

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

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### SIGNIFICANT ACCOUNTING POLICIES

#### (i) Basis of accounting

The financial statements of the Company 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 financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

#### (ii) Use of estimates

The preparation of the 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. 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.

#### (iii) 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.

#### (iv) 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.

#### (v) 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.

#### (vi) 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 1 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.

#### (vii) 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.

#### (viii) 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 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 the project is ready for its intended use.

#### 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.

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### 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.”

### (ix) 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-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.

### (x) 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.

### (xi) Employee benefits

Employee benefits includes gratuity, compensated absences, long service award and contribution to provident fund, employees’ state insurance and superannuation 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

### (xii) 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.

### (xiii) Borrowing costs

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

### (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.

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 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 year April 1, 2015 to March 31, 2016, under the provisions of the Income-tax Act, 1961.

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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 policies 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) 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.

### (xx) 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.

### (xxi) Operating cycle

Based on the nature of products / activities of the Company 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 <b>02</b>	SHARE CAPITAL		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	<b>Authorised</b>			
	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	
	<b>Total</b>	<b>31.01</b>	<b>31.01</b>	
	<b>Issued, subscribed and fully paid up</b>			
	2,71,61,183 (2,71,04,783) Equity shares of Rs. 10 each	27.16	27.10	
	<b>Total</b>	<b>27.16</b>	<b>27.10</b>	

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.

### (i) RECONCILIATION OF THE NUMBER OF SHARES AND AMOUNT OUTSTANDING AT THE BEGINNING AND AT THE END OF THE REPORTING PERIOD/YEAR

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

### (ii) DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% EQUITY SHARES IN THE COMPANY

Particulars	As at March 31, 2016		As at December 31, 2014	
	Nos.	% holding 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

- 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.
- 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.
- 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.
- 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 end. During the period/year, 28,100 (48,000) equity shares were

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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.

Note <b>03</b>	RESERVES AND SURPLUS	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
<b>A Capital reserve</b>		
Opening balance	0.25	0.25
Add / Less: Movement during the period/year	-	-
<b>Closing balance</b>	<b>0.25</b>	<b>0.25</b>
<b>B Capital redemption reserve</b>		
Opening balance	1.41	1.41
Add / Less: Movement during the period/year	-	-
<b>Closing balance</b>	<b>1.41</b>	<b>1.41</b>
<b>C Securities premium account</b>		
Opening balance	20.88	13.08
Add / Less: Movement during the period/year @	4.75	7.80
<b>Closing balance</b>	<b>25.63</b>	<b>20.88</b>
<b>D General reserves</b>		
Opening balance	216.91	161.02
Add: Amount transferred from surplus in the statement of profit and loss	122.98	55.89
<b>Closing balance</b>	<b>339.89</b>	<b>216.91</b>

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Note <b>03</b>	RESERVES AND SURPLUS (CONTD.)	
RS. IN CRORES		
Particulars	As at March 31, 2016	As at December 31, 2014
<b>E Surplus in the statement of profit and loss</b>		
Opening balance	967.11	618.54
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. 51)	3.79	-
Add: Profit for the period/year	1,229.85	558.92
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	42.14	18.94
Transferred to general reserve	122.98	55.89
<b>Total appropriations</b>	<b>436.73</b>	<b>210.35</b>
Net surplus in the statement of profit and loss	1,756.44	967.11
<b>Total (A+B+C+D+E)</b>	<b>2,123.62</b>	<b>1,206.56</b>

@ 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.

Note <b>04</b>	DEFERRED TAX LIABILITIES (NET)	
RS. IN CRORES		
Particulars	As at March 31, 2016	As at December 31, 2014
<b>Deferred tax liabilities on</b>		
Accelerated depreciation *	41.73	26.82
<b>Sub-total (A)</b>	<b>41.73</b>	<b>26.82</b>
<b>Less: Deferred tax assets on</b>		
Accrued expenses deductible on payment	2.26	1.52
Provision for gratuity	-	3.40
Provision for compensated absences and other employee benefits	2.89	1.67
Provision for doubtful debts and advances	0.53	0.15
Others	2.95	0.01
<b>Sub-total (B)</b>	<b>8.63</b>	<b>6.75</b>
<b>Total (A-B)</b>	<b>33.10</b>	<b>20.07</b>

\* Refer note 51

Note <b>05</b>	OTHER LONG-TERM LIABILITIES	
RS. IN CRORES		
Particulars	As at March 31, 2016	As at December 31, 2014
Security deposits received	5.87	4.52
<b>Total</b>	<b>5.87</b>	<b>4.52</b>

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Note <b>06</b>	LONG-TERM PROVISIONS		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	<b>Provision for employee benefits</b>			
	Gratuity	-	8.66	
	Compensated absences (including leave encashment)	7.34	4.04	
	Other employee benefits	1.57	1.12	
		<b>8.91</b>	<b>13.82</b>	
	Provision for warranties	22.97	-	
		<b>22.97</b>	<b>-</b>	
	<b>Total</b>	<b>31.88</b>	<b>13.82</b>	

Note <b>07</b>	SHORT-TERM BORROWINGS		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	<b>Unsecured</b>			
	Loan repayable on demand			
	- From bank			
	Overdraft facility	22.57	-	
	<b>Total</b>	<b>22.57</b>	<b>-</b>	

Note <b>08</b>	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 *	11.06	13.35	
	<b>Sub-total (A)</b>	<b>11.06</b>	<b>13.35</b>	
	Total outstanding dues of creditors other than micro enterprises and small enterprises			
	Acceptances	145.41	95.12	
	Other trade payables	586.08	381.77	
	<b>Sub-total (B)</b>	<b>731.49</b>	<b>476.89</b>	
	<b>Total (A+B)</b>	<b>742.55</b>	<b>490.24</b>	

\* Refer Note No. 34

Note <b>09</b>	OTHER CURRENT LIABILITIES		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	Capital creditors other than micro and small enterprises	10.91	9.90	
	Unpaid dividend *	13.32	3.77	
	Advance from customers	241.97	163.11	
	Employee dues	42.89	19.92	
	Statutory remittances (contributions to PF and ESIC, withholding taxes, excise duty, VAT, service tax, etc.)	89.14	99.86	
	Book overdraft	6.55	-	
	<b>Total</b>	<b>404.78</b>	<b>296.56</b>	

\* 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 <b>10</b>	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)	1.04	0.87	
	Other employee benefits	0.04	0.09	
	<b>Sub-total (A)</b>	<b>1.08</b>	<b>1.17</b>	
	Provision for warranties	25.39	14.39	
	Provision for proposed equity dividend	-	135.52	
	Provision for tax on proposed equity dividend	-	18.94	
	<b>Sub-total (B)</b>	<b>25.39</b>	<b>168.85</b>	
	<b>Total (A+B)</b>	<b>26.47</b>	<b>170.02</b>	

Note <b>11</b>	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		
<b>(A) Tangible assets</b>												
Land *												
- Freehold	85.89	0.06	-	85.95	-	-	-	-	85.95	85.89		
- Leasehold	88.58	0.04	-	88.62	1.25	1.12	-	2.37	86.25	87.33		
Buildings *	81.10	96.20	-	177.30	10.62	8.33	-	18.95	158.35	70.48		
Plant and equipment	312.04	358.93	12.69	658.28	96.38	107.29	11.48	192.19	466.09	215.66		
Furniture and fixtures	3.18	7.59	0.24	10.53	1.16	2.04	0.18	3.02	7.51	2.02		
Office equipments	26.08	25.19	0.16	51.11	7.15	11.77	0.09	18.83	32.28	18.93		
Vehicles	14.21	5.24	0.93	18.52	5.87	3.88	0.51	9.24	9.28	8.34		
<b>Sub-total (A)</b>	<b>611.08</b>	<b>493.25</b>	<b>14.02</b>	<b>1,090.31</b>	<b>122.43</b>	<b>134.43</b>	<b>12.26</b>	<b>244.60</b>	<b>845.71</b>			
Previous year	393.31	256.57	38.80	611.08	105.34	43.97	26.88	122.43		488.65		
<b>(B) Intangible assets</b>												
Product designs, prototypes etc.	9.37	15.34	-	24.71	6.42	1.28	-	7.70	17.01	2.95		
Computer softwares	18.40	9.92	0.02	28.30	9.42	6.86	0.01	16.27	12.03	8.98		
<b>Sub-total (B)</b>	<b>27.77</b>	<b>25.26</b>	<b>0.02</b>	<b>53.01</b>	<b>15.84</b>	<b>8.14</b>	<b>0.01</b>	<b>23.97</b>	<b>29.04</b>			
Previous year	21.58	7.31	1.12	27.77	10.30	5.72	0.18	15.84		11.93		
<b>(C) Capital work-in-progress (including pre-operative expenditure pending allocation amounting to Rs. 0.32 crore (Rs. 1.98 crores) (Refer Note No. 11A))</b>											33.31	42.67
<b>(D) Intangible assets under development</b>											51.62	16.67
<b>Total (A+B+C+D)</b>											<b>959.68</b>	<b>559.92</b>

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

# Rs. 5.80 crores (Rs. Nil) adjusted from the opening balance of retained earnings on account of schedule II to the Companies Act, 2013. Also refer note 51



# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>11.A</b>	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
	0.75	1.08
Add: Balance brought forward from previous year	1.98	0.90
	2.73	1.98
Less: Capitalised during the period/year	2.41	-
<b>Total</b>	<b>0.32</b>	<b>1.98</b>

Note <b>12</b>	NON- CURRENT INVESTMENTS	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
<b>Long term *</b>		
Unquoted trade investment in :		
<b>Subsidiary company</b>		
54,40,000 (54,40,000) Equity shares of Rs. 10 each fully paid up of VE Commercial Vehicles Limited	5.44	5.44
8,10,348 (Nil) shares of BRL 1 each fully paid up of Royal Enfield Brasil Comércio de Motocicletas Ltda	1.53	-
1,00,000 (Nil) shares of Royal Enfield North America Limited (no face value)	15.54	-
<b>Joint Venture company</b>		
22,13,00,000 (10,55,00,000) Equity shares of Rs. 10 each fully paid up of Eicher Polaris Private Limited	221.30	105.50
Eicher Group Foundation (Licence under Section 8(1) of the Companies Act, 2013) acquired during the period \$	-	-
<b>Sub-total (A)</b>	<b>243.81</b>	<b>110.94</b>
\$ 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. 2,50,000 has been charged to the Statement of Profit and Loss in the current period.		
Unquoted non-trade investment in :		
<b>Debt mutual funds</b>		
<b>Units of face value Rs. 10 each</b>		
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

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>12</b>	NON- CURRENT INVESTMENTS (CONTD.)		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	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	
	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	-	

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>12</b>	NON-CURRENT INVESTMENTS (CONTD.)	
Particulars	As at March 31, 2016	As at December 31, 2014
RS. IN CRORES		
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	-
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	-
<b>Units of face value Rs. 1,000 each</b>		
25,670 (Nil) units of PFC Tax Free Bond	2.57	-
1,41,940 (Nil) units of IRFC Tax Free Bond	14.19	-
<b>Sub-total (B)</b>	<b>919.10</b>	<b>150.00</b>
Repurchase price of unquoted non-trade 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.		
<b>Investment property (at written down value)</b>		
Land (including buildings and plant and equipments thereon)		
Cost	20.34	23.58
Less: Depreciation to date	10.99	13.03
(includes depreciation for the period/year Rs. 0.96 crore (Rs. 0.47 crore))		
<b>Sub-total (C)</b>	<b>9.35</b>	<b>10.55</b>
<b>Total (A+B+C)</b>	<b>1,172.26</b>	<b>271.49</b>

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>13</b>	LONG-TERM LOANS AND ADVANCES	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
<b>Unsecured, considered good</b>		
Capital advances	39.49	83.27
Advance given to joint venture company for subscription of equity shares *	18.00	25.00
Security deposits	12.73	9.64
Loans and advances to employees	-	0.02
Balance with government authorities	8.96	7.42
Advance income tax (net of provision for taxation)	7.57	13.61
Others	-	0.04
<b>Total</b>	<b>86.75</b>	<b>139.00</b>

\* Subsequent to the period/year end, 1,80,00,000 equity shares (2,50,00,000) equity shares of face value of Rs. 10 per share have been issued and allotted to the Company by its joint venture company.

Note <b>14</b>	OTHER NON-CURRENT ASSETS	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
Fixed deposits @	24.50	29.83
<b>Total</b>	<b>24.50</b>	<b>29.83</b>

@ Pledged with banks

Note <b>15</b>	CURRENT INVESTMENTS #	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
<b>Unquoted non-trade investment in :</b>		
<b>Debt mutual funds</b>		
<b>Units of face value Rs. 10 each</b>		
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
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

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>15</b>	CURRENT INVESTMENTS # (CONTD.)		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	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	
	92,05,730 (92,05,730) units of DWS Interval Fund Annual Plan Series-1 Direct Plant -Growth	10.00	10.00	

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>15</b>	CURRENT INVESTMENTS # (CONTD.)	RS. IN CRORES	
		As at March 31, 2016	As at December 31, 2014
	Particulars		
	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	-
	<b>Units of face value Rs. 100 each</b>		
	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	-
	<b>Units of face value Rs. 1,000 each</b>		
	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	-
	<b>Total</b>	<b>709.78</b>	<b>917.09</b>

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 <b>16</b>	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 (Includes goods in transit of Rs. 12.87 crores (Rs. 14.42 crores))	113.93	75.52
	Work in progress	9.43	7.74
	Finished goods	148.44	107.69
	Stock-in-trade	19.48	8.70
	Stores and spares	5.64	3.59
	Loose tools	3.44	1.89
	<b>Total</b>	<b>300.36</b>	<b>205.13</b>

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>17</b>	TRADE RECEIVABLES		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	<b>Outstanding for a period exceeding six months from the date they were due for payments</b>			
	Secured, considered good	0.05	0.01	
	Unsecured - considered good	0.33	0.02	
	- considered doubtful	0.43	0.43	
		<b>0.81</b>	<b>0.46</b>	
	Less: Provision for doubtful receivables	0.43	0.43	
	<b>Sub-total (A)</b>	<b>0.38</b>	<b>0.03</b>	
	<b>Others receivables</b>			
	Secured, considered good	0.10	0.05	
	Unsecured - considered good	45.65	10.62	
	<b>Sub-total (B)</b>	<b>45.75</b>	<b>10.67</b>	
	<b>Total (A+B)</b>	<b>46.13</b>	<b>10.70</b>	

Note <b>18</b>	CASH AND CASH EQUIVALENTS		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	Cash on hand	0.07	0.06	
	Cheques/ drafts on hand	0.09	0.22	
	<b>Balances with banks:</b>			
	In current accounts	22.75	16.84	
	In unpaid dividend accounts	13.32	3.77	
	In deposit accounts	8.29	-	
	<b>Total</b>	<b>44.52</b>	<b>20.89</b>	

Note <b>19</b>	SHORT-TERM LOANS AND ADVANCES		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	<b>Unsecured, considered good unless stated otherwise</b>			
<b>A</b>	<b>Loans and advances to related parties</b>			
	Unsecured, considered good*	-	0.10	
	<b>Sub-total (A)</b>	<b>-</b>	<b>0.10</b>	
<b>B</b>	<b>Other loans and advances</b>			
	Advance to suppliers	26.66	14.97	
	Loans and advances to employees	9.44	2.02	
	Prepaid expenses	2.75	2.86	
	Balance with government authorities			
	Considered good	29.25	51.45	
	Considered doubtful	1.11	-	
		<b>30.36</b>	<b>51.45</b>	
	Less: Provision for doubtful advances	1.11	-	
		<b>29.25</b>	<b>51.45</b>	
	Gratuity fund (net)	0.31	-	

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>19</b>	SHORT-TERM LOANS AND ADVANCES (CONTD.)		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	Insurance claim receivable	2.52	2.51	
	Others			
	Considered good	1.79	-	
	Considered doubtful	-	0.02	
		1.79	0.02	
	Less: Provision for doubtful advances	-	0.02	
		<b>1.79</b>	<b>-</b>	
	<b>Sub-total (B)</b>	<b>72.72</b>	<b>73.81</b>	
	<b>Total (A+B)</b>	<b>72.72</b>	<b>73.91</b>	

\* Advance to joint venture company includes receivable from a Private Limited Company in which a director is director amounting to Rs. Nil (Rs. 0.10 crore)

Note <b>20</b>	OTHER CURRENT ASSETS		RS. IN CRORES	
	Particulars	As at March 31, 2016	As at December 31, 2014	
	Interest accrued on fixed deposits	1.25	0.93	
	Lease rent receivable	0.05	-	
	<b>Total</b>	<b>1.30</b>	<b>0.93</b>	

Note <b>21</b>	REVENUE FROM OPERATIONS		RS. IN CRORES	
	Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014	
	<b>Revenue from operations</b>			
	Sale of products			
	Manufactured goods (gross)	6,810.98	3,248.73	
	Less: Excise duty	795.95	289.01	
	Manufactured goods (net)	6,015.03	2,959.72	
	Stock-in-trade	148.16	54.99	
	<b>Sub-total (A)</b>	<b>6,163.19</b>	<b>3,014.71</b>	
	Other operating revenue			
	Export benefits	5.87	2.88	
	Scrap sale (net of excise duty of Rs. 1.72 crores (Rs. 1.57 crores))	15.80	10.13	
	Income from other operating revenues	3.17	3.50	
	<b>Sub-total (B)</b>	<b>24.84</b>	<b>16.51</b>	
	<b>Revenue from operations (net) Total (A+B)</b>	<b>6,188.03</b>	<b>3,031.22</b>	

Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
<b>Details of products sold</b>		
Manufactured goods		
Two wheelers	6,471.65	3,074.41
Spare parts and other components	339.33	174.32
<b>Total</b>	<b>6,810.98</b>	<b>3,248.73</b>
Stock-in-trade		
Spare parts and other allied products	148.16	54.99
<b>Total</b>	<b>148.16</b>	<b>54.99</b>



# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>22</b>	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	0.06	0.27
Dividend on unquoted non trade current investments	1.83	4.84
Dividend on long term unquoted trade investment in subsidiary company	105.40	40.80
Profit on sale of unquoted non trade current investments	58.33	60.75
Rent income	3.39	2.70
Interest income		
- from banks on deposits	3.78	2.57
- from others	0.29	-
Other income	5.16	4.37
<b>Total</b>	<b>178.24</b>	<b>116.30</b>

Note <b>23</b>	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	75.52	58.39
Add: Purchases	3,473.74	1,844.23
	<b>3,549.26</b>	<b>1,902.62</b>
Less: Inventory at the end of the period/year	113.93	75.52
Less: Material cost of vehicles capitalised	0.54	0.12
	3,434.79	1,826.98
Less: Sale of raw materials and components to suppliers on cost to cost basis	11.38	7.90
<b>Net consumption</b>	<b>3,423.41</b>	<b>1,819.08</b>

Note <b>24</b>	PURCHASE OF STOCK-IN-TRADE	
	RS. IN CRORES	
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Spare parts and other allied products	74.04	31.73
<b>Total</b>	<b>74.04</b>	<b>31.73</b>

Note <b>25</b>	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
<b>Inventories at the end of the period/year</b>		
Finished goods	148.44	107.69
Work-in-progress	9.43	7.74
Stock-in-trade	19.48	8.70
<b>A</b>	177.35	124.13
<b>Inventories at the beginning of the period/year</b>		
Finished goods	107.69	67.66
Work-in-progress	7.74	10.13
Stock-in-trade	8.70	3.17
<b>B</b>	124.13	80.96
<b>Net change (B-A)</b>	<b>(53.22)</b>	<b>(43.17)</b>

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>26</b>	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.	271.05	134.37
	Contribution to provident and other funds	9.08	5.17
	Staff welfare expenses	39.51	21.36
	<b>Total</b>	<b>319.64</b>	<b>160.90</b>

Note <b>27</b>	FINANCE COSTS		RS. IN CRORES
	Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
	<b>Interest expense</b>		
	On income tax	0.11	1.13
	On other borrowings	1.30	0.54
	<b>Total</b>	<b>1.41</b>	<b>1.67</b>

Note <b>28</b>	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	128.63	43.97
	Depreciation of investment property	0.96	0.47
	Amortisation of intangible assets	8.14	5.72
	<b>Total</b>	<b>137.73</b>	<b>50.16</b>

\*Excludes Rs. 5.80 crores (Rs. Nil) adjusted from the opening balance of retained earnings on account of Schedule II to the Companies Act, 2013. Also refer note no. 51

Note <b>29</b>	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)	117.30	63.82
	Increase/decrease of excise duty on finished goods	13.25	6.25
	Loss on sale of fixed assets	0.12	0.55
	Fixed assets discarded	1.35	0.09
	Power and fuel	46.17	23.23
	Insurance	7.41	2.58
	Repairs and maintenance		
	Buildings	4.08	3.34
	Plant and machinery	26.62	11.69
	Others	12.36	5.84
	Rates and taxes	10.48	6.19
	Advertisement	34.09	5.53
	Freight and handling charges	87.99	41.63
	Incentives	9.72	6.45
	Warranty	68.68	20.13
	Other selling and distribution expenses	72.48	43.85
	Rent	26.16	12.59
	Legal and professional charges	37.45	17.47
	Travelling expenses	28.69	17.73
	Development expenses	4.44	3.72

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>29</b>	OTHER EXPENSES (CONTD.)		RS. IN CRORES	
	Particulars	For the fifteen months ended March 31, 2016		For the year ended December 31, 2014
	Corporate social responsibility expenditure (refer note no. 50)	8.99		-
	Bad debts / advances written off	0.03	0.01	0.57
	Less: Charged against provision for doubtful debts and advances	0.02	0.01	0.55
	Provision for doubtful debts and advances	1.11		0.01
	Exchange loss (net)	1.35		1.45
	Miscellaneous expenses	73.38		34.96
	<b>Total</b>	<b>693.68</b>		<b>329.12</b>

Note <b>30</b>	CAPITAL AND OTHER COMMITMENTS	
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Estimated amount of contracts remaining to be executed on capital account and not provided for Rs. 96.92 crores (Rs. 139.79 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 <b>31</b>	RESEARCH AND DEVELOPMENT EXPENSES	
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Revenue expenditure on research and development incurred and expensed off during the period/year through the appropriate heads of account aggregate Rs. 32.20 crores (Rs. 19.26 crores). The capital expenditure incurred during the period/year for research and development purposes aggregate Rs. 59.33 crores (Rs. 14.75 crores). The details of capital expenditure and revenue expenditure are as below:

Capital expenditure	RS. IN CRORES	
	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Building - factory	-	0.10
Plant and equipment	2.40	2.15
Furniture and fittings	0.15	0.34
Office equipment	1.58	0.89
Vehicles	1.00	0.67
Intangible assets	17.32	2.14
Capital work in progress including intangible assets under development	36.88	8.46
<b>Total</b>	<b>59.33</b>	<b>14.75</b>

Revenue expenditure	RS. IN CRORES	
	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Employees costs	17.48	9.78
Development expenses	2.23	2.94
Depreciation	6.37	3.57
Overheads	6.12	2.97
<b>Total</b>	<b>32.20</b>	<b>19.26</b>

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note <b>32</b>	PROVISION FOR LIABILITIES, OTHER THAN FOR TAXES ON INCOME AND EMPLOYEE BENEFITS	
	RS. IN CRORES	
Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
Warranty provisions		
Opening balance	14.39	9.07
Additions during the period/year	68.68	20.13
Amount utilised during the period/year	34.71	14.81
Closing balance	48.36	14.39
<b>Further classification</b>		
Short-term provision	25.39	14.39
Long-term provision	22.97	-

Note <b>33</b>	CONTINGENT LIABILITIES NOT PROVIDED FOR	
	RS. IN CRORES	
Particulars	As at March 31, 2016	As at December 31, 2014
a) In respect of following:		
- Excise duty matters	2.12	54.98
- Sales tax matters	6.25	5.06
- Service tax matters	0.39	0.39
- Income tax matters	0.17	4.26
b) Claims against the Company not acknowledged as debts	6.87	6.13
c) Guarantees given:-	24.08	-
to bank/others for credit facility granted to 100% subsidiary Company		
- Dues outstanding	-	-

All the above matters other than guarantee given by the Company 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.

Note <b>34</b>	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.	10.99	13.14
(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

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

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*	8.74	4.92
b) Superannuation fund	0.51	0.37
c) Employee State Insurance Corporation	1.69	0.86

Out of the total contribution made for employees' provident fund, Rs. 2.28 crores (Rs. 1.44 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. 0.14 crore (Rs. 0.07 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	8.87	2.85	7.69	1.81
Current service cost	1.49	2.19	2.05	1.10
Interest cost	0.71	0.22	0.54	0.13
Benefits paid	(0.99)	(0.46)	(1.17)	(0.26)
Net actuarial (gain) / loss recognised	1.26	(0.76)	(0.24)	0.07
Present value of obligation as at the end	11.34	4.04	8.87	2.85

##### 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 fund as at the beginning	-	-
Contribution	11.65	-
Return on plan assets	0.12	-
Benefit paid	(0.26)	-
Net actuarial gain / (loss) recognised	0.14	-
Present value of fund as at the end@	11.65	-

@funds managed by 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	As at March 31, 2016	As at December 31, 2014
Liquid funds	100%	-

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

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

RS. IN CRORES

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

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 end	11.34	4.04	8.87	2.85
Fair value of plan assets at the end	11.65	-	-	-
Net asset/( liability) recognised in balance sheet	0.31	(4.04)	(8.87)	(2.85)
<b>Further classification</b>				
Long-term provisions	-	3.95	8.66	2.76
Short-term provisions	-	0.09	0.21	0.09
Short-term loans and advances - Gratuity fund (net)	0.31	-	-	-
<b>Cost for the period/year</b>				
Current service cost	1.49	2.19	2.05	1.10
Interest cost / (return on plan assets)	0.59	0.22	0.54	0.13
Net actuarial (gain) / loss recognised	1.12	(0.76)	(0.24)	0.07
<b>Net cost recognised</b>	3.20	1.65	2.35	1.30
<b>Experience adjustment on plan liabilities (loss) / gain</b>	(1.12)	0.76	0.24	(0.07)
<b>Experience adjustment on plan assets (loss) / gain</b>	(0.14)	-	-	-
<b>Principal assumptions:</b>				
Discount rate	7.50%	7.50%	7.50%	7.50%
Future salary increase	7.00%	7.00%	7.00%	7.00%
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. 1.26 crores (Rs. Nil).

#### Other disclosures

Particulars	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	7.69	1.81	7.31	1.31	6.27	1.15
Net Asset/(liability) recognised in balance sheet	(7.69)	(1.81)	(7.31)	(1.31)	(6.27)	(1.15)
Experience adjustment on plan liabilities (loss) / gain	0.46	(0.07)	0.02	0.11	0.49	(0.35)

Note  
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### AUDITORS' REMUNERATION (EXCLUDING SERVICE TAX)

RS. IN CRORES

Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
	As auditors	
a) Audit fee	0.27	0.24
b) Limited reviews of unaudited financial results	0.23	0.16
Audit of accounts for the fiscal year	0.06	0.05
Certification and other services	0.13	0.03
Out of pocket expenses	0.01	0.01

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note 37 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)	1,229.85	558.92
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)]	453.20	206.38
- Diluted [(a)/(d)]	451.54	205.37

Note 38 SEGMENT REPORTING		
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As the Company's 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.

Note 39 RELATED PARTY DISCLOSURES		
		RS. IN CRORES

a. Name of related parties and their relationship:		
Name of related party		Nature of Relationship
VE Commercial Vehicles Ltd.	(VECVL)	Subsidiary company
Eicher Engineering Solutions, Inc., U.S.A.	(EES, Inc.)	100% subsidiary company of VECVL
Eicher Engineering Solutions (Beijing) Co. Ltd	(EES, Beijing)	100% subsidiary company of EES, Inc.
Eicher Engineering Solutions (Shanghai) Co. Ltd.	(EES, Shanghai)	100% subsidiary company of EES, Inc.
V E C V Lanka (Private) Limited	(VECV Lanka)	100% subsidiary company of VECVL
Eicher Goodearth Private Limited	(EGPL)	Significant influence of key management personnel
Eicher Polaris Private Limited	(EPPL)	Joint venture company
Royal Enfield North America Ltd.*	(RENA)	Subsidiary company
Royal Enfield Brasil Comercio de Motocicletas Ltda#	(RE Brasil)	Subsidiary company
Eicher Group Foundation \$	(EGF)	Joint venture company
* Incorporated w.e.f. March 23, 2015		
# acquired on August 18, 2014		
\$ Incorporated w.e.f. November 19, 2015		
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
<b>Total</b>	<b>8.49</b>	<b>6.05</b>

@ 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

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note  
**39**

## RELATED PARTY DISCLOSURES (CONTD.)

RS. IN CRORES

## Transactions with the above parties

Particulars	VECVL		EPPL		EGPL		RENA		RE Brasil		EGF		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	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
Purchase of finished goods/ services	116.97	50.96	-	-	-	-	-	-	-	-	-	-	116.97	50.96
Investment in shares capital of joint venture/subsidiary company	-	-	115.80	80.00	-	-	15.54	-	1.53	-	-	-	132.87	80.00
Contribution for CSR Expenditure	-	-	-	-	-	-	-	-	-	-	3.93	-	3.93	-
Guarantee given	-	-	-	-	-	-	24.08	-	-	-	-	-	24.08	-
Sale of finished goods/ services	-	-	-	-	-	-	15.32	-	-	-	-	-	15.32	-
Advance given to joint venture company for subscription of equity shares	-	-	18.00	25.00	-	-	-	-	-	-	-	-	18.00	25.00
Expenses recovered	-	-	0.08	0.38	-	-	0.19	-	-	-	-	-	0.27	0.38
Expenses reimbursed	0.23	0.07	-	-	0.02	-	-	-	-	-	-	-	0.25	0.07
Security deposit given	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Corporate service charges	3.04	3.09	-	-	0.91	-	-	-	-	-	-	-	3.95	3.09
Tooling advance given	0.21	-	-	-	-	-	-	-	-	-	-	-	0.21	-
Purchase of fixed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rent income	-	-	3.28	2.49	-	-	-	-	-	-	-	-	3.28	2.49
Rent paid	-	-	-	-	3.77	2.19	-	-	-	-	-	-	3.77	2.19
Brand fee	-	-	-	-	15.30	7.54	-	-	-	-	-	-	15.30	7.54
Dividend received	105.40	40.80	-	-	-	-	-	-	-	-	-	-	105.40	40.80
<b>Aggregate balances outstanding as at the year end</b>														
- Receivables	-	-	-	0.10	-	-	15.04	-	-	-	-	-	15.04	0.10
- Payables	26.63	14.07	-	-	15.51	7.54	-	-	-	-	-	-	42.14	21.61
- Advances	0.21	-	18.00	25.00	-	-	-	-	-	-	-	-	18.21	25.00
- Investment in equity share capital	5.44	5.44	221.30	105.50	-	-	15.54	-	1.53	-	-	-	243.81	110.94
- Guarantee given	-	-	-	-	-	-	24.08	-	-	-	-	-	24.08	-
- Security deposit receivable	-	-	-	-	1.09	1.09	-	-	-	-	-	-	1.09	1.09

Note  
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## DISCLOSURE IN RESPECT OF OPERATING LEASES

RS. IN CRORES

**(A) Assets taken on lease:**

The Company has taken certain premises under various operating lease agreements. The total lease rental recognize as expense aggregate to Rs. 26.16 crores (Rs. 12.59 crores).

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

Particulars	As at March 31, 2016	As at December 31, 2014
Not later than one year	9.03	5.68
Later than one year and not later than five years	6.29	7.99

**(B) Assets given on lease:**

The Company has given assets under operating lease agreement to its joint venture company "Eicher Polaris Private Limited". The total lease rental recognize as income aggregate to Rs. 3.28 crores (Rs. 2.49 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	2.78	2.61
Later than one year and not later than five years	12.57	11.84
Later than five years	7.27	11.45



# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note  
**41**

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	0.02	0.01	1995-96 and 1996-97
		CESTAT	2.05	0.26	1983-84 to 2000-01, 2002-03 to 2004-05
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	2.62	1.20	1987-88, 1989-90 to 1991-92, 1993-94, 1996-97 to 1999-00, 2000-01 to 2003-04, 2005-06, 2007-08 to 2010-11, 2012-13, 2013-14
		Appellate Tribunal	2.16	0.49	1988-89, 1991-92 to 1995-96, 1997-98 to 2004-05, 2006-07
		High Court	1.75	0.61	1984-85, 1985-86, 1993-94, 2000-01, 2001-02, 2004-05
		Supreme Court	1.96	0.55	1986-87, 1990-91, 1991-92, 2001-02 to 2003-04
Finance Act, 1994	Service Tax	Commissioner	0.39	0.02	2006-07 to 2011-12
Income Tax Act, 1961	Income Tax	Appellate Authority upto Commissioner's level	0.09	-	2010-11
		Appellate Tribunal	0.16	-	2008-09 and 2009-10

\*Amount as per demand orders including interest and penalty wherever indicated in the order.

The matters decided in favour of the Company, where the department has preferred appeals at higher levels have not been considered in the above table.

Note  
**42**

THE UNHEDGED OF FOREIGN CURRENCY EXPOSURES ARE AS UNDER

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
<b>Receivables</b>				
USD	0.30	19.83	0.01	0.86
EURO	0.20	14.71	0.08	6.21
GBP	0.28	2.76	-	-
		<b>37.30</b>		<b>7.07</b>
<b>Payables</b>				
USD	0.01	0.24	0.01	0.62
EURO	0.01	1.06	0.01	0.95
GBP	0.04	3.30	0.01	0.71
JPY	3.13	1.85	1.75	0.92
Others	4.11	0.48	-	-
		<b>6.93</b>		<b>3.20</b>

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note  
**43**

### DISCLOSURE IN RESPECT OF FINANCIALS OF JOINT VENTURE

RS. IN CRORES

The Company has a joint venture with Polaris Industries, Inc., U.S.A., Eicher Polaris Private Limited (EPPL) with an investment of Rs. 239.30 crores (including advance for equity Rs. 18.00 crores)(investment of Rs. 130.50 crores (including advance for equity Rs. 25.00 crores)) as at March 31, 2016, representing 50% shareholding in EPPL.

The proportionate share of assets and liabilities and Income and Expenditure for the period/year as per their audited financial statements are given below:

Particulars	As at March 31, 2016	As at December 31, 2014
<b>i) Reserves and surplus</b>	(46.00)	(5.49)
<b>ii) Share application money pending allotment</b>	18.00	25.00
<b>iii) Non-current liabilities</b>		
Long term provisions	0.98	0.22
<b>iv) Current liabilities</b>		
Trade payables	10.79	3.57
Other current liabilities	6.30	9.35
Short term provisions	0.08	0.01
	<b>18.15</b>	<b>13.15</b>
<b>v) Non current assets</b>		
Fixed assets	160.31	95.02
Long term loans and advances	2.97	25.73
Other non current assets	5.36	-
<b>vi) Current assets</b>		
Inventories	11.20	-
Trade receivables	0.04	-
Cash and cash equivalents	19.45	16.89
Short-term loans and advances	12.06	0.46
Other current assets	0.06	0.07
	<b>211.45</b>	<b>138.17</b>
Capital commitments	4.11	16.06

Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
<b>i) Revenue</b>	<b>10.91</b>	<b>0.96</b>
<b>ii) Expenses</b>		
Cost of raw materials and components consumed	12.71	-
Purchase of stock-in-trade	0.12	-
Change in inventories of finished goods, work-in-progress and stock-in-trade	(4.48)	-
Employee benefits expense	12.84	1.30
Finance costs	-	0.02
Depreciation and amortisation expense	11.50	-
Other expenses	18.63	4.37
Tax expenses	0.10	0.31
Total Expenses	<b>51.42</b>	<b>6.00</b>

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	For the fifteen months ended March 31, 2016		For the year ended December 31, 2014	
	%	Value	%	Value
<b>a) Raw materials and components</b>				
Imported	1.70	58.12	2.77	50.41
Indigenous	98.30	3,365.29	97.23	1,768.67
	<b>100.00</b>	<b>3,423.41</b>	<b>100.00</b>	<b>1,819.08</b>
<b>b) Stores and machinery spares consumed (including loose tools and packing material)</b>				
Imported	0.49	0.58	-	-
Indigenous	99.51	116.72	100.00	63.82
	<b>100.00</b>	<b>117.30</b>	<b>100.00</b>	<b>63.82</b>

Description	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
	Iron and steel	2.79
Others including Components and spare parts*	3,420.62	1,815.78
	<b>3,423.41</b>	<b>1,819.08</b>

\* No individual item accounts for 10% or more of the total purchase of raw materials. It is not practicable to furnish quantitative information in view of the considerable number of diverse items in size and nature.

Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
	Components and spare parts	68.84
Capital goods	86.98	23.35
Others	-	2.94
	<b>155.82</b>	<b>75.51</b>

Particulars	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
	Travelling	3.86
Consultancy fees	4.17	1.35
Salaries & Wages	8.32	-
Advertisement and sales promotion expenses	21.20	9.84
Others	5.95	3.62
	<b>43.50</b>	<b>17.72</b>

Export of goods (FOB Value)	For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
	Two wheelers	166.32
Gears, components and spare parts	8.64	3.21
Other automobile products	2.53	0.73
	<b>177.49</b>	<b>91.73</b>

# NOTES

## FORMING PART OF THE FINANCIAL STATEMENTS

Note 49		REMITTANCE IN FOREIGN CURRENCY TOWARD DIVIDEND	
The particulars of dividends declared during the period/year and payable to non-resident shareholders are as under			
Particulars		For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
(i)	Number of non-resident shareholders		
(a)	For 2014	Nos.	-
(b)	For 2013	Nos.	1
(ii)	Number of shares held by them		
(a)	For 2014	Nos.	-
(b)	For 2013	Nos.	22,75,610
(iii)	Gross amount of dividend		
(a)	For 2014	Rs. in crores	-
(b)	For 2013	Rs. in crores	6.83

Note 50		EXPENDITURE ON CORPORATE SOCIAL RESPONSIBILITY (CSR)	
		RS. IN CRORES	
Particulars		For the fifteen months ended March 31, 2016	For the year ended December 31, 2014
(a)	Gross amount required to be spent	8.36	-
(b)	Amount spent:		
(i)	Construction/acquisition of any asset	-	-
(ii)	On purpose other than (i) above	8.99	-
(c)	Details of related party transactions:		
	- Contribution to Eicher Group Foundation (EGF)	3.93	-

### Note 51

Pursuant to the enactment of the Companies Act, 2013 (the 'Act'), the Company, 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. 41.86 crores and depreciation amounting to Rs. 3.79 crores (net of deferred tax amounting to Rs. 2.01 crores) has been adjusted from the opening balance of retained earnings.

### Note 52

The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

### Note 53

There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

### Note 54

Figures in brackets represent previous year's figures.

### Note 55

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 56

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