interval Fund-Series 8-Growth	20.00	20.00

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Note 15	CURRENT INVESTMENTS # (CONTD.)	RS. IN CRORES	
		As at March 31, 2016	As at December 31, 2014
	Particulars		
	92,05,730 (92,05,730) units of DWS Interval Fund Annual Plan Series-1 Direct Plant -Growth	10.00	10.00
	1,00,00,000 (1,00,00,000) units of Birla Sun Life Interval Income Fund Annual Plan-Series IX-Direct Growth	10.00	10.00
	2,10,81,857 (Nil) Units of IDFC Ultra Short Term Fund	42.00	-
	2,26,87,349 (Nil) Units of HDFC Medium Term Opportunity Fund-Direct-Growth	35.00	-
	1,43,38,048 (Nil) Units of L&T Mutual Fund-Short Term Opportunities	20.00	-
	1,50,00,000 (Nil) Units of ICICI Prudential FMP Series 68-368 Days Plan G Regular-Growth	15.00	-
	1,50,00,000 (Nil) Units of Reliance Fixed Horizon Fund-XXIV-Series 11-Direct Growth	15.00	-
	1,00,00,000 (Nil) Units of HDFC FMP 370 Days September 2013 (1) Regular Growth	10.00	-
	50,00,000 (Nil) Units of SBI Debt Fund Series-366 Days-46 Direct Plan-Growth	5.00	-
	2,00,00,000 (Nil) Units of ICICI Prudential FMP Series 72-368 Days Plan A-Direct Plan-Cumulative	20.00	-
	1,50,00,000 (Nil) Units of Reliance Interval Fund-III Series 1 Growth Plan	15.00	-
	1,83,07,306 (Nil) Units of Reliance Interval Fund-II-Series 4-Direct Growth	20.00	-
	83,17,876 (Nil) Units of IDFC Yearly Interval Fund-Series III-Direct Growth	10.00	-
	1,82,11,453 (Nil) Units of ICICI Prudential Interval Series-VII Annual Interval Plan C Regular-Growth	20.00	-
	1,67,79,931 (Nil) Units of Reliance Yearly Interval Fund-Series I-Growth	20.00	-
	Units of face value Rs. 100 each		
	20,64,894 (13,21,284) units of Birla Sun Life Savings Fund-Growth	50.00	30.00
	13,38,587 (Nil) Units of Birla Sun Life Floating Rate Fund-Long Term Plan-Growth	23.00	-
	Units of face value Rs. 1,000 each		
	Nil (66,106) units of Templeton India Short term Income Plan	-	15.00
	Nil (2,00,268) units of SBI Premier Liquid Fund Regular Plan - Daily Dividend	-	20.09
	4,33,511 (Nil) Units of SBI Ultra Short Term Fund-Growth	80.00	-
	35,878 (Nil) Units of Kotak Liquid Scheme Direct-Growth	11.00	-
	Total	709.78	917.09

Repurchase price of unquoted non trade current investments in Debt Mutual funds amounting to Rs. 814.43 crores (Rs. 998.60 crores)

At cost or fair value, whichever is lower.

Note 16	INVENTORIES (AT LOWER OF COST AND NET REALISABLE VALUE)	RS. IN CRORES	
		As at March 31, 2016	As at December 31, 2014
	Particulars		
	Raw materials	235.98	175.03
	(Includes goods in transit of Rs. 19.34 crores (Rs. 17.80 crores))		
	Work in progress	51.57	41.22
	Finished goods	520.77	312.68
	(Includes goods in transit of Rs. 5.57 crores (Rs. 3.55 crores))		
	Stock-in-trade	148.40	83.01
	(Includes goods in transit of Rs. 7.17 crores (Rs. 6.97 crores))		
	Stores and spares	32.13	21.62
	Loose tools	14.26	11.96
		1,003.11	645.52
	Share of inventories of joint venture	11.20	-
	Total	1,014.31	645.52

NOTES

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Note 17	TRADE RECEIVABLES	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Outstanding for a period exceeding six months from the date they were due for payments		
Secured, considered good	0.93	0.57
Unsecured - considered good	8.45	19.31
- considered doubtful	14.46	11.60
	23.84	31.48
Less: Provision for doubtful receivables	14.46	11.60
Sub-total (A)	9.38	19.88
Others receivables		
Secured, considered good	3.48	3.13
Unsecured - considered good*	820.71	539.16
- considered doubtful	-	2.30
	824.19	544.59
Less: Provision for doubtful receivables	-	2.30
Sub-total (B)	824.19	542.29
Total (A+B)	833.57	562.17
Share of trade receivables of joint venture	0.04	-
Total	833.61	562.17

* Trade receivables includes receivable from a Private Limited Company in which a director is director amounting to Rs. 0.32 crore (Rs. 0.37 crore).

Note 18	CASH AND CASH EQUIVALENTS	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Cash on hand	0.20	0.15
Cheques/ drafts on hand	58.35	21.56
Balances with banks:		
In current accounts	118.90	102.94
In unpaid dividend accounts	13.32	3.77
In deposit accounts	381.21	208.01
	571.98	336.43
Share of cash and cash equivalents of joint venture	19.45	16.89
Total	591.43	353.32

Note 19	SHORT-TERM LOANS AND ADVANCES	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Unsecured, considered good unless stated otherwise		
A Security Deposits		
Unsecured, considered good	4.62	5.67
Unsecured, considered doubtful	0.75	0.25
	5.37	5.92
Less: Provision for doubtful security deposits	0.75	0.25
Sub-total (A)	4.62	5.67
B Loans and advances to related parties		
Unsecured, considered good*	0.04	0.08
Sub-total (B)	0.04	0.08

NOTES

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Note 19	SHORT-TERM LOANS AND ADVANCES (CONTD.)		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
C	Other loans and advances			
	Advance to suppliers	165.19	77.30	
	Loans and advances to employees	13.08	4.63	
	Insurance claims receivable	2.52	2.51	
	Prepaid expenses	9.23	6.39	
	Balance with government authorities			
	Unsecured, considered good	242.29	260.17	
	Unsecured, considered doubtful	1.31	0.24	
		243.60	260.41	
	Less: Provision for doubtful advances	1.31	0.24	
		242.29	260.17	
	Gratuity fund (net)	0.31	-	
	Others			
	Unsecured considered good	26.34	18.15	
	Unsecured, considered doubtful	0.39	0.41	
		26.73	18.56	
	Less: Provision for doubtful advances	0.39	0.41	
		26.34	18.15	
	Sub-total (C)	458.96	369.15	
	Total (A+B+C)	463.62	374.90	
	Share of short term loan and advances of joint venture	12.06	0.46	
	Total	475.68	375.36	

* Advance to related parties includes receivable from a Private Limited Company in which a director is director amounting to Rs. 0.04 crore (Rs. 0.08 crore)

Note 20	OTHER CURRENT ASSETS		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	Interest accrued on fixed deposits	8.47	5.72	
	Lease rent receivable	0.05	-	
	Unbilled revenue	0.60	42.25	
		9.12	47.97	
	Share of other current asset of joint venture	0.06	0.07	
	Total	9.18	48.04	

Note 21	REVENUE FROM OPERATIONS		RS. IN CRORES	
	Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014	
	Revenue from operations			
	Sale of products			
	Manufactured goods (gross)	14,643.53	8,032.35	
	Less: Excise duty	1,496.14	613.42	
	Manufactured goods (net)	13,147.39	7,418.93	
	Stock-in-trade	2,161.91	1,068.26	
	Sale of services	110.22	111.51	
	Sub-total (A)	15,419.52	8,598.70	

NOTES

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Note 21	REVENUE FROM OPERATIONS (CONTD.)	
	RS. IN CRORES	
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Other operating revenue		
Export benefits	48.76	19.53
Scrap sale (net of excise duty of Rs. 3.56 crores (Rs. 3.65 crores))	40.84	27.03
Income from maintenance contracts	38.39	28.73
Provisions no longer required written back	17.16	0.11
Provisions for doubtful debts written back	3.60	-
Industrial promotion subsidy	74.30	37.00
Income from other operating revenues	36.78	27.22
Sub-total (B)	259.83	139.62
Total (A+B)	15,679.35	8,738.32
Share of revenue from operation of joint venture (net of excise duty of Rs. 1.29 crores (Rs. Nil))	9.31	-
Revenue from operations (net)	15,688.66	8,738.32
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Details of products sold		
Manufactured goods		
Commercial vehicles	6,531.10	3,900.85
Two wheelers	6,458.92	3,074.41
Spare parts and other components	1,095.91	733.13
Engines and related components	557.60	323.96
	14,643.53	8,032.35
Share of sales of manufactured goods of joint venture	10.49	-
Total	14,654.02	8,032.35
Stock-in-trade		
Commercial vehicles	1,411.40	655.40
Spare parts and other allied products	750.51	412.86
	2,161.91	1,068.26
Share of stock-in-trade sale of joint venture	0.06	-
Total	2161.97	1068.26
Details of services rendered		
Engineering services	79.35	93.78
Other allied services	30.87	17.73
Total	110.22	111.51

Note 22	OTHER INCOME	
	RS. IN CRORES	
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Profit on sale of fixed assets	2.60	0.80
Dividend on unquoted non trade current investments	1.83	4.84
Profit on sale of unquoted non trade current investments	58.33	60.75
Exchange gain (net)	-	3.57
Rent Income	2.55	2.70
Interest income		
- from banks on deposits	29.50	26.29
- from others	7.12	2.11
Service charges recovered	0.02	0.15
Other income	8.43	5.27
	110.38	106.48
Share of other income of joint venture	1.60	0.96
Total	111.98	107.44

NOTES

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Note 23	COST OF RAW MATERIALS AND COMPONENTS CONSUMED	
	RS. IN CRORES	
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Inventory at the beginning of the period/year	175.03	150.59
Add: Purchases	8,691.52	4,953.47
	8,866.55	5,104.06
Less: Inventory at the end of the period/year	235.98	175.03
Less: Material cost of vehicles capitalised	15.76	5.09
	8,614.81	4,923.94
Less: Sale of raw materials and components to suppliers on cost to cost basis	57.73	19.65
	8,557.08	4,904.29
Share of cost of raw materials and components consumed of joint venture	11.75	-
Net consumption	8,568.83	4,904.29

Note 24	DETAILS OF PURCHASE OF STOCK-IN-TRADE	
	RS. IN CRORES	
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Commercial Vehicles	1,311.92	621.58
Spare parts and other allied products	528.67	324.83
	1,840.59	946.41
Share of purchase of stock in trade of joint venture	0.12	-
Total	1,840.71	946.41

Note 25	CHANGE IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE	
	RS. IN CRORES	
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Inventories at the end of the period/year		
Finished goods	520.77	312.68
Work-in-progress	51.57	41.22
Stock-in-trade	148.40	83.01
A	720.74	436.91
Inventories at the beginning of the period/year		
Finished goods	312.68	246.88
Work-in-progress	41.22	36.62
Stock-in-trade	83.01	68.69
B	436.91	352.19
Net change (B-A)	(283.83)	(84.72)
Share of change in inventories of joint venture	(4.48)	-
Total	(288.31)	(84.72)

Note 26	EMPLOYEE BENEFITS EXPENSES	
	RS. IN CRORES	
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Salaries, wages, bonus etc.	911.43	569.13
Contribution to provident and other funds	30.94	20.10
Staff welfare expenses	102.27	69.11
	1,044.64	658.34
Share of employee benefits expenses of joint venture	12.84	1.30
Total	1,057.48	659.64

NOTES

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Note 27 FINANCE COSTS		RS. IN CRORES	
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014	
Interest expense			
On income tax	0.11	1.17	
On other borrowings	8.93	8.59	
	9.04	9.76	
Share of finance cost of joint venture	-	0.02	
Total	9.04	9.78	

Note 28 DEPRECIATION AND AMORTISATION EXPENSES		RS. IN CRORES	
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014	
Depreciation of tangible assets	375.73	177.67	
Depreciation of investment property	0.96	0.47	
Amortisation of intangible assets	63.47	41.68	
	440.16	219.82	
Share of depreciation expenses of joint venture	11.50	-	
Total	451.66	219.82	

Note 29 OTHER EXPENSES		RS. IN CRORES	
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014	
Consumption of Stores and machinery spares(including loose tools and packing material)	166.53	96.12	
Increase in excise duty on finished goods	21.40	3.87	
Loss on sale of fixed assets	2.56	1.97	
Fixed assets discarded	1.79	0.92	
Power and fuel	112.50	74.07	
Insurance	26.08	7.43	
Repairs and maintenance			
Buildings	20.20	12.44	
Plant and machinery	57.20	30.97	
Others	47.25	28.42	
Rates and taxes	24.57	15.27	
Advertisement	71.97	33.54	
Freight and handling charges	260.18	164.08	
Incentives	316.62	171.27	
Warranty	165.14	88.08	
Other selling and distribution expenses	224.67	136.09	
Rent	65.44	38.64	
Legal and professional charges	74.51	42.90	
Travelling expenses	90.17	65.20	
Development expenses	48.73	36.30	
Corporate social responsibility expenditure	17.17	-	
Bad debts / advances written off	0.01	0.06	
Provision for doubtful debts and advances	8.38	8.99	
Exchange loss (net)	2.08	-	
Miscellaneous expenses	221.74	136.93	
	2,046.89	1,193.56	
Share of other expenses of joint venture	15.84	4.36	
Total	2,062.73	1,197.92	

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FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Note 30 CAPITAL AND OTHER COMMITMENTS

Estimated amount of contracts remaining to be executed on capital account and not provided for Rs. 265.23 crores (Rs. 303.29 crores) (includes share of joint venture Rs. 4.11 crores (Rs. 16.87 crores)).

The Company has other commitments, for purchase/sales orders which are issued after considering requirements per operating cycle for purchase / sale of goods and services, employee's benefits including union agreement in normal course of business. The Company does not have any long term commitments or material non-cancellable contractual commitments/contracts, which might have material impact on the financial statements.

Note 31 RESEARCH AND DEVELOPMENT EXPENSES

Revenue expenditure on research and development incurred and expensed off during the period/year through the appropriate heads of account aggregate Rs. 189.73 crores (Rs. 121.44 crores). The capital expenditure incurred during the period/year for research and development purposes aggregate Rs. 201.92 crores (Rs. 151.60 crores).

Note 32 PROVISION FOR LIABILITIES, OTHER THAN FOR TAXES ON INCOME AND EMPLOYEE BENEFITS

	RS. IN CRORES	
	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Warranty provisions		
Opening balance	91.84	65.88
Additions during the period/year*	165.25	88.08
Amount utilised during the period/year	96.49	62.12
Closing balance	160.60	91.84
Short-term provision #	78.82	64.45
Long-term provision	81.78	27.39

* Including share of joint venture Rs. 0.11 crore (Rs. Nil)

Including share of joint venture Rs. 0.06 crore (Rs. Nil)

Note 33 CONTINGENT LIABILITIES NOT PROVIDED FOR

	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
a) In respect of following by the Company and its subsidiaries:		
- Excise duty matters	15.11	65.90
- Sales tax matters	179.73	165.59
- Service tax matters	99.22	98.44
- Income tax matters	1.67	32.92
b) Claims against the Company and its subsidiaries not acknowledged as debts*	14.87	12.04
c) Bills discounted	18.68	27.89

All the above matters other than bills discounted are subject to legal proceedings in the ordinary course of business. The legal proceeding when ultimately concluded will not, in the opinion of management, have a material effect on the result of operations or the financial position of the Company.

* includes share of joint venture Rs. 4.77 crores (Rs. 1.88 crores)

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Note
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DISCLOSURES REQUIRED UNDER SECTION 22 OF THE MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006

RS. IN CRORES

Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting period/year.	77.66	38.26
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting period/year.	-	0.05
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	22.46	18.39
(iv) The amount of interest due and payable for the period/year	0.41	0.17
(v) The amount of interest accrued and remaining unpaid at the end of the accounting period/year	0.07	0.21
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid.	-	0.08

Note
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DISCLOSURES UNDER ACCOUNTING STANDARD 15 (REVISED)

RS. IN CRORES

The details of various employee benefits provided to employees are as under

A. Employee plans

Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
a) Provident fund (includes share of joint venture Rs. 0.58 crore (Rs. 0.23 crore))*	29.83	18.86
b) Superannuation fund	2.54	2.25
c) Employee State Insurance Corporation (includes share of joint venture Rs. 0.05 crore (Rs. Nil))	2.88	1.59

Out of the total contribution made for employees' provident fund, Rs. 8.86 crores (Rs. 6.83 crores) is made to Eicher Executive Provident Fund Trust, while the remainder contribution is made to government administered provident fund.

The total plan liabilities under the Eicher Executive Provident Fund Trust as at March 31, 2015 is Rs. 96.22 crores as against the total plan assets of Rs. 97.26 crores. The funds of the trust have been invested under various securities as prescribed under the rules of the trust.

* includes Rs. 0.82 crore (Rs. 0.73 crore) capitalised during the period/year and Rs. 0.03 crore (Rs. 0.05 crore) considered in Pre-operative expenditure (pending allocation).

B. Defined benefit plans:

Reconciliation of opening and closing balances of the present value of defined benefit obligation

Particulars	For the fifteen months ended March 31, 2016		For the year ended December 31, 2014	
	Gratuity	Leave encashment	Gratuity	Leave encashment
Present value of obligation as at the beginning	55.81	24.21	48.17	16.91
Current service cost	7.78	6.98	6.43	4.64
Interest cost	5.11	2.20	3.57	1.24
Benefits paid	(5.14)	(2.17)	(5.28)	(1.72)
Net actuarial (gain) / loss recognised	3.29	(3.04)	2.95	3.17
Present value of obligation as at the end	66.85	28.18	55.84	24.24
Add: Share of joint venture	0.26	0.37	0.07	0.10
Total present value of obligation as at the end	67.11	28.55	55.91	24.34

NOTES

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Note
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DISCLOSURES UNDER ACCOUNTING STANDARD 15 (REVISED) (CONTD.)

RS. IN CRORES

Reconciliation of opening and closing balances of the present value of fund

Particulars	Gratuity	
	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Present Value of plan assets as at the beginning	40.17	36.49
Contribution	25.66	4.39
Return on plan assets	4.39	3.10
Benefit paid	(4.40)	(4.11)
Net actuarial gain / (loss) recognised	1.34	0.30
Present value of plan assets as at the end@	67.16	40.17

@ Funds are managed by VECV and EML Employees Group Gratuity Scheme (Trust).

The major categories of plan assets as percentage of total assets maintained with the approved insurance companies for EML Trust are as follows:

Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Liquid funds	54%	41%
Bonds	37%	59%
Others	9%	-

Reconciliation of present value of defined benefit obligation and fair value of plan assets:

Particulars	RS. IN CRORES			
	For the fifteen months ended March 31, 2016		For the year ended December 31, 2014	
	Gratuity	Leave encashment	Gratuity	Leave encashment
Present value of obligation as at the end	67.11	28.55	55.91	24.34
Fair value of plan assets at the end	67.16	-	40.17	-
Net asset/(liability) recognised in balance sheet	0.05	(28.55)	(15.74)	(24.34)
Cost for the year				
Current service cost	7.78	6.98	6.43	4.64
Interest cost	0.72	2.20	0.47	1.24
Net actuarial (gain) / loss recognised	1.95	(3.04)	2.65	3.17
Net cost recognised	10.45	6.14	9.55	9.05
Add: Share of joint venture	0.26	0.37	0.07	0.10
Total cost recognised	10.71	6.51	9.62	9.15
Experience adjustment on plan liabilities (loss) / gain	(3.29)	3.04	(2.95)	(3.17)
Experience adjustment on plan assets (loss) / gain	1.34	-	0.30	-
Principal assumptions:				
Discount rate	7.50%	7.50%	7.50%	7.50%
Future salary increase	7.00%	7.00%	7.00%	7.00%
Expected rate of return of plan assets	8.50%		8.50%	
In service mortality	IALM (2006-08)	IALM (2006-08)	IALM (2006-08)	IALM (2006-08)

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

The estimated contribution during next year is Rs. 7.02 crores (Rs. 7.12 crores).

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FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Other disclosures:

Particulars	RS. IN CRORES					
	For the year ended December 31, 2013		For the year ended December 31, 2012		For the year ended December 31, 2011	
	Gratuity	Leave encashment	Gratuity	Leave encashment	Gratuity	Leave encashment
Present value of obligation as at the end	48.17	16.91	43.27	14.94	36.12	11.00
Fair value of plan assets at the end	36.49	-	31.45	-	29.85	-
Net Asset/(liability) recognised in balance sheet	(11.68)	(16.91)	(11.82)	(14.94)	(6.27)	(11.00)
Net actuarial loss/(gain) recognised	0.35	(1.04)	0.79	(1.22)	(0.15)	(0.48)
Experience adjustment on plan liabilities (loss) / gain	(0.98)	1.04	(2.60)	(1.42)	(0.71)	0.17
Experience adjustment on plan assets (loss) / gain	0.63	-	2.78	-	1.51	-

Note 36

DISCLOSURE IN RESPECT OF OPERATING LEASES

RS. IN CRORES

The Company has taken certain premises under various operating lease agreements. The total lease rental recognised as expense aggregate to Rs. 66.55 crores (Rs. 38.64 crores). Lease payments recognized as pre-operative expenditure pending allocation Rs. 2.25 crores (Rs. 3.28 crores).

Future minimum lease payments under non-cancellable operating leases in the aggregate and for each of the following year:

Particulars	As at March 31, 2016	As at December 31, 2014
Not later than one year	17.42	9.40
Later than one year and not later than five years	23.11	12.39
Later than five years	4.81	0.25

Note 37

DISCLOSURE IN RESPECT OF FINANCIAL LEASES

RS. IN CRORES

The Company has entered into finance lease arrangements for certain vehicles. Future minimum lease payments and reconciliation of gross investment in the lease and present value of minimum lease payments are as under:

Particulars	As at March 31, 2016	As at December 31, 2014
Future minimum lease payments		
- not later than one year	14.70	11.96
- later than one year and not later than five years	22.10	30.38
- later than five years	-	-
Less: Unearned finance income	6.55	8.79
Present value of minimum lease payments receivable	-	-
- not later than one year	11.02	7.94
- later than one year and not later than five years	19.23	25.61
- later than five years	-	-
Unguaranteed residual value	-	-
Accumulated provision for uncollectible minimum lease payments receivable	-	-
Contingent rents recognised in Statement of Profit or loss during the year	-	-

NOTES

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

**Note
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The details of disputed excise duty, sales tax, service tax and income tax dues as on March 31, 2016 which have not been deposited or deposited under protest are as follows

RS. IN CRORES					
Nature of the Statute	Nature of dues	Forum where pending	Amount*	Amount paid under protest	Period to which amount relate
Central Excise Act	Excise Duty	Commissioner of Central Excise	0.05	-	2011-12
		Appellate Authority upto Commissioner's level	1.90	0.01	1991-92 to 1997-98, 2000-01 to 2006-07, 2009-10 to 2014-15
		CESTAT	14.57	4.50	1983-84 to 2000-01, 2002-03 to 2015-16
Sales Tax Act	Sales Tax	Assessing Authority	0.12	0.12	1994-95 to 1998-99, 2000-01, 2004-05
		Appellate Authority upto Commissioner's level	95.63	11.35	1987-88, 1989-90 to 1991-92, 1993-94, 1995-96 to 1999-00, 2000-01 to 2014-15
		Appellate Tribunal	8.52	2.37	1988-89, 1991-92 to 1995-96, 1997-98 to 2004-05, 2006-07
		High Court	7.09	0.88	1984-85, 1985-86, 1993-94, 1995-96, 2000-01, 2004-05, 2005-06 and 2008-09
		Supreme Court	1.96	0.55	1986-87, 1990-91, 1991-92, 2001-02 to 2003-04
Finance Act, 1994	Service Tax	Assessing Authority	0.39	0.02	2006-07 to 2011-12
		Appellate Authority upto Commissioner's level	2.65	-	2009-10 to 2014-15
		CESTAT	96.48	4.84	2003-04 to 2013-14
Income Tax Act, 1961	Income Tax	Appellate Authority upto Commissioner's level	1.59	-	2010-11
		Appellate Tribunal	0.16	-	2008-09 and 2009-10

**Note
39**

EARNINGS PER SHARE

Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
a) Profit for the period/year, per statement of profit and loss (Rs. in crores)	1,277.88	615.36
b) Weighted average number of equity shares (Nos.)	2,71,37,015	2,70,81,961
c) Effect of potential dilutive equity shares on Employee Stock Options outstanding (Nos.)	99,768	1,33,474
d) Weighted average number of equity shares in computing diluted earnings per share [(b) + (c)]	2,72,36,783	2,72,15,435
e) Earnings per share (in rupees): (face value-Rs. 10 per share)		
- Basic [(a)/(b)]	470.90	227.22
- Diluted [(a)/(d)]	469.17	226.11

**Note
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SEGMENT REPORTING

As the Company's, its subsidiaries' and joint venture business' activities falls within a single primary business segment viz. "Automobile products and related components" and is a single geographical segment, the disclosure requirements of Accounting Standard – 17 "Segment Reporting" specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 are not applicable.

NOTES

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

**Note
41**
RELATED PARTY DISCLOSURES

RS. IN CRORES

a. Name of related parties and their relationship:

Name of related party		Nature of Relationship
Eicher Goodearth Private Limited	(EGPL)	Significant influence of key management personnel in the company
Aktiebolaget Volvo (PUBL), Volvo, Sweden	(AB Volvo)	Investor in respect of which VECVL is a joint venture
Eicher Polaris Private Limited	(EPPL)	Joint venture company

b. Key management personnel:

Mr Siddhartha Lal	Managing Director
Mr R.L. Ravichandran*	Whole Time Director

Transactions with the above key management personnel during the period/year:

Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Managerial remuneration@		
- Mr Siddhartha Lal	8.49	5.37
- Mr R.L. Ravichandran	-	0.68
Total	8.49	6.05

@ Does not include provisions for incremental gratuity and leave encashment liabilities, since the provisions are based on actuarial valuations for the company as a whole.

* Whole Time Director upto December 31, 2014

Transactions with the above parties:

Particulars	EGPL		AB Volvo		EPPL		Total	
	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Sale of finished goods/services	-	-	-	#	7.51	6.39	7.51	6.39
Purchase of finished goods/services	0.03	-	-	-	-	-	0.03	-
Expenses recovered	-	-	-	-	0.08	0.38	0.08	0.38
Expenses reimbursed	2.38	-	-	-	-	-	2.38	-
Corporate service charges paid	0.91	-	-	-	-	-	0.91	-
Corporate service charges recovered	-	-	-	-	0.02	0.15	0.02	0.15
Rental income	-	-	-	-	3.28	2.49	3.28	2.49
Rent Paid	14.44	10.63	-	-	-	-	14.44	10.63
Brand fees	50.53	26.94	-	-	-	-	50.53	26.94
Dividend Paid	-	-	67.23	26.02	-	-	67.23	26.02
Others	-	-	-	-	0.08	-	0.08	-
Aggregate balances outstanding as at the year end								
- Receivables	-	-	-	#	0.36	0.45	0.36	0.45
- Payables	47.29	26.48	-	-	-	-	47.29	26.48
- Advance from customer	-	-	-	-	0.03	-	0.03	-
- Security deposit receivable	4.60	4.60	-	-	-	-	4.60	4.60

Rs. 17,399/-

NOTES

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Particulars	As at March 31, 2016		As at December 31, 2014	
	Foreign currency in crores	Rs. in crores	Foreign currency in crores	Rs. in crores
Receivables				
USD	1.14	75.89	0.55	34.85
SEK	-	-	-	-
EURO	0.25	18.62	0.81	62.57
GBP	0.28	2.76	-	-
JPY	53.80	31.77	16.07	8.51
		129.04		105.93
Payables				
USD *	0.53	33.75	0.11	7.15
SEK	0.42	3.42	0.57	4.62
EURO*	0.10	6.86	0.93	72.10
GBP*	0.05	3.36	0.01	0.71
JPY	19.10	11.28	11.34	6.00
Others	5.04	2.58	0.36	0.79
		61.25		91.37

* includes share of joint venture of 25,832 USD equivalent to Rs. 0.17 crore (USD 0.03 crore equivalent to Rs. 1.79 crores), 4,805 EUROS equivalent to Rs. 0.04 crore (9,610 EUROS equivalent to Rs. 0.04 crore) and 9,750 GBP equivalent to Rs. 0.06 crore (Rs. Nil)

Note 43

Pursuant to the enactment of the Companies Act, 2013 (the 'Act'), the Group, w.e.f. January 1, 2015, has reviewed the estimated economic useful lives of its fixed assets generally in accordance with that provided in the Schedule II to the Act. As a result (after considering the transitional provision specified in the Schedule II), the depreciation charge for the fifteen months from January 1, 2015 to March 31, 2016 is higher by Rs. 90.02 crores and depreciation amounting to Rs. 10.81 crores (net of deferred tax amounting to Rs. 5.72 crores) has been adjusted from the opening balance of retained earnings.

Note 44

The Group and its jointly controlled entity did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

Note 45

There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group and its jointly controlled entity.

NOTES

FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Name of the entity	Net assets, i.e., total assets minus total liabilities		Share of profit or loss	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount
	RS. IN CRORES			
Note 46	ADDITIONAL INFORMATION AS REQUIRED BY PARAGRAPH 2 OF THE GENERAL INSTRUCTIONS FOR PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS TO SCHEDULE III TO THE COMPANIES ACT, 2013			
Parent				
Eicher Motors Limited	54.9%	1,900.43	96.3%	1,229.85
Subsidiaries				
Foreign:				
1. Royal Enfield North America Limited	0.5%	17.29	(1.0%)	(13.28)
2. Royal Enfield Brasil Comercio de Motocicletas Ltda	0.0%	0.63	(0.1%)	(0.81)
Indian:				
1. VE Commercial Vehicles Limited	39.0%	1,352.31	8.0%	102.63
Joint Venture				
Indian:				
1. Eicher Polaris Private Limited	5.6%	193.63	(3.2%)	(40.51)
Total	100.0%	3,464.29	100.0%	1,277.88

Note 47

The figures for the current period are for a period of fifteen months from January 1, 2015 to March 31, 2016, whereas the corresponding previous years figures are for twelve months from January 1, 2014 to December 31, 2014. As such corresponding figures for the previous year are not directly comparable with those of current period.

Note 48

Figures in brackets represent previous year's figures.

Note 49

Previous year's figures have been recast/regrouped, wherever necessary to confirm the current period's presentation.